

SAMPSON COUNTY, NORTH CAROLINA

Annual Financial Report

For the Fiscal Year Ended June 30, 2021



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Financial Section

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Sampson County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Sampson Regional Medical Center, Inc., which represents 99 percent of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial 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 Sampson Regional Medical Center, Inc. is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Sampson Regional Medical Center, Inc. and Sampson County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina as of June 30, 2021, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Local Government Employees' Retirement System Schedules of the County's Proportionate Share of Net Pension Liability and County Contributions, and the Register of Deeds' Supplemental Pension Fund Schedules of the County's Proportionate Share of the Net Pension Asset and County's Contributions, the Law Enforcement Officers' Special Separation Allowance Schedules of the Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered Payroll, and the Other Postemployment Benefits schedules of Changes in the Net OPEB Liability and Related Ratios and County Contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and 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 and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Sampson County, North Carolina. The combining and individual fund statements, budgetary schedules, 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.

The combining and individual fund financial statements, budgetary schedules, other schedules and the Schedule of Expenditures of Federal and State Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual fund financial statements, budgetary 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2021 on our consideration of Sampson 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 the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sampson County's internal control over financial reporting and compliance.

W GREENE PLLC

Whiteville, North Carolina
December 17, 2021

Management's Discussion and Analysis

As management of Sampson County, we offer readers of Sampson County's financial statements this narrative overview and analysis of the financial activities of Sampson County for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

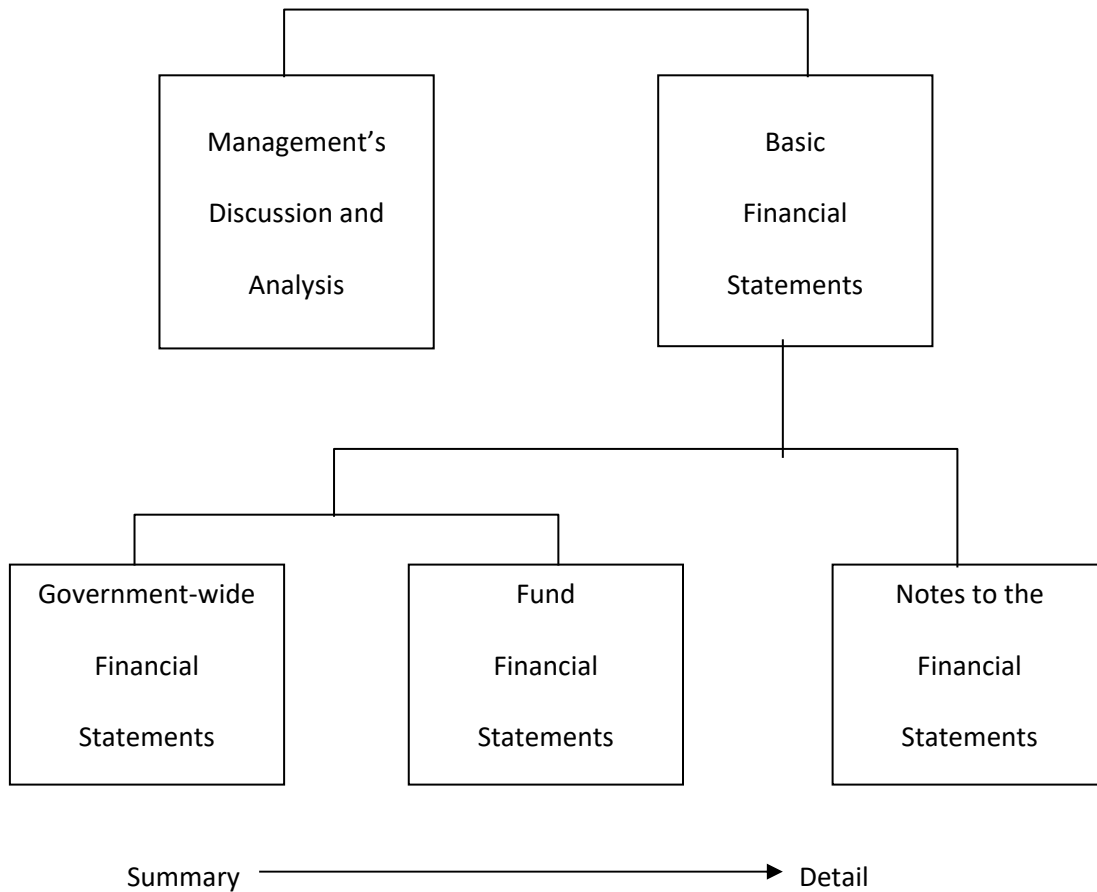
Financial Highlights

- The assets and deferred outflows of resources of Sampson County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$59,567,780 (*net position*).
- The government's total net position increased by \$7,725,958, primarily due to increases in net position for the Governmental Activities.
- As of the close of the current fiscal year, Sampson County's governmental funds reported combined ending fund balances of \$51,030,932, an increase of \$9,651,839. Airport expansion capital project increased the fund balance by \$481,382, Schools Capital Projects fund activity decreased the fund balance by \$517,079 and School Construction Fund activity decreased the fund balance by \$1,052. Other Non-Major Governmental Funds activity increased fund balance by \$6,275,450. General fund activity increased fund balance by \$3,413,138. Approximately forty-eight percent (48%) of the fund balance amount, \$18,397,138, is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$18,397,138, or twenty-two percent (22%) of total general fund expenditures for the fiscal year.
- Sampson County's total long-term obligations increased by \$5,380,136. Several factors led to the net increase in total debt as follows:
 - Scheduled payments of principal loans and bonds.
 - New loan for the construction of Emergency Management Facilities in the amount of \$7,700,000.
 - New loan for the replacement of public safety communication equipment in the amount of \$2,155,241

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Sampson County's basic financial statements. Sampson 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 supplementary information that will enhance the reader's understanding of the financial condition of Sampson County.

Required Components of Annual Financial Report
Figure 1



Basic Financial Statements

The first two statements (Exhibits 1 and 2) in the basic financial statements are the **Government-wide Financial Statements**. They provide both short and long-term information about the County’s financial status.

The next statements (Exhibits 3 through 10) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County’s government. These statements provide 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 fund 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. Following the notes is the **required supplemental information**, which contains funding information about the County’s pension plans and post-employment benefits. After that section, **supplemental information** is provided to show details about the County’s funds and internal service fund. Budgetary information required by the General Statutes also can be found in this part of the statements.

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 it has changed. Net position is the difference between the County's total assets and deferred outflows of resources and 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, parks and recreation, and general administration. Property taxes and state and federal 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 sewer services offered by Sampson County. The final category is the component units. Sampson Regional Medical Center is a public hospital operated by a not-for-profit corporation that has leased the hospital from the County for a period of 99 years. The County appoints the board of trustees for the hospital and has issued debt on its behalf. Sampson County Tourism Development Authority was created to develop tourism within the County.

The government-wide financial statements are on Exhibits 1 and 2 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. Sampson County, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the County's budget ordinance. All the funds of Sampson 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 resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the County's programs. The relationship between government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Sampson County adopts an annual budget for its General Fund, as required by North Carolina 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 – Sampson County has one kind of proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Sampson County uses enterprise funds to account for its water and sewer activities. 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 Sampson County. The County uses an internal service fund to account for one activity – its self-insured operations. 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

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.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Sampson County’s progress in funding its obligation to provide pension benefits to its employees and its obligation to provide post-employment health care benefits to eligible employees.

Interdependence with Other Entities - The County depends on financial resources flowing from, or associated with, both the Federal Government and the State of North Carolina. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government’s financial condition. The assets and deferred outflows of resources of Sampson County exceeded its liabilities and deferred inflows of resources by \$59,567,780 as of June 30, 2021. The County’s net position increased by \$7,725,958 for the fiscal year ended June 30, 2021. The largest portion \$45,159,220 seventy-six percent (76%) reflects the County’s net investment in capital assets (e.g. land, buildings, machinery, and equipment). Sampson County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Sampson County’s net 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 Sampson County’s net position \$17,847,554 thirty percent (30%) represents resources that are subject to external restrictions on how they may be used. The unrestricted net asset balance is a negative \$3,438,994 six percent (-6%).

Sampson County's Net Position
Figure 2

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 58,421,044	\$ 48,489,993	\$ 3,438,902	\$ 3,976,915	\$ 61,859,946	\$ 52,466,908
Capital assets	<u>126,530,115</u>	<u>123,211,718</u>	<u>25,720,089</u>	<u>23,839,279</u>	<u>152,250,204</u>	<u>147,050,997</u>
Total assets	<u>\$ 184,951,159</u>	<u>\$ 171,701,711</u>	<u>\$ 29,158,991</u>	<u>\$ 27,816,194</u>	<u>\$ 214,110,150</u>	<u>\$ 199,517,905</u>
Deferred outflows of resources	<u>\$ 9,610,498</u>	<u>\$ 7,285,240</u>	<u>\$ 167,067</u>	<u>\$ 145,374</u>	<u>9,777,565</u>	<u>7,430,614</u>
Long-term liabilities outstanding	\$ 143,760,449	\$ 135,907,741	\$ 13,323,758	\$ 12,909,591	\$ 157,084,207	\$ 148,817,332
Other liabilities	<u>4,719,777</u>	<u>2,846,593</u>	<u>350,388</u>	<u>270,861</u>	<u>5,070,165</u>	<u>3,117,454</u>
Total liabilities	<u>\$ 148,480,226</u>	<u>\$ 138,754,334</u>	<u>\$ 13,674,146</u>	<u>\$ 13,180,452</u>	<u>\$ 162,154,372</u>	<u>\$ 151,934,786</u>
Deferred inflows of resources	<u>\$ 2,148,234</u>	<u>\$ 3,151,962</u>	<u>\$ 17,329</u>	<u>\$ 19,949</u>	<u>\$ 2,165,563</u>	<u>\$ 3,171,911</u>
Net position:						
Net investment in capital assets	\$ 31,627,494	\$ 26,656,718	\$ 13,531,726	\$ 12,212,002	\$ 45,159,220	\$ 38,868,720
Restricted	17,847,554	15,150,656	-	-	17,847,554	15,150,656
Unrestricted	<u>(5,541,851)</u>	<u>(4,726,719)</u>	<u>2,102,857</u>	<u>2,549,165</u>	<u>(3,438,994)</u>	<u>(2,177,554)</u>
Total net position	<u>\$ 43,933,197</u>	<u>\$ 37,080,655</u>	<u>\$ 15,634,583</u>	<u>\$ 14,761,167</u>	<u>\$ 59,567,780</u>	<u>\$ 51,841,822</u>

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

- Continued diligence in the collection of property taxes. Even with the difficulties imposed by the COVID-19 restrictions we managed an overall tax collection rate of more than ninety-seven percent 97%.
- Collections in excess of budget on property taxes, rents, and sales taxes.
- Expenditures as related to budget were much lower than expected in the General Fund. Diligent efforts by County Administration and department heads to save tax dollars produced this windfall.

Sampson County's Changes in Net Position
Figure 3

	Governmental Activities		Business Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 7,608,839	\$ 10,559,240	\$ 4,355,366	\$ 3,268,786	\$ 11,964,205	\$ 13,828,026
Operating grants and contributions	20,477,612	14,108,358	-	-	20,477,612	14,108,358
Capital grants and contributions	-	-	-	-	-	-
General revenues:						
Property taxes	45,193,779	43,151,894	-	-	45,193,779	43,151,894
Other taxes	16,283,748	14,469,858	-	-	16,283,748	14,469,858
Investment earnings, unrestricted	5,313	332,584	370	36,460	5,683	369,044
Other	3,570,356	4,053,388	-	-	3,570,356	4,053,388
Total revenues	93,139,647	86,675,322	4,355,736	3,305,246	97,495,383	89,980,568
Expenses:						
General government	7,208,852	15,061,268	-	-	7,208,852	15,061,268
Public safety	27,443,217	24,151,689	-	-	27,443,217	24,151,689
Economic and physical development	4,065,293	1,233,052	-	-	4,065,293	1,233,052
Environmental protection	1,161,547	1,602,430	-	-	1,161,547	1,602,430
Human services	23,341,668	20,145,672	-	-	23,341,668	20,145,672
Cultural and recreation	1,590,411	2,089,429	-	-	1,590,411	2,089,429
Education	16,955,931	15,723,085	-	-	16,955,931	15,723,085
Interest on long-term debt	4,520,186	4,653,198	463,755	476,153	4,983,941	5,129,351
Water and sewer Dist. I	-	-	821,488	747,076	821,488	747,076
Water and sewer Dist. II	-	-	2,197,077	2,028,240	2,197,077	2,028,240
Total expenses	86,287,105	84,659,823	3,482,320	3,251,469	89,769,425	87,911,292
Change in net position before transfers & special items	6,852,542	2,015,499	873,416	53,777	7,725,958	2,069,276
Transfers	-	-	-	-	-	-
Change in net position	6,852,542	2,015,499	873,416	53,777	7,725,958	2,069,276
Net position, beginning	37,080,655	35,065,156	14,761,167	14,707,390	51,841,822	49,772,546
Net position, ending	\$ 43,933,197	\$ 37,080,655	\$ 15,634,583	\$ 14,761,167	\$ 59,567,780	\$ 51,841,822

Governmental activities: Governmental activities increased the County's net position by \$6,852,542, thereby accounting for eighty-nine percent (89%) of the total increase in net position of Sampson County. Key elements of this increase are as follows:

- Ad valorem tax revenue collections increased
- Sales tax revenue increased
- Rent revenue increased

Business-type activities: Business-type activities increased Sampson County's net position by \$873,416, accounting for eleven percent (11%) of the government's total increase in net position. Key elements of this increase as compared to the prior year are as follows:

- Decreases in expenditures
- Increase in collection of water fees

Financial Analysis of the County's Funds

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

Governmental Funds. The focus of Sampson County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Sampson 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.

The General Fund is the chief operating fund of Sampson County. At the end of the current fiscal year, unassigned fund balance of the General fund was \$18,397,138, while total fund balance was \$38,388,657. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned balance represents twenty-two percent (22%) of total General Fund expenditures, while total fund balance represents forty-seven percent (47%) percent of that same amount.

At June 30, 2021, the governmental funds of Sampson County reported a combined fund balance of \$51,030,932, a twenty-three percent (23%) increase over last year. The primary reasons for this increase were mentioned earlier.

The other major governmental funds include the Schools Capital Projects Fund, the Airport expansion capital project fund, and the School Construction capital project fund. The Schools Capital Projects Fund accounts for the accumulation of resources to fund capital needs and debt for capital needs for the County's school districts. In the current fiscal year, restricted fund balance of the Schools Capital Projects Fund was \$3,630,033.

The Schools Capital Projects Fund fund balance decreased \$517,079. This decrease was due to expenditures that were more than the revenues for capital outlay for the school systems.

The County's other two major capital project funds are the Airport Expansion Capital Project and the Schools Construction Fund. The Airport Expansion fund accounts for the resources and costs for various construction projects at the Clinton-Sampson Airport. This construction is funded primarily grant funds from the North Carolina Department of Transportation. The School Construction fund accounts for the

resources and costs to construct new school facilities in the County. This fund currently has a fund balance of \$792,185.

General Fund Budgetary Highlights: During the fiscal year, the County revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased revenues by \$12,396,213 or approximately sixteen percent (16%). The increase was due primarily to an adjustment related to the COVID pandemic. The County elected to adopt the same budget as the prior year due to the uncertainty surrounding the collection of tax revenues due to the pandemic. At mid-year the County adjusted the budget to reflect higher estimated revenue collections.

Proprietary Funds. Sampson County’s proprietary funds provide the same type of information found in the government-wide statements but in more detail. During the year, net position increased by \$873,416. This increase was due primarily to a decrease in costs of operations and increased collections of water fees.

Capital Asset and Debt Administration

Capital assets. Sampson County’s capital assets for its governmental and business-type activities as of June 30, 2021, totals \$152,250,204 (net of accumulated depreciation). These assets include buildings, land, machinery and equipment, vehicles, and construction in progress.

Major capital asset transactions during the year include:

- Construction in progress for Airport.
- Construction in progress for County buildings.
- Purchases of new equipment and vehicles.

SAMPSON COUNTY’S CAPITAL ASSETS (net of depreciation)

Figure 4

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 8,905,754	\$ 6,548,517	\$ 225,319	\$ 225,319	\$ 9,131,073	\$ 6,773,836
Buildings & Systems	99,698,047	103,382,273	21,444,091	22,336,645	121,142,138	125,718,918
Machinery & Equipment	6,989,768	4,626,605	368,828	148,140	7,358,596	4,774,745
Vehicles & Motorized Equ	3,045,778	2,752,293	259,750	241,879	3,305,528	2,994,172
Construction in Progress	7,890,768	5,902,030	3,422,101	881,294	11,312,869	6,783,324
Total	\$ 126,530,115	\$ 123,211,718	\$ 25,720,089	\$ 23,833,277	\$ 152,250,204	\$ 147,044,995

Additional information on the County’s capital assets can be found in note II.A.5 of the Basic Financial Statements.

Long-term Debt. As of June 30, 2021, Sampson County had total bonded debt outstanding of \$9,020,000 which is debt backed by the full faith and credit of the Water and Sewer Districts. The County also had \$93,825,000 in limited obligation bonds, \$10,389,459 outstanding in installment/purchase contracts, \$2,950,000 outstanding in installment purchase revenue bonds, \$844,986 outstanding in qualified zone academy bonds, \$1,556,524 outstanding in state clean water bonds – all of which are being paid from general fund, school capital reserve fund, NC Education Lottery funds and water district service revenues.

Sampson County’s Outstanding Debt
Figure 5

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	\$ -	\$ -	\$ 9,020,000	\$ 9,338,500	\$ 9,020,000	\$ 9,338,500
Installment Purchases	8,777,620	-	1,611,839	1,640,125	10,389,459	1,640,125
Qualified Zone Academy Bonds	844,986	1,093,557	-	-	844,986	1,093,557
Revenue Bonds	2,950,000	3,930,000	-	-	2,950,000	3,930,000
Limited Obligation Bonds	93,825,000	96,555,000	-	-	93,825,000	96,555,000
Unamortized Premium on LOBs	9,462,455	9,933,146	-	-	9,462,455	9,933,146
Unamortized Premium on GOs	-	-	642,718	670,810	642,718	670,810
State Clean Water Bonds	-	-	1,556,524	648,651	1,556,524	648,651
Compensated Absences	2,486,611	2,684,237	76,010	82,395	2,562,621	2,766,632
Net Pension Liability (LGRS)	11,248,080	9,066,032	236,197	189,609	11,484,277	9,255,641
Total Pension Liability (LEOSSA)	3,247,167	2,120,056	-	-	3,247,167	2,120,056
Other Post-employment Benefits	10,918,530	10,525,713	180,470	232,287	11,099,000	10,758,000
Total	\$ 143,760,449	\$ 135,907,741	\$ 13,323,758	\$ 12,802,377	\$ 157,084,207	\$ 148,710,118

Sampson County’s total outstanding debt increased by \$5,380,136 or approximately five percent (5%) during the past fiscal year, primarily due to new loans for equipment and the construction of new Emergency Management facilities.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government’s boundaries. The legal debt margin for Sampson County is \$289,234,821.

Additional information regarding Sampson County’s long-term debt can be found in note II. B. 7 of this audited financial report.

Economic Factors and Next Year’s Budgets and Rates

The following key economic indicators reflect the growth and prosperity of the County.

- The County's unemployment rate as of December, 2020 of 5.6% was lower than the State average of 6.1%.
- The property tax base increased by approximately three percent (3%). This was largely due to increases in business personal property listings and home construction.

- The tax collection rate of approximately 97.86% was slightly higher than the prior year. This is attributable to the waning effects of the pandemic.

Some of these factors and others were considered when management prepared Sampson County's budget ordinance for the 2021-2022 fiscal year.

Budget Highlights for the Fiscal Year Ending June 30, 2022

Governmental Activities: In the fiscal year ending June 30, 2022, the County tax rate remained the same at \$.825 cents per \$100 of value. The total operating budget is projected to increase due primarily to salary increases for employees.

General Fund revenues are projected to increase.

Budgeted expenditures in the General Fund are budgeted to increase.

Management continues to evaluate revenues and adjust expenditures based on the effects of the pandemic.

Business-type Activities: The water rates in the County will remain steady. General operating expenses are expected to remain steady.

Requests for Information

This report is designed to provide an overview of the County's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Officer, Sampson County, 406 County Complex Road, Suite 120, Clinton, N.C. 28328.

Basic Financial Statements



SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF NET POSITION
June 30, 2021

	Primary Government			Component Units	
	Governmental	Business-Type	Total	Sampson County	Sampson
	Activities	Activities		Tourism Development	Reg. Medical
			Authority	Center, Inc.	
ASSETS					
Cash and cash equivalents	\$ 31,317,009	\$ 2,520,155	\$ 33,837,164	\$ 337,927	\$ 7,813,797
Short-term investments	-	-	-	-	1,192,985
Receivables (net)	15,186,180	700,400	15,886,580	20,645	5,463,915
Inventories	6,408	218,347	224,755	-	1,828,294
Prepays	-	-	-	-	726,522
Restricted cash and cash equivalents	11,822,814	-	11,822,814	-	19,358,847
Other non-current receivables	-	-	-	-	-
Net pension asset	88,633	-	88,633	-	-
Capital assets:					
Land, improvements, and construction in progress	16,796,522	3,647,420	20,443,942	-	2,289,829
Other capital assets, net of depreciation	109,733,593	22,072,669	131,806,262	-	18,858,343
Total capital assets	126,530,115	25,720,089	152,250,204	-	21,148,172
Total assets	\$ 184,951,159	\$ 29,158,991	\$ 214,110,150	\$ 358,572	\$ 57,532,532
DEFERRED OUTFLOWS OF RESOURCES	9,610,498	167,067	9,777,565	-	-
LIABILITIES					
Accounts payable and accrued liabilities	\$ 4,719,777	\$ 350,388	\$ 5,070,165	\$ 830	\$ 20,117,456
Long-term liabilities:					
Due within one year	7,843,069	576,135	8,419,204	-	1,060,328
Due in more than one year	110,503,603	12,330,956	122,834,559	-	3,668,423
Total pension liability - LEOSSA	3,247,167	-	3,247,167	-	-
Net pension liability - LGERS	11,248,080	236,197	11,484,277	-	-
Net OPEB Liability	10,918,530	180,470	11,099,000	-	-
Total liabilities	148,480,226	13,674,146	162,154,372	830	24,846,207
DEFERRED INFLOWS OF RESOURCES	2,148,234	17,329	2,165,563	-	-
NET POSITION					
Net Investment in capital assets	31,627,494	13,531,726	45,159,220	-	16,419,421
Restricted for:					
Stabilization by state statute	13,708,485	-	13,708,485	20,645	-
Public safety	585,550	-	585,550	-	-
Debt Service	-	-	-	-	-
Education	3,553,519	-	3,553,519	-	-
Capital acquisitions	-	-	-	-	119,531
Specific operating activities	-	-	-	-	387,007
Unrestricted	(5,541,851)	2,102,857	(3,438,994)	337,097	15,488,492
Net position of controlled organization	43,933,197	15,634,583	59,567,780	357,742	32,414,451
Noncontrolling interest in entity	-	-	-	-	271,874
Total net position	\$ 43,933,197	\$ 15,634,583	\$ 59,567,780	\$ 357,742	\$ 32,686,325

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 7,208,852	\$ 1,516,561	\$ 2,998,248	\$ -
Public safety	27,443,217	2,017,608	4,049,174	-
Economic and physical development	4,065,293	-	788,166	-
Environmental protection	1,161,547	-	27,788	-
Human services	23,341,668	4,074,670	12,614,236	-
Culture and recreation	1,590,411	-	-	-
Education	16,955,931	-	-	-
Interest on long-term debt	4,520,186	-	-	-
Total governmental activities	<u>86,287,105</u>	<u>7,608,839</u>	<u>20,477,612</u>	<u>-</u>
Business-type activities:				
Water District II	2,627,989	3,500,986	-	-
Water District I	854,331	854,380	-	-
Total business-type activities	<u>3,482,320</u>	<u>4,355,366</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 89,769,425</u>	<u>\$ 11,964,205</u>	<u>\$ 20,477,612</u>	<u>\$ -</u>
Component units:				
Sampson County Tourism Dev Authority	110,985	-	-	-
Sampson Regional Medical Ctr. Inc.	64,311,063	65,553,818	-	-
Total component unit	<u>\$ 64,422,048</u>	<u>\$ 65,553,818</u>	<u>\$ -</u>	<u>\$ -</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Functions/Programs	Net (Expense) Revenue and Changes in Net Position				
	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Sampson County Tourism Development Authority	Sampson Reg. Medical Center, Inc.
Primary Government:					
Governmental Activities:					
General government	\$ (2,694,043)	\$ -	\$ (2,694,043)		
Public safety	(21,376,435)	-	(21,376,435)		
Economic and physical development	(3,277,127)	-	(3,277,127)		
Environmental protection	(1,133,759)	-	(1,133,759)		
Human services	(6,652,762)	-	(6,652,762)		
Culture and recreation	(1,590,411)	-	(1,590,411)		
Education	(16,955,931)	-	(16,955,931)		
Interest on long-term debt	(4,520,186)	-	(4,520,186)		
Total governmental activities	<u>(58,200,654)</u>	<u>-</u>	<u>(58,200,654)</u>		
Business-type activities:					
Water District II	-	872,997	872,997		
Water District I	-	49	49		
Total business-type activities	<u>-</u>	<u>873,046</u>	<u>873,046</u>		
Total primary government	<u>\$ (58,200,654)</u>	<u>\$ 873,046</u>	<u>\$ (57,327,608)</u>		
Component units:					
Sampson County Tourism Dev Authority				\$ (110,985)	\$ -
Sampson Regional Medical Ctr. Inc.				-	1,242,755
Total component units				<u>\$ (110,985)</u>	<u>\$ 1,242,755</u>
General revenues:					
Taxes:					
Property taxes, levied for general purpose	45,193,779	-	45,193,779	-	-
Other taxes and fees	16,283,748	-	16,283,748	170,921	-
Investment earnings, unrestricted	5,313	370	5,683	4	123,457
Miscellaneous, unrestricted	3,570,356	-	3,570,356	22,317	(169,827)
Total general revenues excluding transfers	65,053,196	370	65,053,566	193,242	(46,370)
Transfers	-	-	-	-	-
Total general revenues and transfers	<u>65,053,196</u>	<u>370</u>	<u>65,053,566</u>	<u>193,242</u>	<u>(46,370)</u>
Change in net position	6,852,542	873,416	7,725,958	82,257	1,196,385
Net position - beginning	37,080,655	14,761,167	51,841,822	275,485	31,218,066
Net position - ending	<u>\$ 43,933,197</u>	<u>\$ 15,634,583</u>	<u>\$ 59,567,780</u>	<u>\$ 357,742</u>	<u>\$ 32,414,451</u>

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

SAMPSON COUNTY, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	Major			
	General	Schools Capital Project	School Construction Fund	Airport Expansion Capital Project
ASSETS				
Cash and cash equivalents	\$ 28,927,009	\$ -	\$ -	\$ -
Restricted cash	850,880	2,761,334	792,185	-
Taxes receivable (net)	1,676,203	-	-	-
Accounts receivable	11,222,462	868,699	-	-
Due from other funds	453,027	-	-	-
Inventories	6,408	-	-	-
Total Assets	<u>\$ 43,135,989</u>	<u>\$ 3,630,033</u>	<u>\$ 792,185</u>	<u>\$ -</u>
Liabilities:				
Accounts payable and accrued liabilities	\$ 2,967,793	\$ -	\$ -	60,546
Due to general fund	-	-	-	364,170
Total Liabilities	<u>2,967,793</u>	<u>-</u>	<u>-</u>	<u>424,716</u>
Deferred Inflows of Resources:				
Property taxes receivable	1,676,203	-	-	-
Prepaid grant revenue	-	-	-	-
Prepaid taxes	103,336	-	-	-
Total Deferred Inflows of Resources	<u>1,779,539</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable				
Inventories	6,408	-	-	-
Restricted				
Stabilization by state statute	11,675,489	868,699	-	-
Public safety	586,694	-	-	-
Debt service	-	-	-	-
Education	-	2,761,334	792,185	-
Revaluation	264,186	-	-	-
Committed				
Nonmajor funds	-	-	-	-
Economic development	-	-	-	-
Capital projects	4,209,956	-	-	(424,716)
Assigned				
Subsequent year's expenditures	3,248,786	-	-	-
Unassigned				
	18,397,138	-	-	-
Total fund balances	<u>38,388,657</u>	<u>3,630,033</u>	<u>792,185</u>	<u>(424,716)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 43,135,989</u>	<u>\$ 3,630,033</u>	<u>\$ 792,185</u>	<u>\$ -</u>

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

SAMPSON COUNTY, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	Non-Major Other Governmental Funds	Total Governmental Funds
ASSETS		
Cash and cash equivalents	\$ 825,140	\$ 29,752,149
Restricted cash	7,418,415	11,822,814
Taxes receivable (net)	106,734	1,782,937
Accounts receivable	1,164,297	13,255,458
Due from other funds	-	453,027
Inventories	-	6,408
Total Assets	<u>\$ 9,514,586</u>	<u>\$ 57,072,793</u>
LIABILITIES		
Liabilities:		
Accounts payable and accrued liabilities	\$ 501,106	\$ 3,529,445
Due to general fund	88,857	453,027
Total Liabilities	<u>589,963</u>	<u>3,982,472</u>
Deferred Inflows of Resources:		
Property taxes receivable	106,734	1,782,937
Prepaid grant revenue	173,116	173,116
Prepaid taxes	-	103,336
Total Deferred Inflows of Resources	<u>279,850</u>	<u>2,059,389</u>
Fund balances:		
Nonspendable		
Inventories	-	6,408
Restricted		
Stabilization by state statute	1,164,297	13,708,485
Public safety	(1,144)	585,550
Debt service	-	-
Education	-	3,553,519
Revaluation	-	264,186
Committed		
Nonmajor funds	528,074	528,074
Economic development	-	-
Capital projects	6,953,546	10,738,786
Assigned		
Subsequent year's expenditures	-	3,248,786
Unassigned		
	-	18,397,138
Total fund balances	<u>8,644,773</u>	<u>51,030,932</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 9,514,586</u>	<u>\$ 57,072,793</u>

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



SAMPSON COUNTY, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

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

Total Fund Balance, Governmental Funds	51,030,932
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	126,530,115
Net Pension Asset	88,633
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds	147,187
Charges related to advance refunding bonds issued	(9,462,455)
Benefit payments and pension administrative costs are deferred outflows of resources on the Statement of Activities	5,038,757
Contributions to pension plans in the current fiscal year are deferred outflows of resources on the Statement of Net Position	4,571,741
Net Pension Liability	(11,248,080)
Net OPEB Liability	(10,918,530)
Total Pension Liability	(3,247,167)
Deferred inflows of resources for taxes	1,782,937
Deferred gain related to bonding refunding issue	(781,036)
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(108,884,217)
Pension and other post-employment benefits liability	(2,066,361)
Internal service fund allocation	1,350,741
Net Position of Governmental Activities	<u>\$ 43,933,197</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Major			
	General	Schools Capital Projects	School Construction Fund	Airport Expansion Capital Project
REVENUES				
Ad Valorem taxes	\$ 42,014,464	\$ -	\$ -	\$ -
Other taxes and licenses	13,049,070	3,234,678	-	-
Intergovernmental Revenues:				
Restricted	12,856,053	-	-	788,166
Permits and fees	858,372	-	-	-
Sales and services	6,290,479	-	-	-
Investment earnings	4,596	406	-	-
Miscellaneous	3,568,267	-	-	-
Total revenues	<u>78,641,301</u>	<u>3,235,084</u>	<u>-</u>	<u>788,166</u>
EXPENDITURES				
Current:				
General government	7,188,051	-	-	-
Public safety	21,976,630	-	-	-
Environmental protection	1,159,068	-	-	-
Economic and physical development	4,048,265	-	-	-
Human services	18,899,082	-	-	-
Culture and recreation	1,873,645	-	-	-
Education	16,955,931	-	-	-
Debt service				
Principal	5,040,590	-	-	-
Interest and fees	4,400,292	-	-	-
Administration	119,894	-	-	-
Capital expansion	-	-	1,052	306,784
Total expenditures	<u>81,661,448</u>	<u>-</u>	<u>1,052</u>	<u>306,784</u>
Excess (deficiency) of revenues over expenditures	<u>(3,020,147)</u>	<u>3,235,084</u>	<u>(1,052)</u>	<u>481,382</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,278,044	-	-	-
Transfers out	-	(3,752,163)	-	-
Installment purchase debt issued	2,155,241	-	-	-
Total other financing sources (uses)	<u>6,433,285</u>	<u>(3,752,163)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	3,413,138	(517,079)	(1,052)	481,382
Fund balances-beginning	34,975,519	4,147,112	793,237	(906,098)
Fund balances-ending	<u>\$ 38,388,657</u>	<u>\$ 3,630,033</u>	<u>\$ 792,185</u>	<u>\$ (424,716)</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	<u>Non-Major</u>	
	Other	Total
	Governmental	Governmental
	Funds	Funds
REVENUES		
Ad Valorem taxes	\$ 3,407,887	\$ 45,422,351
Other taxes and licenses	-	16,283,748
Intergovernmental Revenues:		
Restricted	6,035,580	19,679,799
Permits and fees	1,261,305	2,119,677
Sales and services	-	6,290,479
Investment earnings	311	5,313
Miscellaneous	2,089	3,570,356
Total revenues	<u>10,707,172</u>	<u>93,371,723</u>
EXPENDITURES		
Current:		
General government	-	7,188,051
Public safety	5,449,559	27,426,189
Environmental protection	861	1,159,929
Economic and physical development	-	4,048,265
Human services	4,300,669	23,199,751
Culture and recreation	-	1,873,645
Education	-	16,955,931
Debt service		
Principal	-	5,040,590
Interest and fees	-	4,400,292
Administration	-	119,894
Capital expansion	1,848,852	2,156,688
Total expenditures	<u>11,599,941</u>	<u>93,569,225</u>
Excess (deficiency) of revenues over expenditures	<u>(892,769)</u>	<u>(197,502)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	-	4,278,044
Transfers out	(525,881)	(4,278,044)
Installment purchase debt issued	7,694,100	9,849,341
Total other financing sources (uses)	<u>7,168,219</u>	<u>9,849,341</u>
Net change in fund balance	6,275,450	9,651,839
Fund balances-beginning	2,369,323	41,379,093
Fund balances-ending	<u>\$ 8,644,773</u>	<u>\$ 51,030,932</u>

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



SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

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

Net changes in fund balances - total governmental funds	\$ 9,651,839
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(3,408,397)
Cost of capital asset disposed of during the year, not recongized on modified accrual basis	-
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	1,047,716
Benefit payments and administration costs are deferred outflows of resources on the Statement of Net Position	(1,284,676)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	(3,991,276)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and realted items.	4,630,922
Difference in insurance expense between fund statements (modified accrual) and government-wide statements (full accrual) due to the allocation of profit from internal service fund	(355,063)
Some expenses reported in the statement of activites do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>561,477</u>
Total changes in net position of governmental funds	<u>\$ 6,852,542</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-GENERAL FUND
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Positive (Negative)
Revenues				
Ad Valorem taxes	\$ 39,255,983	\$40,946,555	\$42,014,464	\$ 1,067,909
Other taxes and licenses	10,374,427	11,416,803	13,049,070	1,632,267
Intergovernmental Revenues:				
Restricted	12,034,270	14,663,911	12,856,053	(1,807,858)
Permits and fees	700,500	754,800	858,372	103,572
Sales and services	6,159,860	6,003,529	6,290,479	286,950
Investment earnings	-	-	3,926	3,926
Miscellaneous	<u>2,925,219</u>	<u>3,012,510</u>	<u>3,568,267</u>	<u>555,757</u>
Total revenues	<u>71,450,259</u>	<u>76,798,108</u>	<u>78,640,631</u>	<u>1,842,523</u>
Expenditures				
Current:				
General government	7,404,484	8,149,401	7,188,051	961,350
Public safety	20,802,786	23,565,187	21,976,630	1,588,557
Environmental protection	1,315,144	1,335,541	1,159,068	176,473
Economic and physical dev	1,698,091	4,204,176	4,048,265	155,911
Human services	19,501,990	22,187,579	18,899,082	3,288,497
Education	15,286,488	18,079,866	16,955,931	1,123,935
Culture and recreation	2,187,402	2,224,880	1,873,645	351,235
Debt service				
Principal	5,041,600	5,041,600	5,040,590	1,010
Interest and fees	4,005,373	4,940,091	4,400,292	539,799
Administration	122,981	122,981	119,893	3,088
Contingency	<u>149,261</u>	<u>60,511</u>	<u>-</u>	<u>60,511</u>
Total expenditures	<u>77,515,600</u>	<u>89,911,813</u>	<u>81,661,447</u>	<u>8,250,366</u>
Revenues over (under) expenditures	<u>(6,065,341)</u>	<u>(13,113,705)</u>	<u>(3,020,816)</u>	<u>(6,407,843)</u>
Other Financing Sources (Uses)				
Transfers in	3,260,769	5,265,522	4,380,043	(885,479)
Transfers out	-	(471,500)	(471,500)	-
Loan proceeds	<u>783,929</u>	<u>3,059,994</u>	<u>2,155,241</u>	<u>(904,753)</u>
Total other financing sources (uses)	<u>4,044,698</u>	<u>7,854,016</u>	<u>6,063,784</u>	<u>(1,790,232)</u>

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

**SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-GENERAL FUND
For the Year Ended June 30, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Positive (Negative)
Revenues and Other Sources Over (Under) Expenditures and Other Uses	(2,020,643)	(5,259,689)	3,042,968	8,302,657
Appropriated Fund Balance	<u>2,020,643</u>	<u>5,259,689</u>	<u>-</u>	<u>(5,259,689)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	3,042,968	<u>\$ 3,042,968</u>
Fund balance -beginning			<u>30,871,547</u>	
Fund balance - ending				<u>\$33,914,515</u>

The legally budgeted Tax Revaluation and Capital Reserve Funds are consolidated into the General Fund for reporting purposes:

Property taxes & Interest income	670
Transfers to General Fund	(102,000)
Transfer from General Fund	471,500
Revaluation costs	<u>-</u>
Fund Balance Beginning	<u>4,103,972</u>
Fund Balance Ending(Exhibit 4)	<u>\$38,388,657</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2021

	Major			Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Total	
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 528,717	\$ 1,991,438	\$ 2,520,155	\$ 1,564,860
Accounts receivable (net)	177,610	51,564	229,174	598
Water fees receivable (net)	434,245	36,981	471,226	-
Inventory	159,912	58,435	218,347	-
Total current assets	<u>1,300,484</u>	<u>2,138,418</u>	<u>3,438,902</u>	<u>1,565,458</u>
Noncurrent assets:				
Capital assets:				
Land, improvements, and construction in progress	3,630,613	16,807	3,647,420	-
Other capital assets net of depreciation	20,437,103	1,635,566	22,072,669	-
Total capital assets	<u>24,067,716</u>	<u>1,652,373</u>	<u>25,720,089</u>	<u>-</u>
Total assets	<u>25,368,200</u>	<u>3,790,791</u>	<u>29,158,991</u>	<u>1,565,458</u>
DEFERRED OUTFLOWS OF RESOURCE	<u>133,654</u>	<u>33,413</u>	<u>167,067</u>	<u>-</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2021

	Major			Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Total	
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	260,055	90,333	350,388	214,717
Compensated absences	19,230	10,474	29,704	-
Notes payable	220,931	-	220,931	-
General obligation bonds payable	290,000	35,500	325,500	-
Total Current Liabilities	<u>790,216</u>	<u>136,307</u>	<u>926,523</u>	<u>214,717</u>
Noncurrent liabilities:				
Compensated absences	30,594	15,711	46,305	-
Notes payable	2,947,432	-	2,947,432	-
Unamortized premium on bonds	642,719	-	642,719	-
General obligation bonds payable	8,120,000	574,500	8,694,500	-
Net pension liability	188,958	47,239	236,197	-
Net OPEB liability	144,376	36,094	180,470	-
Total noncurrent liabilities	<u>12,074,079</u>	<u>673,544</u>	<u>12,747,623</u>	<u>-</u>
Total liabilities	<u>12,864,295</u>	<u>809,851</u>	<u>13,674,146</u>	<u>214,717</u>
DEFERRED INFLOWS OF RESOURCE	<u>13,863</u>	<u>3,466</u>	<u>17,329</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	12,489,353	1,042,373	13,531,726	-
Debt service	-	-	-	-
Unrestricted	134,343	1,968,514	2,102,857	1,350,741
Total net position	<u>\$ 12,623,696</u>	<u>\$ 3,010,887</u>	<u>\$ 15,634,583</u>	<u>\$ 1,350,741</u>

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



SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Major			Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Total	
OPERATING REVENUES				
Charges for services	\$ 2,459,889	\$ 818,086	\$ 3,277,975	\$ 6,247,632
Water tap fees	70,400	8,300	78,700	-
Miscellaneous	83,982	27,994	111,976	42,540
Total operating revenues	<u>2,614,271</u>	<u>854,380</u>	<u>3,468,651</u>	<u>6,290,172</u>
OPERATING EXPENSES				
Administration	514,682	131,789	646,471	-
Water Distribution	120,356	344,631	464,987	-
Operations and maintenance	712,038	209,344	921,382	-
Depreciation	850,001	135,724	985,725	-
Claims paid	-	-	-	6,645,465
Total operating expenses	<u>2,197,077</u>	<u>821,488</u>	<u>3,018,565</u>	<u>6,645,465</u>
Operating income (loss)	<u>417,194</u>	<u>32,892</u>	<u>450,086</u>	<u>(355,293)</u>
NONOPERATING REVENUES (EXPENSES)				
Interest earnings	148	222	370	230
State grants	886,715	-	886,715	-
Transfer from general fund	-	-	-	-
Interest expense	(430,912)	(32,843)	(463,755)	-
Total nonoperating revenues (expenses)	<u>455,951</u>	<u>(32,621)</u>	<u>423,330</u>	<u>230</u>
Change in net position	873,145	271	873,416	(355,063)
Total net position - beginning	<u>11,750,551</u>	<u>3,010,616</u>	<u>14,761,167</u>	<u>1,705,804</u>
Total net position - ending	<u>\$ 12,623,696</u>	<u>\$ 3,010,887</u>	<u>\$ 15,634,583</u>	<u>\$ 1,350,741</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Major			Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Total	
Cash flows from operating activities:				
Cash received from customers	\$ 2,372,538	\$ 818,086	\$ 3,190,624	\$ 6,304,354
Cash paid for goods and services	(779,319)	(536,672)	(1,315,991)	(6,430,747)
Cash paid to employees for services	(603,146)	(175,392)	(778,538)	-
Customer deposits received	-	-	-	-
Customer deposits returned	-	-	-	-
Other operating revenues	154,382	36,294	190,676	42,540
Net cash provided (used) by operating activities	<u>1,144,455</u>	<u>142,316</u>	<u>1,286,771</u>	<u>(83,853)</u>
Cash flows from noncapital financing activities:				
Due to (from) other funds	-	-	-	-
Transfers from other funds	-	-	-	-
Net cash provided by noncapital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(2,695,718)	(170,817)	(2,866,535)	-
Capital contributions-grants	886,715	-	886,715	-
Loan proceeds	1,054,283	-	1,054,283	-
Principal paid on bond maturities and equipment contracts	(459,697)	(33,500)	(493,197)	-
Interest paid on bond maturities and equipment contracts	(456,185)	(32,979)	(489,164)	-
Net cash provided (used) by capital and related financing activities	<u>(1,670,602)</u>	<u>(237,296)</u>	<u>(1,907,898)</u>	<u>-</u>
Cash flows from investing activities:				
Interest	148	222	370	230
Net increase (decrease) in cash and cash equivalents	(525,999)	(94,758)	(620,757)	(83,623)
Cash and cash equivalents, July 1	1,054,716	2,086,196	3,140,912	1,648,483
Cash and cash equivalents, June 30	<u>\$ 528,717</u>	<u>\$ 1,991,438</u>	<u>\$ 2,520,155</u>	<u>\$ 1,564,860</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Major		Total	Internal Service Fund
	Water and Sewer District II	Water and Sewer District I		
Reconciliation of operating income to net cash provided by operating activities				
Operating income (loss)	\$ 417,194	\$ 32,892	\$ 450,086	\$ (355,293)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	850,001	135,724	985,725	-
Changes in assets and liabilities:				
(Increase) decrease in assets:				
Accounts receivable	(87,351)	(5,909)	(93,260)	201,477
Inventory	36,743	(26,227)	10,516	-
Increase (decrease) in liabilities:				
Accounts payable & accrued liab.	24,924	51,922	76,846	69,963
Compensated absences	(73,422)	(40,178)	(113,600)	-
Other post-employment benefits	(23,634)	(5,908)	(29,542)	-
Total adjustments	727,261	109,424	836,685	271,440
Net cash provided (used) by operating activities	\$ 1,144,455	\$ 142,316	\$ 1,286,771	\$ (83,853)

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

SAMPSON COUNTY, NORTH CAROLINA
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	<u>Custodial Fund</u>
ASSETS	
Cash and Cash Equivalents	\$ 395,588
Accounts Receivable	77,824
Total Assets	<u>473,412</u>
LIABILITIES	
Accounts Payable	24,012
Miscellaneous Liabilities	449,400
Total Liabilities	<u>473,412</u>
NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	<u>-</u>
Total Net Position	<u>\$ -</u>

SAMPSON COUNTY, NORTH CAROLINA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2021

	<u>Custodial Fund</u>
ADDITIONS	
Collections on behalf of others	\$ 5,911,754
Total Additions	<u>5,911,754</u>
DEDUCTIONS	
Distribution of Collections	<u>5,911,754</u>
Total Deductions	<u>5,911,754</u>
Net Increase (Decrease) in Fiduciary Net Position	-
Net Position - Beginning	<u>-</u>
Net Position - Ending	<u>\$ -</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTE TO FINANCIAL STATEMENTS
June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Sampson 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 five-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 units, legally separate entities for which the County is financially accountable. Sampson County Water & Sewer Districts I & II (the Districts) exist to provide and maintain a water system for the County residents within the Districts. The Districts are reported as an enterprise fund in the County's financial statements. Sampson County Industrial Facility and Pollution Control Financing Authority (the IFP 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. Sampson Area Development Corporation (the Corporation) exists to issue debt for the construction of public buildings, school buildings, and shell buildings for economic development purposes. The Corporation has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. Sampson Regional Medical Center, Incorporated (the Hospital), which has a September 30 year-end is presented as if it is a separate proprietary fund of the County (discrete presentation). Sampson County Tourism Development Authority (the Authority) is presented as if it is a separate proprietary fund of the County (discrete presentation) and was created to promote travel and tourism in Sampson County using an occupancy tax levied on gross receipts from accommodations. 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
Sampson County Water & Sewer Districts I & II	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the Districts.	None Issued
Sampson County Industrial Facility and Pollution Control 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
Sampson Area Development Corporation	Discrete	The Corporation is governed by a five-member board of directors that is appointed by the County Commissioners. The County can remove any director of the Corporation with or without cause.	None Issued
Sampson Regional Medical Center, Incorporated	Discrete	The Hospital is a public hospital operated by a not-for-profit corporation which has leased the hospital facilities from the County. The County appoints the Board of Trustees for the hospital. The County also issues debt for the Hospital buildings and equipment.	Sampson Regional Medical Center, Inc. 607 Beamon Street Clinton, NC 28328
Sampson County Tourism Development Authority	Discrete	The Authority is governed by a twelve-member board of directors that is appointed by the County Commissioners. The County can remove any director of the Authority with or without cause.	Sampson County Finance Office PO Box 257 Clinton, NC 28329

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting

1. 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 units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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 funds 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 non-major funds.

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

The County reports the following major governmental funds:

General Fund – This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Tax Revaluation Fund and the Capital Projects 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.

Schools Capital Projects Fund- This fund accounts for receipts and disbursements of sales tax funds that are earmarked for school capital outlay and debt service.

Schools Construction Capital Project Fund- This fund accounts for the resources and costs to build and renovate school buildings in the County.

Airport Expansion Apron Capital Project Fund- This fund accounts for the resources and costs to build and expand the Clinton-Sampson Airport.

The County reports the following major enterprise funds:

Sampson County Water District II Fund– This fund is used to account for the operations of Water and Sewer District II within the County.

Sampson County Water District I Fund – This fund is used to account for the operations of Water and Sewer District I within the County.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued)

1. Basis of Presentation, Measurement Focus – Basis of Accounting (Continued)

The County reports the following fund types:

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 maintained miscellaneous custodial funds.

Non-major Funds - The County maintains sixteen legally budgeted funds. The Emergency Telephone System Fund, Sampson Area Transportation, CARES Act Fund, the Fire Districts Fund, Soil and Water District, Hurricane Florence Hazard Mitigation, Urgent Home Repair, Community Development Grant ESFR-17, Disaster Recovery Grant ESFR-17, Disaster Recovery Grant DRA-17, Disaster Recovery NCEM Hazard Mitigation, Community Development ESFR-20 and Community Development CDBG-NR are reported as nonmajor special revenue funds. The Courthouse Annex Renovations, Emergency Management Facilities and County Buildings Construction are reported as capital projects funds.

2. Measurement Focus, Basis of Accounting

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

Government-wide, Proprietary, and Fiduciary Fund Financial Statements. The government-wide, 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 water and sewer system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued)

2. Measurement Focus, Basis of Accounting (Continued)

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

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

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as 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. As of September 1, 2013, State law altered the procedures for the assessment and collection of the property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013 and 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 is 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 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, the Special Revenue Funds (excluding grant projects), Debt Service Funds and the Enterprise Funds. All annual appropriations lapse at the fiscal year end. Project ordinances are adopted for the Capital Projects Fund, the Special Revenue Grant Projects, and the Enterprise Capital Projects Fund, which are consolidated with the related enterprise operating fund for reporting purposes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds and at the project level for the multi-year funds. The balances in the Capital Reserve Fund will be appropriated when transferred to a Capital Projects Fund in accordance with the project ordinance adopted for the Reserve Fund. Amendments are required for any revisions that alter total expenditures of any fund or that change functional appropriations. The governing board must approve all amendments. During the year, several immaterial amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, Deferred Inflows and Outflows of Resources, and Fund Equity

1. Deposits and Investments

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

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

The majority of the County, the Authority and the Hospital's investments are carried at fair value. Non-participating interest earning investment contracts are accounted for at cost. The North Carolina Management Trust (NCCMT), which consists of two SEC-registered funds, is authorized by G.S. 159-30(c)(8). One of these funds, the Government Portfolio, is a 2a-7 fund which invests in treasuries and government agencies and is rated AAAm by S&P and AAmf by Moody Investor Services. The Government Portfolio is reported at fair value.

2. Cash and Cash Equivalents

The County and the Authority pool money from several funds, except the Pension Trust Fund, to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are considered cash and cash equivalents. Sampson Regional Medical Center, Inc. considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

3. Restricted Assets

Cash held for school capital and public safety is restricted as required by state statute. Money in the Tax Revaluation Fund is classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150. The following table illustrates the breakdown of Sampson County restricted cash.

Sampson County Restricted Cash		
Governmental Activities		
General Fund	Public Safety	\$ 586,694
General Fund	Revaluation	264,186
CARES Act Fund	Unexpended CARES Act Funds	202,263
Emergency Management Facilities	Public Safety	7,216,152
Schools Capital Projects Fund	Education	2,761,334
Schools Construction Fund	Education	792,185
Total Governmental Activities		<u>11,822,814</u>
Total Restricted Cash		<u>\$ 11,822,814</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, Deferred Inflows and Outflows, and Fund Equity (Continued)

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, 2020. As allowed by State law, the County has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

5. Allowances for Doubtful Accounts

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

6. Inventories and Prepaid Items

The inventories of the County are valued at cost (first-in, first-out), which approximates market. The Hospital's inventories are valued at the lower of cost, derived primarily by use of the weighted average valuation method, or market. The County's General Fund inventory consists of expendable supplies that are recorded as expenditures when consumed. The inventory of the County's enterprise funds as well as those of the Hospital consists of materials and supplies held for consumption. The cost of the inventory carried in the County's enterprise funds and that of the Hospital is recorded as an expense as it is consumed. The Authority has no inventory.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

7. 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. 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 minimum capitalization threshold for land, buildings, improvements, lines and other plant and distribution systems, furniture and equipment, and vehicles is \$2,500.

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

Asset Class	Estimated Useful Lives
Buildings	40 years
Improvements	20 years
Vehicles	3-10 years
Furniture and equipment	5-20 years
Water distribution systems	40 years

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, Deferred Inflows and Outflows, and Fund Equity (Continued)

7. Capital Assets (Continued)

The County holds title to certain Sampson County and Clinton City Boards of Education properties that have not been included in capital assets. The properties have been deeded to the County to permit installment purchase financing of acquisition and construction costs and to permit the County to receive refunds of sales tax paid for construction costs. Agreements between the County and Boards of Education give the Boards 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 Boards of Education, once all restrictions of the financing agreements and all sales tax reimbursement requirements have been met. The properties are reflected as capital assets in the financial statements of the Sampson County and Clinton City Boards of Education.

Property and equipment acquisitions of the Hospital are recorded at cost. Property and equipment donated for hospital operations are recorded as additions to the donor-restricted plant replacement and expansion funds of the Hospital at fair value at the date of receipt and as a transfer to the Hospital's general fund balance when the assets are placed in service.

Depreciation of Hospital property and equipment is provided over the estimated useful life of each class of depreciable asset and is computed on the straight-line method. Hospital equipment under capital leases is amortized on the straight-line method over the shorter period of the lease term or the estimated useful life of the equipment. Estimated useful lives of the assets are as follows:

Asset Class	Estimated Useful Lives
Land improvements	5-15 years
Buildings	5-40 years
Fixed equipment	8-20 years
Movable equipment	3-20 years
Vehicles	4-6 years

The Authority has no fixed assets.

8. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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 position 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 – pension, and contributions made to the OPEB or pension plans in the current fiscal year. In addition to liabilities, the statement of financial 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 position 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 and grant revenue, taxes receivable, deferred gain on bond refunding and other OPEB or pension related deferrals.

9. Long-Term Obligations

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position.

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (Continued)

10. Compensated Absences

The vacation policies of the County and the Hospital provide for the accumulation of up to thirty days earned vacation leave with such leave being fully vested when earned. An expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned in the County's government-wide, proprietary fund, and Hospital statements.

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

11. Net Position/Fund Balances

Net Position

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

Fund Balances

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

The governmental fund types classify fund balances as follows:

Nonspendable 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.

Inventories - portion of fund balance that is not an available resource because it represents the year-end balance of ending inventories, which are not spendable resources.

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 in 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 revenues 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 by law through constitutional provisions or enabling legislation." RSS is reduced by inventories and prepaids as they are classified as nonspendable. Outstanding encumbrances are included within RSS. RSS is included as a component of Restricted Net position and Restricted fund balance on the face of the balance sheet.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (Continued)

11. Net Position/Fund Balances (Continued)

Restricted for Public Safety - portion of fund balance that is restricted by revenue source for expenditures in the Sheriff's department and portion of fund balance that is restricted by revenue source for fire protection expenditures.

Restricted for Education - portion of fund balance that can only be used for School Capital per G.S. 159-18-22.

Restricted for Debt Service - portion of fund balance required to be maintained in accordance with debt covenants.

Committed Fund Balance - Portion of fund balance that can only be used for specific purpose imposed by majority vote of Sampson County's governing body (highest level of decision-making authority). Any changes or removal of specific purposes requires majority action by the governing body.

Committed for various departments – portion of fund balance not available for appropriation because it represents revenues that were for specific purposes. This includes committed portion of fund balance in the nonmajor funds.

Committed for LEO pension obligation – portion of fund balance that will be used for the Law Enforcement Officers' Special Separation Allowance obligations.

Committed for Tax Revaluation – portion of the fund balance that can only be used for Tax Revaluation.

Assigned Fund Balance - portion of fund balance that the Sampson County governing board has budgeted.

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.

Unassigned Fund Balance - Portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

Sampson County adheres to the North Carolina Local Government Commission's recommendation of a minimum fund balance for the general fund which instructs management to conduct the business of the County in such a manner that available fund balance does not go below eight percent of budgeted expenditures. Any portion of the general fund balance in excess of 8% of budgeted expenditures may be appropriated for one-time expenditures and may not be used for any purpose that would obligate the County in a future budget.

12. Defined Benefit Pension and OPEB Plans

The County participates in three cost-sharing, multiple-employer, defined benefit pension plans that are administered by the State; the Local Governmental Employees' Retirement System (LGERS), the Registers of Deeds' Supplemental Pension Fund (RODSPF), the Law Enforcement Officers' Special Separation Allowance (LEOSSA) (collectively, the "state-administered defined benefit pension plans"), and one other postemployment benefit plan (OPEB), the Healthcare Benefits Plan (HCB). 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. For purposes of measuring the net OPEB liability, deferred outflows and inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the HCB and additions to/deductions from the HCB's fiduciary net position have been determined on the same basis as they are reported by the HCB. For this purpose, the HCB recognizes benefit payments when due and payable in accordance with the benefit terms. Investments for all plans are reported at fair value.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Reconciliation of Government-wide and Fund Financial Statements

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

The governmental fund balance sheet includes a reconciliation between total fund balance for the governmental funds and net position for governmental activities as reported in the government-wide statement of net position. The net adjustment of \$(7,097,735) consists of the following:

Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 194,954,093
Less accumulated depreciation	<u>68,423,978</u>
Net capital assets	<u>126,530,115</u>
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are unavailable in the fund statements	147,187
Net pension asset	88,633
Contributions to the pension plan in the current fiscal year	2,200,498
Benefit payments and pension administration costs for LEOSSA	33,523
Contributions to OPEB plan in the current fiscal year	1,490,720
Deferred gain on bond refunding	(781,036)
Charges related to advance refunding bonds issued	(9,462,455)
Equity of internal service fund which is used by management to charge the costs of employee health insurance to individual funds is reported in the government-wide statements but not the fund statements	1,350,741
Liabilities for revenue deferred but earned and therefore reported in the fund statements but not the government-wide	1,782,937
Pension related deferrals and OPEB related deferrals	4,795,011
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:	
Accrued interest payable	(975,615)
Bonds, leases, and installment financing	(106,397,606)
Compensated absences	(2,486,611)
Net OPEB liability	(10,918,530)
Net Pension liability	(11,248,080)
Total Pension liability	<u>(3,247,167)</u>
Total adjustment	<u>\$ (7,097,735)</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Reconciliation of Government-wide and Fund Financial Statements (Continued)

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances for the governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The total adjustment of \$(2,799,297) is comprised of the following:

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	\$ 8,876,462
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements	(5,468,065)
Cost of disposed capital assets not recorded in the fund statements	-
This amount is the net effect of these differences in the treatment of long-term debt and related items; it has no effect on the statement of activities – it affects only the government-wide statements	(4,348,358)
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	2,200,498
Benefit payments and administration costs for LEOSSA are deferred outflows of resources on the Statement of Net Position	33,523
Contributions to the OPEB plan are deferred outflows of resources on the Statement of Net Position	1,490,720
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements	
Difference in interest expense between fund statements (modified accrual) and government-wide statements (full accrual)	(9,499)
Difference in insurance expense between fund statements (modified accrual) and government-wide statements (full accrual) due to allocation of profit from internal service fund	(355,063)
OPEB Expense	(931,021)
Pension Expense	(4,224,032)
Amortization of debt issuance costs	56,184
Compensated absences	197,626
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements	
Change in accrued taxes receivable and related items	(318,272)
Total adjustment	<u>\$ (2,799,297)</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS

A. Assets

1. Deposits

All of the County's, Authority's and the Hospital's deposits are either 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, Authority's or the Hospital's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County, Authority and the Hospital, 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 Authority or the Hospital or with the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the County, Authority or the Hospital under the Pooling Method, the potential exists for under-collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County, Authority and the Hospital rely on the State Treasurer to monitor those financial institutions. The County, Authority and the Hospital analyze the financial soundness of any other financial institution used by them. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The Authority and the Hospital have no policy regarding custodial credit risk for deposits.

At June 30, 2021, the County's deposits had a carrying amount of \$22,877,156 and a bank balance of \$24,126,975. Of the bank balance, \$1,197,409 was covered by federal depository insurance; \$22,929,566 was covered by collateral held under the Pooling Method.

At June 30, 2021, Sampson County had \$4,828 cash on hand.

The Hospital's deposits had a carrying amount of \$7,813,797 and a bank balance of \$8,059,516 as of September 30, 2020. Of the bank balances, \$250,000 was covered by federal depository insurance as of September 30, 2020 and the remainder was covered under the Pooling Method.

The Authority's deposits had a carrying amount of \$337,927 and a bank balance of \$338,497 as of June 30, 2021. All of the bank balance was covered by federal depository insurance and the pooling method.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

2. Investments

At June 30, 2021, the County's investments consisted of \$23,173,582 in the North Carolina Capital Management Trust's Government Portfolio. The NCCMT Government Portfolio has an AAAm rating from Standard and Poor's and AAAMf by Moody's Investor Service. The County has no policy on credit risk.

At September 30, 2020, the Hospital's investments consisted of the following:

Investment Type	Valuation Measurement Method	Fair Value	Less Than 1 Year	2-3 Years
NC Capital Management Trust – Term Portfolio	Fair Value – Level 1	\$ 8,429,321	N/A	N/A
Total		\$ 8,429,321	N/A	N/A

The Hospital's investment in the NC Capital Management Trust's Government Portfolio carried a credit rating of AAAM by Standard & Poor's as of September 30, 2020.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

3. Receivables

Receivables at the government-wide level at June 30, 2021, were as follows:

	Accounts	Taxes & Accrued Interest	Due from Other Governments	Other	Total
Governmental Activities					
General	\$ 4,083,449	\$ 1,844,203	\$ 7,139,013	\$ 598	\$ 13,067,263
Accrued Interest	-	147,187	-	-	147,187
Other Governmental	138,467	116,534	1,894,529	-	2,149,530
Total Receivables	4,221,916	2,107,924	9,033,542	598	15,363,980
Less: Allowance Amount	-	(177,800)	-	-	(177,800)
Total	\$ 4,221,916	\$ 1,930,124	\$ 9,033,542	\$ 598	\$ 15,186,180
Business-type Activities					
Water Districts I and II	\$ 593,455	\$ -	\$ 186,850	\$ 42,325	\$ 822,630
Total Receivables	593,455	-	186,850	42,325	822,630
Less: Allowance Amount	(122,230)	-	-	-	(122,230)
Total	\$ 471,225	\$ -	\$ 186,850	\$ 42,325	\$ 700,400

Due from Other Governments for Governmental Activities that were owed to the County consists of the following:

Local Option Sales Tax	\$ 4,334,567
Other Taxes and Grants	4,698,975
Total	<u>\$ 9,033,542</u>

The Hospital's accounts receivable are presented net of the allowance for uncollectible accounts of \$13,215,000.

The Authority's accounts receivable are presented net of the allowance for uncollectible accounts of \$-0-.

4. Property Tax – Use Value Assessment on Certain Lands

In accordance with the general statutes, agriculture, horticulture, and forest land may be taxed by the County at the present use-value as opposed to market value. When the property loses its eligibility for the 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.

Year Levied	Tax	Interest	Total
2017	\$ 4,123,298	\$ 1,072,057	\$ 5,195,355
2018	4,190,602	712,402	4,903,004
2019	5,217,914	417,433	5,635,347
2020	5,228,617	-	5,228,617
	<u>\$ 18,760,431</u>	<u>\$ 2,201,892</u>	<u>\$ 20,962,323</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

5. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2021, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets not being depreciated				
Land	\$ 6,458,517	\$ 2,447,237	\$ -	\$ 8,905,754
Construction in progress	5,902,030	2,219,613	230,875	7,890,768
Total assets not being depreciated	<u>12,360,547</u>	<u>4,666,850</u>	<u>230,875</u>	<u>16,796,522</u>
Capital assets being depreciated:				
Buildings and improvements	152,004,209	-	-	152,004,209
Equipment	12,761,024	3,145,692	-	15,906,716
Vehicles and motor equipment	8,951,851	1,294,795	-	10,246,646
Total Assets being depreciated	<u>173,717,084</u>	<u>4,440,487</u>	<u>-</u>	<u>178,157,571</u>
Less accumulated depreciation for:				
Buildings and improvements	48,621,936	3,684,226	-	52,306,162
Equipment	8,134,419	782,529	-	8,916,948
Vehicles and motor equipment	6,199,558	1,001,310	-	7,200,868
Total accumulated depreciation	<u>62,955,913</u>	<u>\$ 5,468,065</u>	<u>\$ -</u>	<u>68,423,978</u>
Total capital assets being depreciated, net	<u>110,761,171</u>			<u>109,733,593</u>
Governmental activity capital assets, net	<u>\$ 123,121,718</u>			<u>\$ 126,530,115</u>

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

	<u>Depreciation</u>
General Government	\$ 4,075,547
Public Safety	1,144,270
Economic and Physical Development	29,496
Human Services	134,957
Environmental Protection	10,101
Cultural and Recreational	73,694
Total	<u>\$ 5,468,065</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Assets (Continued)

5. Capital Assets (Continued)

Business-Type Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Water District II				
Capital assets not being depreciated				
Land	\$ 208,512	\$ -	\$ -	\$ 208,512
Construction in progress	881,295	2,540,805	-	3,422,100
Total capital assets not being depreciated	<u>1,089,807</u>	<u>2,540,805</u>	<u>-</u>	<u>3,630,612</u>
Capital assets being depreciated				
Distribution systems	31,998,905	-	-	31,998,905
Equipment	294,965	121,055	-	416,020
Vehicles	250,776	33,858	-	284,634
Total capital assets being depreciated	<u>32,544,646</u>	<u>154,913</u>	<u>-</u>	<u>32,699,559</u>
Less accumulated depreciation for:				
Distribution systems	11,095,914	799,974	-	11,895,888
Equipment	184,421	25,862	-	210,283
Vehicles	132,119	24,165	-	156,284
Total accumulated depreciation	<u>11,412,454</u>	<u>\$ 850,001</u>	<u>\$ -</u>	<u>12,262,455</u>
Total capital assets being depreciated, net	<u>21,132,192</u>			<u>20,437,104</u>
Water District II capital assets, net	<u>\$ 22,221,999</u>			<u>\$ 24,067,716</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Water District I				
Capital assets not being depreciated				
Land	\$ 16,807	\$ -	\$ -	\$ 16,807
Total capital assets not being depreciated	<u>16,807</u>	<u>-</u>	<u>-</u>	<u>16,807</u>
Capital assets being depreciated				
Distribution systems	3,931,082	-	-	3,931,082
Equipment	49,132	136,961	-	186,093
Vehicles	235,451	33,856	-	269,307
Total capital assets being depreciated	<u>4,215,665</u>	<u>170,817</u>	<u>-</u>	<u>4,386,482</u>
Less accumulated depreciation for:				
Distribution systems	2,491,427	98,577	-	2,590,004
Equipment	11,536	11,467	-	23,003
Vehicles	112,229	25,680	-	137,909
Total accumulated depreciation	<u>2,615,192</u>	<u>\$ 135,724</u>	<u>\$ -</u>	<u>2,750,916</u>
Total capital assets being depreciated, net	<u>1,600,473</u>			<u>1,635,566</u>
Water District I capital assets, net	<u>1,617,280</u>			<u>1,652,373</u>
Business-type activities capital assets, net	<u>\$ 23,839,279</u>			<u>\$ 25,720,089</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

5. Capital Assets

Construction Commitments

The government has active construction projects as of June 30, 2021. At June 30, 2021, the government's commitments with contractors are as follows:

Project	Contract Amount	Remaining Commitment	Spent to Date
Emergency Management Facilities Construction	\$ 12,188,000	\$ 11,114,566	\$ 1,073,434

Discretely presented component units

The Authority does not have any fixed assets.

Capital asset activity for Sampson Regional Medical Center for the year ended September 30, 2020 was as follows:

Sampson Regional Medical Center	9/30/19	Increases	Decreases	9/30/20
Capital assets not being depreciated				
Land	\$ 1,962,056	\$ 11,213	\$ -	\$ 1,973,269
Construction in progress	592,011	1,519,549	1,795,000	316,560
Total capital assets not being depreciated	<u>2,554,067</u>	<u>1,530,762</u>	<u>1,795,000</u>	<u>2,289,829</u>
Capital assets being depreciated				
Land and improvements	2,118,355	-	-	2,118,355
Buildings and improvements	42,083,943	203,428	-	42,287,371
Furniture and equipment	57,253,565	3,720,564	501,224	60,472,905
Total capital assets being depreciated	<u>101,455,863</u>	<u>3,923,992</u>	<u>501,224</u>	<u>104,878,631</u>
Less accumulated depreciation for:				
Land and improvements	1,970,783	35,393	-	2,006,176
Buildings and improvements	30,369,875	1,673,376	-	32,043,251
Furniture and equipment	50,533,804	1,931,386	494,329	51,970,861
Total accumulated depreciation	<u>82,874,462</u>	<u>3,640,155</u>	<u>494,329</u>	<u>86,020,288</u>
Total capital assets being depreciated, net	<u>18,581,401</u>			<u>18,858,343</u>
Sampson Regional Medical Center capital assets, net	<u>\$ 21,135,468</u>			<u>\$ 21,148,172</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2021, were as follows:

	Vendors	Salaries & Benefits	Accrued Interest	Total
Governmental Activities				
General	\$ 2,788,867	\$ 178,926	\$ 975,615	\$ 3,943,408
Other Governmental	764,634	11,735	-	776,369
Total	\$ 3,553,501	\$ 190,661	\$ 975,615	\$ 4,719,777
Business-type Activities				
Water District II	\$ 216,193	\$ 530	\$ 43,332	\$ 260,055
Water District I	87,608	154	2,571	90,333
Total	\$ 303,801	\$ 684	\$ 45,903	\$ 350,388

2. Pension Plan and Other Postemployment Obligations

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

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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. 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 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 years of creditable service as a LEO if killed in the line of duty. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

Contributions. Contribution provisions are established by 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, 2021, was 10.90% of compensation for law enforcement officers and 10.15% 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 \$2,240,194 for the year ended June 30, 2021.

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.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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

At June 30, 2021, the County reported a liability of \$11,484,277 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020, 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, 2021, the County's proportion was .321380% (measured as of June 30, 2020), which was a decrease of .017540% from its proportion as of June 30, 2020 (measured as of June 30, 2019).

For the year ended June 30, 2021, the County recognized pension expense of \$3,905,930. At June 30, 2021, 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	\$ 1,450,263	\$ -
Changes in assumptions	854,655	-
Net difference between projected and actual earnings on pension plan investments	1,616,104	-
Changes in proportion and differences between County contributions and proportionate share of contributions	92,284	273,587
County contributions subsequent to the measurement date	2,240,194	-
Total	<u>\$ 6,253,500</u>	<u>\$ 273,587</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

\$2,240,194 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 ended June 30, 2022. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>	
2022	\$ 1,053,089
2023	1,403,442
2024	804,906
2025	478,282
2026	-
Thereafter	-
Total	<u>\$ 3,739,719</u>

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.50 percent
Investment rate of return	7.00 percent, net pension plan investment expense, including inflation

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

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2014.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2021, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	29.0%	1.4%
Global Equity	42.0%	5.3%
Real Estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Credit	7.0%	6.0%
Inflation Protection	6.0%	4.0%
Total	<u>100%</u>	

The information above is based on 30 year expectations developed with the consulting actuary for the 2019 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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 7.00 percent, as well as what the County's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the net pension liability (asset)	\$ 23,300,345	\$ 11,484,277	\$ 1,664,292

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.

b. Law Enforcement Officers Special Separation Allowance

Plan Description

Sampson 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 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 .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

Plan Description (Continued)

All full-time County law enforcement officers of the County are covered by the Separation Allowance. At December 31, 2019 (valuation date), the Separation Allowance's membership consisted of:

Retirees receiving benefits	2
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	<u>94</u>
Total	<u>96</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 are recognized when due and payable in accordance with the terms of the plan.

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

Actuarial Assumptions

The entry age actuarial cost method was used in the December 31, 2019 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 – 7.75 percent per annum
Discount rate	1.93 percent per annum, compounded annually

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2020.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

Contributions

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts necessary to cover the benefits earned on a pay as you go basis through appropriations made in the General Fund operating budget. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The County paid \$33,523 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, 2021, the County reported a total pension liability of \$3,247,167. The total pension liability was measured as of December 31, 2020 based on a December 31, 2019 actuarial valuation. The total pension liability was rolled forward to December 31, 2020 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2021, the County recognized pension expense of \$390,229.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 221,067	\$ 31,116
Changes in assumptions	877,725	53,982
County benefit payments & plan administrative expense made subsequent to the measurement date	33,523	-
Total	<u>\$ 1,132,315</u>	<u>\$ 85,098</u>

\$33,523 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2022	\$ 199,875
2023	199,875
2024	200,654
2025	204,192
2026	164,720
Thereafter	44,378
Total	<u>\$ 1,013,694</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

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 1.93 percent, 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 (0.93 percent) or 1-percentage-point higher (2.93 percent) than the current rate:

	1% Decrease (0.93%)	Discount Rate (1.93%)	1% Increase (2.93%)
Total pension liability	\$ 3,555,628	\$ 3,247,167	\$ 2,965,462

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

	2021
Beginning balance	\$ 2,120,056
Service cost	120,777
Interest on the total pension liability	68,707
Changes of benefit terms	-
Differences between expected and actual experience in the measurement of the total pension liability	36,273
Changes of assumptions or other inputs	926,327
Benefit payments	(24,973)
Other changes	-
Ending balance of the total pension liability	<u>\$ 3,247,167</u>

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 3.26 percent at June 30, 2019 (measurement date) to 1.93 percent at June 30, 2020 (measurement date).

Changes in Benefit Terms. Reported compensation adjusted to reflect the assumed rate of pay as of the valuation 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.

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

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

c. Supplemental Retirement Income Plan for Law Enforcement Officers

Plan Description – The County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Annual Comprehensive Financial Report for the State of North Carolina. The State's Annual Comprehensive Financial Report includes the pension trust 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 that the County contribute each month an amount equal to five percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan.

The County contributed \$919,289 for the reporting year. No amounts were forfeited.

d. Registers of Deed's Supplemental Pension Fund

Plan Description. Carolina County also contributes to the Registers of Deeds' Supplemental Pension Fund (RODSPF), a noncontributory, 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 Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. 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 Registers 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.

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. Registers 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. Contributions to the pension plan from the County were \$6,230 for the year ended June 30, 2021.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

d. Registers of Deed's Supplemental Pension Fund (Continued)

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

At June 30, 2021, the County reported an asset of \$88,633 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019. The total pension asset was then rolled forward to the measurement date of June 30, 2020, 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, 2020, the County's proportion was .38674%, which was a decrease of .02608% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized pension expense of \$5,636. At June 30, 2021, 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	\$ -	\$ 1,806
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	7,584
Changes in proportion and differences between County contributions and proportionate share of contributions	9,160	-
County contributions subsequent to the measurement date	6,230	-
Total	<u>\$ 15,390</u>	<u>\$ 9,390</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

d. Registers of Deed's Supplemental Pension Fund (Continued)

\$6,230 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 ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>		
2022	\$	3,260
2023		1,843
2024		(3,423)
2025		(1,910)
2026		-
Thereafter		-
Total	\$	<u>(230)</u>

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.5 to 7.75 percent, including inflation and productivity factor
Investment rate of return	3.75 percent, net 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, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2014.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

d. Registers of Deed's Supplemental Pension Fund (Continued)

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

The information above is based on 30 year expectations developed with the consulting actuary for the 2021 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 3.75%. The projection of cash flows used to determine the discount rate assumed that System contributions will continue to follow the current funding policy. Based on those assumptions, the System'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 3.75 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 (2.75 percent) or 1-percentage-point higher (4.75 percent) than the current rate:

	<u>1% Decrease (2.75%)</u>	<u>Discount Rate (3.75%)</u>	<u>1% Increase (4.75%)</u>
County's proportionate share of the net pension liability (asset)	\$ (75,283)	\$ (88,633)	\$ (99,930)

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.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The net pension liability (asset) for LGERS and ROD was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2019. The total pension liability for LEOSSA was measured as of December 31, 2020, with an actuarial valuation date as of December 31, 2019. 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:

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Proportionate Share of Net Pension Liability (Asset)	\$ 11,484,277	\$ (88,633)	\$ -	\$ 11,395,644
Proportion of the Net Pension Liability (Asset)	.321380%	.38674%	N/A	
Total Pension Liability	\$ -	\$ -	\$ 3,247,167	\$ 3,247,167
Pension Expense	\$ 3,905,930	\$ 5,636	\$ 390,229	\$ 4,301,795

At June 30, 2021, 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>
<u>Deferred Outflows of Resources</u>				
Differences between expected and actual experience	\$ 1,450,263	\$ -	\$ 221,067	\$ 1,671,330
Changes of assumptions	854,655	-	877,725	1,732,380
Net difference between projected and actual earnings on pension plan investments	1,616,104	-	-	1,616,104
Changes in proportion and differences between County contributions and proportionate share of contributions	92,284	9,160	-	101,444
County contributions (LGERS,ROD)/benefit payments and administrative costs (LEOSSA) subsequent to the measurement date	2,240,194	6,230	33,523	2,279,947
<u>Deferred Inflows of Resources</u>				
Differences between expected and actual experience	\$ -	\$ 1,806	\$ 31,116	\$ 32,922
Changes of assumptions	-	-	53,982	53,982
Net difference between projected and actual earnings	-	7,584	-	7,584
Changes in proportion & differences between County contributions & proport. share	273,587	-	-	273,587

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Other Postemployment Benefit

Plan Description

Plan Administration. Under the County's annual budget ordinance as of July 1, 2020, Sampson County provides healthcare benefits through the Healthcare Benefits Plan (the HCB Plan) as a single-employer defined benefit plan to cover retirees of the County who participate in the North Carolina Local Governmental Employees' Retirement System (System) and have worked at least 15 continuous years in local or State government with the last 10 years worked with Sampson County under the original plan. The County pays 100% of the individual premium for employees who have worked at least 15 years as stated above, must have worked for Sampson County as least 20 consecutive years and not retire before the age 58 to qualify for the plan. The HCB Plan is available to qualified retirees at 100% until the age of 65 or until Medicare eligible, whichever is sooner. Also, the County's retirees can purchase coverage for their dependents at the County's group rates. Employees who do not have at least five years creditable service in the retirement system as of July 1, 2015 are not eligible to participate in the plan. The Board of Commissioners may amend the benefit provisions. A separate report was not issued for the plan.

Management of the HCB Plan is vested in the Sampson County Board of Commissioners.

Plan Membership. At June 30, 2021, HCB Plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	50
Inactive employees entitled to but not yet receiving benefits	0
Active plan members	196
Total	246

Total OPEB Liability

The County's total OPEB liability of \$11,099,000 was measured as of July 1, 2020 and was determined by an actuarial valuation as of July 1, 2019.

Actuarial assumptions and other inputs. The total OPEB liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.00 percent
Salary Increases	2.50 percent
Discount Rate	2.45 percent
Healthcare Cost Trend Rates	4.30 percent to 5.00 percent

The discount rate is based on the yield of the Municipal GO AA 20-year yield curve rate as of July 1, 2020.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Other Postemployment Benefit (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at July 1, 2020	\$ 10,758,000
Changes for the year	
Service cost	364,000
Interest	334,000
Changes of benefit terms	-
Differences between expected and actual experience	91,000
Changes in assumptions or other inputs	478,000
Benefit payments	(926,000)
Net changes	<u>341,000</u>
Balance at June 30, 2021	<u>\$ 11,099,000</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.13% to 2.45%.

Mortality rates were based on the RP-2014 Total Data Set for Healthy Annuitants Mortality Table.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period January 2010 through December 2014.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.45 percent) or 1-percentage-point higher (3.45 percent) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 11,816,000	\$ 11,099,000	\$ 10,407,000

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 costs trend rates:

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 9,971,000	\$ 11,099,000	\$ 12,406,000

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Other Postemployment Benefit (Continued)

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

For the year ended June 30, 2021, the County recognized OPEB expense of \$696,000. At June 30, 2021, 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	\$ 189,000	\$ 706,000
Changes of assumptions	658,000	34,000
Benefit payments and administrative costs made subsequent to the measurement date	1,529,360	-
Total	<u>\$ 2,376,360</u>	<u>\$ 740,000</u>

\$1,529,360 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2022	\$ (10,000)
2023	(10,000)
2024	(10,000)
2025	(10,000)
2026	35,000
2027	96,000
2028	16,000
	<u>\$ 107,000</u>

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

f. 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 the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest months' salary in a row during the 24 months prior to the employee's death, but the benefit will be a minimum of \$25,000 and will not exceed \$50,000. 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.

g. Sampson Regional Medical Center, Inc. Pension Plan

Benefit Plans – The Sampson Regional Medical Center, Inc. Plan (Plan) is a single-employer defined contribution plan. Employees become eligible for the plan after completing one year of employment and 1,000 hours of service. The Hospital may contribute 2% of participant earnings. The Hospital may also make a year-end discretionary contribution which shall be determined by the Board of Trustees on an annual basis. There were no discretionary contributions for plan years 2020 and 2019.

The Hospital also has a tax deferred retirement savings plan. All full time employees of the Hospital and part-time employees who work at least 1,000 hours during the plan year are eligible to participate. The Hospital matches 50% for participants with 1-9 years of service, 60% for participants with 10-14 years of service, and 80% for participants with 15 or more years of service, of the first 5% of the compensation deferred by each participant. The Hospital contributed \$565,572 to the Plan for the current year.

3. Closure and Postclosure Care Costs – Landfill Facility

On October 9, 1993, the County leased its interests in all landfill sites to a commercial concern. Under the agreement, the County is not responsible for closure and post-closure requirements defined by the Environmental Protection Agency's regulation, Solid Waste Disposal Facility Criteria.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

4. Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pensions – difference between expected and actual experience	\$ 1,860,330	\$ 738,922
Pensions – difference between projected and actual investment earnings	1,616,104	7,584
Pensions – change in proportion and difference between employer contributions and proportionate share of contributions	101,444	273,587
Pensions – change in assumptions	2,390,380	87,982
Contributions to pension plan subsequent to measurement date (LGERS, ROD)	2,246,424	-
Benefit payments for the OPEB plan paid Subsequent to measurement date	1,529,360	-
Benefit payments/administration costs paid subsequent to the measurement date (LEOSSA)	33,523	-
Deferred gain on refunding of debt	-	781,036
Prepaid Taxes not yet earned (General)	-	103,336
Prepaid Grant Revenue (Special Revenue)	-	173,116
Taxes Receivable, net, less penalties (General)	-	1,676,203
Taxes Receivable, net, less penalties (Special Revenue)	-	106,734
Total	\$ 9,777,565	\$ 3,948,500

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 carries commercial insurance for all of these risks of loss. The County's general insurance coverage provides property and contents insurance up to \$19,500,000 and liability coverage up to \$9 million. Workers' compensation insurance provides coverage for bodily injury by accident of \$3,100,000 for each accident and coverage for bodily injury or disease up to \$3,550,000 for each employee. There is a policy limit of \$3,100,000 for bodily injury by disease. Settled claims for these risks have not exceeded commercial insurance coverage in any of the last three fiscal years.

The County does not carry flood insurance because no County structures have been designated as being in a flood plane by the Federal Emergency Management Agency.

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 in the amount of \$25,000 each.

The following officials are separately bonded as follows: Finance Officer (\$100,000), Tax Collector (\$150,000), Tax Assessor (\$200,000), Assistant Tax Assessor (\$100,000), Register of Deeds (\$50,000), Sheriff (\$75,000) and Public Works Director (\$100,000).

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.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

5. Risk Management (Continued)

The County is the provider of an employee health care plan administered by Blue Cross and Blue Shield of North Carolina to provide health insurance to its employees. This plan, which is accounted for in the Employee Health Insurance Internal Service Fund, provides coverage of up to \$50,000 per incident for each employee. The excess over \$50,000, up to \$1,000,000, is covered by Blue Cross and Blue Shield. The pool is self-sustaining through employee and employer premiums.

Aggregate liabilities for claims for the current year were estimated by the Plan Administrator. Each year the Plan Administrator provides a financial projection of total claims for the coming year, which includes a premium for aggregate stop loss insurance. This amount is budgeted and paid in 12 monthly installments. If claims exceed the financial projection provided by the Plan Administrator, there is aggregate stop loss insurance to cover these claims. A reconciliation of changes in the aggregate liabilities for claims for the current year is as follows:

	<u>June 30, 2021</u>
Claims payable, beginning of year	\$ 144,754
Add: Claims received	6,645,465
Less: Claim paid	<u>6,575,502</u>
Claims payable, end of year	<u>\$ 214,717</u>

The Hospital is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption, errors and omissions; injuries to employees; natural disasters and professional and general liability claims and judgments. The Hospital has purchased commercial insurance which, in the opinion of the Hospital's management, is adequate to prevent the outcome of such claims arising from such matters from having a material adverse effect on the financial position and results of operations of the Hospital. The basic level of coverage is \$1,000,000 for any one claim and \$3,000,000 in the annual aggregate. No accrual has been made for incurred but not reported claims because the amount is not reasonably estimable based on the Hospital's claims history. The Hospital's insurance coverages are generally provided under claims made policies. Should the claims made policies not be renewed or replaced with equivalent insurance, claims based on occurrences during their terms, but reported subsequently, would be uninsured. Management anticipates that such coverages will be renewed or replaced with equivalent insurance as they expire.

6. Contingent Liabilities

At June 30, 2021, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations

a. Installment Purchases

The County's installment purchase agreements payable at June 30, 2021 are comprised of the following individual issues for the Business-type Activities:

Serviced by the Water and Sewer Districts:

Installment agreements with USDA for the construction of water wells, secured by the equipment and land. The total of the loans is \$1,792,000 and will be repaid in 38 annual installments of \$82,293 including interest at 2.75% & 3.5%. Principal and interest repayment will begin in fiscal year 2015-2016. At June 30, there were 31 payments remaining.

\$1,611,839

Annual debt service payments of the installment purchases for the business-type activities as of June 30, 2021, including \$1,015,419 of interest, are:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2022	\$ 29,212	\$ 53,082
2023	30,167	52,126
2024	31,155	51,138
2025	32,176	50,117
2026	33,230	49,063
2027-2031	183,225	228,240
2032-2036	215,345	193,120
2037-2041	253,163	158,302
2042-2046	297,701	113,764
2047-2051	350,165	61,299
2052	156,300	5,168
Total	<u>\$ 1,611,839</u>	<u>\$ 1,015,419</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

a. Installment Purchases (Continued)

The County's also has installment purchase agreements payable at June 30, 2021 in the Governmental Activities. These are comprised of the following:

Installment purchase agreement with Truist Bank for construction of new Emergency Management Facilities. The installment purchase loan in the amount of \$7,700,000 is secured by the building and land. The loan will be repaid in 15 annual installments of principal at \$513,333 plus interest at 2.21%. At June 30, there were 15 payments remaining 7,700,000

Installment purchase agreement with Motorola for purchase of replacement radio equipment. The agreement is in the amount of \$2,155,241. One half of the debt, \$1,077,620 was paid off in the current fiscal year and the remainder is to expected to be repaid in the next fiscal year. 1,077,621

Annual debt service payments of the installment purchases for the governmental activities as of June 30, 2021, including \$1,361,360 of interest, are:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2022	\$ 1,590,954	\$ 170,170
2023	513,333	158,825
2024	513,333	147,481
2025	513,333	136,136
2026	513,334	124,791
2027-2031	2,566,667	453,786
2032-2036	2,566,667	170,171
Total	<u>\$ 8,777,621</u>	<u>\$ 1,361,360</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

b. Qualified Zone Academy Bonds

As authorized by State law (G.S. 160A-20), the County entered into an installment financing agreement with Bank of America for renovations on Clinton City Board of Education owned facilities. The County's obligation under the contract will be designated as "Qualified Zone Academy Bonds (QZAB)" pursuant to the federal QZAB program. These are Qualified Zone Academy Bonds in the amount of \$2,000,000 secured by the building and land of Clinton High School. The loan will be repaid in 14 annual installments of \$103,572 including interest at 0%. At June 30, 2021, there were 2 payments remaining.

As authorized by State law (G.S. 160A-20), the County entered into an installment financing agreement with Regions Bank for renovations on Sampson County Board of Education owned facilities. The County's obligation under the contract will be designated as "Qualified Zone Academy Bonds (QZAB)" pursuant to the federal QZAB program. The installment purchase was issued pursuant to a deed of trust that requires that legal title remain with the County as long as the debt is outstanding. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded by the Board of Education. These are Qualified Zone Academy Bonds in the amount of \$2,000,000 secured by the buildings and land. The loan will be repaid in 14 annual installments including interest at 1%. At June 30, 2021, there were 2 payments remaining.

For Sampson County, the future minimum payments as of June 30, 2021 are:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2022	\$ 419,993	\$ 2,950
2023	424,992	1,500
2024	-	-
2025	-	-
2026	-	-
Total	<u>\$ 844,985</u>	<u>\$ 4,450</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

c. 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. Sampson County's Water and Sewer District issues general obligation bonds to provide funds for the acquisition and construction of major water system capital improvements. These bonds, which are recorded in the Water and Sewer District Funds, are collateralized by the full faith, credit, and taxing power of the District. Principal and interest payments are appropriated when due.

The County's general obligation bonds payable at June 30, 2021 are comprised of the following individual issues:

Serviced by the County's Water and Sewer Districts:

\$1,093,000 Water and Sewer Bonds		
Issued on August 7, 1995, due in annual installments of \$11,500 to \$46,000 through June 1, 2035, 5.125% interest rate		\$ 610,000
\$9,990,000 Refunding, Series 2015 General Obligation Bonds		
Due in semi-annual installments of \$170,981 to \$558,469 through June 1, 2044, variable interest rate		8,410,000
Total		<u>\$ 9,020,000</u>

Annual debt service requirements to maturity for the District's general obligation bonds, including interest of \$8,332,351 are as follows:

Year Ending June 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2022	\$ -	\$ -	\$ 325,500	\$ 3,974,943
2023	-	-	337,500	384,074
2024	-	-	354,000	370,152
2025	-	-	376,000	355,554
2026	-	-	373,500	340,053
2027-2031	-	-	2,119,500	1,479,743
2032-2036	-	-	2,334,000	978,169
2037-2041	-	-	2,035,000	399,094
2042-2044	-	-	765,000	50,569
Total	\$ -	\$ -	\$9,020,000	\$ 8,332,351
Unamortized premium	-	-	642,718	
Carrying Value	\$ -	\$ -	\$ 9,662,718	\$ 8,332,351

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

C. Liabilities (Continued)

7. Long-Term Obligations (Continued)

d. Refunding Bonds

On April 7, 2010, the Sampson Area Development Corporation amended the Installment Payment Revenue Bonds dated January 15, 1999, of which \$15,675,000 was currently outstanding, to refund that bond issue that financed the construction of schools in Sampson County. The installment purchase of \$15,560,000 was issued pursuant to a deed of trust that requires that legal title remain with the Corporation as long as the debt is outstanding. The Corporation has entered into a lease with the Sampson County and Clinton City Boards of Education that transfers the rights and responsibilities for maintenance and insurance of the property to the Boards of Education. The lease calls for \$0 lease payments and also contains a bargain purchase option. The lease term is the same as that of the installment purchase obligation. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded by the Boards of Education.

The installment purchase was executed on April 7, 2010 to the outstanding amount of the January 1999 issue. The transaction calls for 15 annual principal payments of \$985,000 to \$1,280,000 and thirty semiannual interest payments, due on December 1 and June 1, at interest rates varying from 2 percent to 5.25 percent. Theses refunding bonds which mature through June 1, 2024 are reported in the General Fund because they are being repaid from General Fund revenues. Balance outstanding at June 30, 2021 was \$2,950,000.

Annual debt service requirements to maturity for the County's refunding bonds, including interest of \$310,013 are as follows:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2022	\$ 980,000	\$ 154,875
2023	985,000	103,425
2024	985,000	51,713
2025	-	-
2026	-	-
2027	-	-
Total	\$ 2,950,000	\$ 310,013

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

e. Revenue Bonds

On April 25, 2017, the Hospital entered into a refinancing agreement to consolidate the promissory note, Series 2004B bonds and Series 2007 bonds into one promissory note with a bank for \$5,750,000 with a variable interest rate equal to 1 month LIBOR plus 1.60%. The note will be due in 120 equal monthly installment payments of \$47,920 plus interest, beginning May 28, 2017 and maturing April 28, 2027. The revenue bonds are reported on the Hospital's financial statements because the principal and interest on the bonds are payable from the net revenues of the Hospital. The revenue bonds do not constitute a legal or equitable pledge, charge, lien, or encumbrance upon any of the County's property or upon its income, receipts, or revenues. The taxing power of the County is not pledged for the payment of the principal or interest on the revenue bonds and no owner has the right to compel the exercise of the taxing power of the County or the forfeiture of any of its property in connection with any default under the bond order.

Revenue bond annual debt service requirements to maturity for Sampson Regional Medical Center, Inc., including interest of \$703,526, are as follows:

Year Ending September 30	Principal	Interest
2021	\$ 575,040	\$ 106,849
2022	575,040	106,849
2023	575,040	106,849
2024	575,040	106,849
2025	575,040	106,849
Thereafter	815,797	169,281
Total	\$ 3,690,997	\$ 703,526

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

f. State Drinking Water and Clean Water Bond Loans

The County has a State Clean Water Bond Loan for construction of water lines. The loan calls for 20 annual payments of \$46,374 plus interest at 2.87% beginning June 1, 2004. This debt is serviced by the Water and Sewer District II Enterprise Fund. \$ 139,120

The County has a State Clean Water Bond Loan for construction of water lines. The loan calls for 20 annual payments of \$92,632 plus interest at 5.25% beginning June 1, 2008. This debt is serviced by the Water and Sewer District II Enterprise Fund. 370,526

The County has a State Drinking Water Loan for construction of water lines. The loan calls for 20 annual payments of \$7,406 plus interest at .13% beginning May 1, 2021. This debt is serviced by the Water and Sewer District II Enterprise Fund. 140,717

The County has a State Drinking Water Loan for construction of water lines. The loan calls for 20 annual payments of \$45,308 plus interest at 0% beginning May 1, 2022. This debt is serviced by the Water and Sewer District II Enterprise Fund. 906,160

Total 1,556,523

Debt service requirements to maturity, including interest of \$60,428 are as follows:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2022	\$ 191,719	\$ 20,061
2023	191,719	15,061
2024	191,719	10,201
2025	145,346	5,063
2026	52,714	1,255
2027-2031	263,571	5,021
2032-2036	263,571	2,929
2037-2041	256,164	837
Total	<u>\$ 1,556,523</u>	<u>\$ 60,428</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

C. Liabilities (Continued)

7. Long-Term Obligations (Continued)

g. Limited Obligation Bonds

On June 3, 2015 the County issued Limited Obligation Bonds (“LOBs”) to purchase these certificates. When debt service is due, the County will remit the debt service payments for their respective bond to the County, who will then remit it to the bondholder. The Limited Obligation Bonds are appropriation-backed with bi-annual interest payments with a 3.375% average interest rate over the life of the term. As of June 30, 2021, the balance of the bonds was \$34,350,000.

On September 13, 2017 the County issued Limited Obligation Bonds (“LOBs”) to refinance prior installment agreements with the USDA. When debt service is due, the County will remit the debt service payments for their respective bond to the County, who will then remit it to the bondholder. The Limited Obligation Bonds are appropriation-backed with bi-annual interest payments with a 4.38% average interest rate over the life of the term. As of June 30, 2021, the balance of the bond was \$59,475,000.

Year Ending June 30	Governmental Activities	
	Principal	Interest
2022	\$ 2,790,000	\$ 4,058,494
2023	2,835,000	3,917,869
2024	2,910,000	3,774,244
2025	4,065,000	3,599,869
2026	4,125,000	3,401,431
2027-2031	21,860,000	13,898,719
2032-2036	23,575,000	8,602,534
2037-2041	13,145,000	4,767,613
2042-2046	15,215,000	1,871,443
2046-2048	3,305,000	91,787
Total principal payments	93,825,000	
Unamortized premium	9,462,455	
Total principal payments	<u>\$ 103,287,455</u>	
Total interest payments		<u>\$ 47,984,003</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

h. Conduit Debt Obligations

Sampson County Industrial Facility and Pollution Control Authority has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed as well as letters of credit and are payable solely from payments received from the private businesses involved. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the County, the Authority, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Debt Related to Capital Activities

Of the total Governmental Activities debt listed, \$3,794,985 relates to assets the County does not hold title.

i. 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, 2021:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion of Balance
Governmental activities:					
Installment purchases	\$ -	\$ 9,855,241	\$ 1,077,620	\$ 8,777,621	\$ 1,590,954
Qualified Zone Academy bonds	1,093,557	-	248,572	844,985	419,993
Revenue bonds	3,930,000	-	980,000	2,950,000	980,000
Limited Obligation bonds	96,555,000	-	2,730,000	93,825,000	2,790,000
Unamortized premium on LOBs	9,933,146	-	470,691	9,462,455	470,691
Net pension liability (LGERS)	9,066,032	2,200,119	18,071	11,248,080	-
Total pension liability (LEOSSA)	2,120,056	1,127,111	-	3,247,167	-
Compensated absences	2,684,237	-	197,626	2,486,611	1,591,431
Net OPEB Liability	10,525,713	392,817	-	10,918,530	-
Total governmental activities	\$ 135,907,741	\$ 13,575,288	\$ 5,722,580	\$ 143,760,449	\$ 7,843,069
Business-type activities:					
General obligation debt	\$ 9,338,500	\$ -	\$ 318,500	\$ 9,020,000	\$ 325,500
Installment purchases	1,640,125	-	28,286	1,611,839	29,212
State Drinking Water loans	-	1,054,283	7,406	1,046,877	52,714
State Clean Water bonds	648,651	-	139,005	509,646	139,005
Unamortized premium on GOs	670,810	-	28,092	642,718	-
Net pension liability (LGERS)	189,609	46,588	-	236,197	-
Compensated absences	82,395	-	6,386	76,009	29,704
Net OPEB Liability	232,287	-	51,817	180,470	-
Total business-type activities	\$ 12,802,377	\$ 1,100,871	\$ 579,492	\$ 13,323,756	\$ 576,135

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

Compensated absences typically have been liquidated in the general fund and are accounted for on a FIFO basis, assuming that employees are taking leave time as it is earned.

Discretely presented component units:	Beginning Balance	Increase	Decrease	Ending Balance	Current Portion of Balance
Revenue bonds	\$ 4,266,037	\$ -	\$ 575,040	\$ 3,690,997	\$ 575,040
Capital Leases	778,988	791,727	532,961	1,037,754	485,288
Compensated absences	1,693,523	33,790	-	1,727,313	-
Total	\$ 6,738,548	\$ 825,517	\$ 1,108,001	\$ 6,456,064	\$ 1,060,328

C. Interfund Balances and Activity

Transfers to/from other funds at June 30, 2021 consists of the following:

From the General Fund to the County Capital Project fund to provide for County & School Building construction and major repairs	<u>\$ 471,500</u>
Total Transfers out from the General Fund	<u>471,500</u>
From the Sampson Area Transportation Fund to the General Fund to provide services for the elderly	525,881
From the School Capital Reserve Fund to the General Fund to pay debt on school projects and school capital outlay	3,752,163
From the County Capital Project Fund to the General Fund to pay for maintenance costs on County buildings	<u>102,000</u>
Total Transfers into the General Fund	<u>4,380,044</u>
Total	<u><u>\$ 4,851,544</u></u>

Interfund balances at June 30, 2021, consists of the following:

Due to the General Fund from:	
Airport Construction Capital Project Fund	\$ 364,170
Nonmajor Governmental Funds	
Hurricane Florence Hazard Mitigation Special Revenue Fund	1,936
Fire District Special Revenue Fund	85,663
Community Development CDBG-NR Special Revenue Fund	895
Community Development ESFR-20 Special Revenue Fund	<u>363</u>
Total nonmajor (other) governmental funds	<u>88,857</u>
Total all funds	<u><u>\$ 453,027</u></u>

The balances above are advances from the General Fund. Grant funds have been requested to repay the General Fund. Capital project advances will be repaid from loan funds.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2021

II. DETAIL NOTES ON ALL FUNDS (Continued)

D. Net Investment in Capital Assets

	Governmental	Business-type
Capital Assets	\$ 126,530,115	\$ 25,720,089
Less: long-term debt	102,602,621	12,188,363
Add: unexpended debt proceeds	7,700,000	-
Net Investment in Capital Assets	\$ 31,627,494	\$ 13,531,726

E. Fund Balance

Sampson County has a revenue spending policy that provides a policy 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, 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.

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

<i>Total fund balance – General Fund</i>	\$ 38,388,657
Less:	
Inventories	6,408
Stabilization by State Statute	11,675,489
Public Safety	586,694
Debt Service	-
Revaluation	264,186
Capital Projects	4,209,956
Economic Development	-
Appropriated Fund Balance in 2021-2022 budget	3,248,786
Remaining Fund Balance	18,397,138

The outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at year-end.

<i>Encumbrances</i>	General Fund	Non-Major Funds
\$ -	\$ -	\$ -

III. RELATED ORGANIZATION

The Sampson County Board of Commissioners is responsible for appointing the members of the board of the Sampson County Industrial Facilities and Pollution Control Financing Authority, but the County's accountability for this organization does not extend beyond making these appointments. The Authority exists to aid in the financing of industrial and manufacturing facilities and to aid in financing pollution control facilities for industry in connection with manufacturing and industrial facilities and/or public utilities for the purpose of stimulating economic development.

IV. JOINT VENTURES

A. Eastpointe Area Mental Health Developmental Disabilities and Substance Abuse Services Center

The County, in conjunction with the County of Duplin, the County of Lenoir and the County of Wayne participates in the Eastpointe Area Mental Health Developmental Disabilities and Substance Abuse Services Center. Each participating government appoints members to the fifteen-member board – Wayne County appoints six members and Duplin, Lenoir and Sampson each appoint three members. The Center is a joint venture established to administer the mental health, mental developmental disabilities and substance abuse programs of Duplin, Lenoir, Sampson and Wayne counties.

The County has an ongoing financial responsibility for the joint venture because the Center's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Center, so no equity interest has been reflected in the financial statements at June 30, 2021. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$241,680 to the Center to supplement its activities. Complete financial statements for the Center may be obtained from the Center's offices in Beulaville, North Carolina.

B. Sampson Community College

The County, in conjunction with the State of North Carolina and the Sampson County Board of Education, participates in a joint venture to operate Sampson 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 a non-voting ex officio 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 \$1,528,719 and \$438,696 to the Community College for operating and capital purposes, respectively, during the fiscal year ended June 30, 2021. 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, 2021. Complete financial statements for the Community College may be obtained from the Community College's administrative offices at Sunset Avenue, Clinton, North Carolina.

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 moneys 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 moneys.

VI. SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 17, 2021, which is the date the financial statements were available to be issued.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2021

VII. RELATED PARTY TRANSACTIONS

The County appoints the board members of the TDA based on citizens who represent lodging providers within the County. The legislation that created the TDA gives the County the authority to levy and collect an occupancy tax and remit to the TDA. For the year, \$170,921 was collected, \$170,921 was remitted to the Authority, and \$0 is remaining to be distributed to the Authority. The County finance officer also serves as the finance officer of the TDA.

The TDA operates an office out of a County owned facility (Agri-Expo Center) and pays rent to the County for use of the facility.

VIII. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Deficit Fund Balance or Net Position of Individual Funds

The County experienced deficit fund balances in the following funds: Special Revenue Funds: Community Development ESFR-20 (\$363); Community Development CDBG-NR (\$895); and Hurricane Florence Hazard Mitigation (\$1,936), Capital Project Fund: Airport Expansion (\$424,716). The deficits occurred because of the timing of payments. Management intends to appropriate funds as necessary to cover deficit fund balance.

IX. CORONAVIRUS DISEASE (COVID-19)

During the fiscal year 2020, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic has had significant effects on global markets, supply chains, businesses, and communities. Specific to the County, COVID-19 is expected to impact various parts of its fiscal year 2021-2022 operations and financial results. Management believes the County is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as events associated with the pandemic continue to develop.

X. CHANGE IN ACCOUNTING PRINCIPLE

The County implemented Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities, effective July 1, 2020. The statement establishes criteria for identifying fiduciary activities of all state and local governments and provides guidance on how to report fiduciary activities within the financial statements. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The statement also describes four fiduciary funds that should be reported if criteria outlined in the statement are met: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. The use of agency funds was eliminated. The statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources.

As part of implementing the statement, the County performed a comprehensive review of its fiduciary relationships and applied the criteria within the guidance. As a result, fund balance and net position were reclassified from the agency funds to the custodial funds.



Required Supplemental Financial Data

**SAMPSON COUNTY, NORTH CAROLINA
PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
LOCAL GOVERNMENT EMPLOYEES' RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS***

	Local Government Employees' Retirement System							
	2021	2020	2019	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.32138%	0.33892%	0.32086%	0.32132%	0.30882%	0.30020%	0.30319%	0.30300%
County's proportion of the net pension liability (asset) (\$)	\$ 11,484,277	\$ 9,255,641	\$ 7,611,897	\$ 4,908,879	\$ 6,554,194	\$ 1,347,286	\$ (1,788,051)	\$ 3,652,314
County's covered-employee payroll	\$ 21,796,900	\$ 21,952,460	\$ 20,094,797	\$ 19,626,173	\$ 18,168,885	\$ 17,033,631	\$ 16,791,093	\$ 16,615,280
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	52.69%	42.16%	37.88%	25.01%	36.07%	7.91%	-10.65%	21.98%
Plan fiduciary net position as a percentage of the total pension liability**	88.61%	92.00%	94.18%	91.47%	98.09%	98.79%	102.64%	94.35%

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

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

**SAMPSON COUNTY, NORTH CAROLINA
SAMPSON COUNTY'S CONTRIBUTIONS
LOCAL GOVERNMENT EMPLOYEES' RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS**

	Local Government Employees' Retirement System							
	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 2,240,194	\$ 1,989,758	\$ 1,750,269	\$ 1,540,895	\$ 1,465,307	\$ 1,240,804	\$ 1,215,792	\$ 1,170,977
Contributions in relation to the contractually required contribution	\$ 2,240,194	\$ 1,989,758	\$ 1,750,269	1,540,895	1,465,307	1,240,804	1,215,792	1,170,977
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered employee payroll	\$ 21,731,628	\$ 21,796,900	\$ 21,952,460	\$ 20,094,797	\$ 19,626,173	\$ 18,168,885	\$ 17,033,631	\$ 16,791,093
Contributions as a percentage of covered-employee payroll	10.31%	9.13%	7.97%	7.67%	7.47%	6.83%	7.14%	6.97%

**SAMPSON COUNTY, NORTH CAROLINA
PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
REGISTER OF DEEDS' SUPPLEMENTAL PENSION FUND
LAST EIGHT FISCAL YEARS***

Register of Deeds' Supplemental Pension Fund

	2021	2020	2019	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.38674%	0.41282%	0.47328%	0.48418%	0.50078%	0.48569%	0.48841%	0.45784%
County's proportion of the net pension liability (asset) (\$)	\$ (88,633)	\$ (81,499)	\$ (78,389)	\$ (82,645)	\$ (93,625)	\$ (112,554)	\$ (110,703)	\$ (97,795)
County's covered-employee payroll	\$ 61,082	\$ 61,032	\$ 61,032	\$ 61,005	\$ 58,872	\$ 58,464	\$ 56,407	\$ 58,176
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	(145.10%)	(133.53%)	(128.44%)	(135.47%)	(159.03%)	(192.52%)	(196.26%)	-168.10%
Plan fiduciary net position as a percentage of the total pension liability**	173.62%	164.11%	153.31%	153.77%	160.17%	197.29%	193.88%	188.75%

*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 RODSPF plan.

**SAMPSON COUNTY, NORTH CAROLINA
SAMPSON COUNTY'S CONTRIBUTIONS
REGISTER OF DEEDS' SUPPLEMENTAL PENSION FUND
LAST EIGHT FISCAL YEARS**

Register of Deeds' Supplemental Pension Fund

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 6,230	\$ 6,061	\$ 4,614	\$ 4,614	\$ 4,478	\$ 3,974	\$ 4,133	\$ 3,988
Contributions in relation to the contractually required contribution	6,230	6,061	4,614	4,614	4,478	3,974	4,133	3,988
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered employee payroll	\$ 61,082	\$ 67,275	\$ 61,032	\$ 61,032	\$ 61,005	\$ 58,872	\$ 58,464	\$ 56,407
Contributions as a percentage of covered-employee payroll	10.20%	9.01%	7.56%	7.56%	7.34%	6.75%	7.07%	7.07%

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF CHANGES IN TOTAL PENSION LIABILITY
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
For the Year Ended June 30, 2021

Law Enforcement Officers' Special Separation Allowance

	2021	2020	2019	2018	2017
Beginning balance	\$ 2,120,056	\$ 1,654,448	\$ 1,581,086	\$ 1,412,568	\$ 1,334,635
Service cost	120,777	106,733	107,072	94,447	97,635
Interest on the total pension liability	68,707	59,656	49,388	54,041	47,199
Changes of benefit terms		-	-	-	-
Differences between expected and actual experience in the measurement of the total pension liability	36,273	255,133	33,538	(84,764)	-
Changes of assumptions or other inputs	926,327	75,156	(80,304)	129,878	(41,817)
Benefit payments	(24,973)	(31,070)	(36,332)	(25,084)	(25,084)
Other changes	-	-	-	-	-
Ending balance of the total pension liability	\$ 3,247,167	\$ 2,120,056	\$ 1,654,448	\$ 1,581,086	\$ 1,412,568

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

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF TOTAL PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
For the Year Ended June 30, 2021

Law Enforcement Officers' Special Separation Allowance

	2021	2020	2019	2018	2017
Total pension liability	\$ 3,247,167	\$ 2,120,056	\$ 1,654,448	\$ 1,581,086	\$ 1,412,568
Covered payroll	4,436,982	4,125,715	3,843,201	3,802,584	3,553,569
Total pension liability as a percentage of covered payroll	<u>73.18%</u>	<u>51.39%</u>	<u>43.05%</u>	<u>41.58%</u>	<u>39.75%</u>

Notes to the schedules:

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

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
HEALTHCARE BENEFITS PLAN
For the Year Ended June 30, 2021*

<u>Total OPEB Liability</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 364,000	\$ 399,000	\$ 442,000	\$ 431,000
Interest	334,000	380,000	427,000	426,000
Changes of benefit terms	-	-	-	-
Differences between expect and actual experience	91,000	153,000	(1,156,000)	-
Changes of assumptions	478,000	340,000	(55,000)	-
Benefit payments	(926,000)	(1,229,000)	(971,000)	(740,000)
Net changes in Total OPEB Liability	341,000	43,000	(1,313,000)	117,000
Total OPEB Liability - Beginning	10,758,000	10,715,000	12,028,000	11,911,000
Total OPEB Liability - Ending	\$ 11,099,000	\$ 10,758,000	\$ 10,715,000	\$ 12,028,000
Plan Fiduciary Net Position				
Contributions - employer	\$ 926,000	\$ 1,229,000	\$ 971,000	\$ 740,000
Contributions - employee	-	-	-	-
Net investment income	-	-	-	-
Benefit payments, including refunds of employee contributions	(926,000)	(1,229,000)	(971,000)	(740,000)
Administrative expenses	-	-	-	-
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	-	-	-	-
County's Net OPEB Liability - Ending	\$ 11,099,000	\$ 10,758,000	\$ 10,715,000	\$ 12,028,000
Plan Fiduciary Net Position as a percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%

*Plan measurement date is the reporting date. Employer measurement date is one year prior to reporting date.

**SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF COUNTY CONTRIBUTIONS
HEALTHCARE BENEFITS PLAN
For the Year Ended June 30, 2021**

	2021	2020	2019	2018
Actuarially determined contribution	\$ 926,000	\$ 1,229,000	\$ 971,000	\$ 740,000
Contributions in relation to the actuarially determined contribution	926,000	1,229,000	971,000	740,000
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expected covered-employee payroll	\$ 8,910,000	\$ 8,910,000	\$ 10,446,000	\$ 10,446,000
Contributions as a percentage of covered-employee payroll	10.39%	13.79%	9.30%	7.08%

Notes to Schedule:

The employer has elected to make an annual contribution equal to the benefit payments. The employer share of net benefits is the difference between the expected benefit payments and the retiree contributions. It is sometimes referred to as "pay-as-you-go."

The expected benefit payments are actuarially determined to reflect the age difference between the overall covered group and the retiree group.

Actuarially determined contributions, which are based on the expected "pay-as-you-go" cost, and actual contributions are from the measurement periods ending June 30 of the year prior to the year-end of the reporting periods shown.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	N/A
Amortization period	N/A
Asset valuation method	There are no assets held in trust for this plan
Inflation	N/A
Healthcare cost trend rates	4.30 percent, decreasing .5 percent each year to 5 percent
Salary increases	2.5 percent
Investment rate of return	N/A
Retirement age	

In the 2020 actuarial valuation, assumed life expectancies were adjusted as a result of adopting the RP-2014 Health Annuity Mortality Table. In prior years, those assumptions were based on the 1994 Group Annuity Mortality table.

Mortality

In the 2020 actuarial valuation, assumed life expectancies were adjusted as a result of adopting the RP-2014 Health Annuity Mortality Table fully generational, with base year 2006, projected using two-dimensional mortality improvement scale MP-2020. In prior years, those assumptions were based on the 1994 Group Annuity Mortality table.



***Combining and Individual Fund
Statements and Schedules***

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes:				
Ad valorem	39,105,983	40,796,555	41,681,591	885,036
Penalties and interest	150,000	150,000	332,873	182,873
Total	39,255,983	40,946,555	42,014,464	1,067,909
Sales Tax:				
One cent	3,912,427	4,477,803	5,097,511	619,708
One half cent article 40	2,655,000	2,790,000	3,319,924	529,924
One half cent article 42	955,000	1,050,000	1,207,903	157,903
Article 44	1,673,000	1,809,000	1,894,164	85,164
One quarter cent article 46	1,179,000	1,290,000	1,529,568	239,568
Total	10,374,427	11,416,803	13,049,070	1,632,267
Restricted:				
State grants	11,703,843	14,129,279	12,250,881	(1,878,398)
Federal grants	83,200	297,761	363,355	65,594
Court facility fees	170,000	154,000	157,483	3,483
Local grants	77,227	82,871	84,334	1,463
Total	12,034,270	14,663,911	12,856,053	(1,807,858)
Permits and Fees:				
Register of deeds	295,000	310,000	384,126	74,126
Inspection	361,000	400,300	432,073	31,773
Franchise	44,500	44,500	42,173	(2,327)
Total	700,500	754,800	858,372	103,572
Sales and Services:				
Tax Collection Fees:				
Towns	4,710	4,710	4,813	103
City of Clinton	60,400	60,400	65,190	4,790
Tax collection	219,000	205,000	128,198	(76,802)
Jail fees	932,500	721,200	853,263	132,063
Sheriff fees	1,084,828	1,131,628	1,164,345	32,717
Health fees	916,028	924,396	994,678	70,282
Ambulance fees	2,325,000	2,325,000	2,498,363	173,363
Aging services fees	617,394	631,195	581,629	(49,566)
Total	6,159,860	6,003,529	6,290,479	286,950

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Investment Earnings	-	-	3,926	3,926
Miscellaneous:				
Board of elections	21,000	-	225	225
Short-term vehicle lease	16,500	16,500	3,464	(13,036)
Recreation	37,860	38,260	50,527	12,267
Agri-Exposition center	273,925	273,925	25,702	(248,223)
Rent	2,192,500	2,192,500	2,807,465	614,965
Other	383,434	491,325	680,884	189,559
Total	<u>2,925,219</u>	<u>3,012,510</u>	<u>3,568,267</u>	<u>555,757</u>
Total revenues	<u>71,450,259</u>	<u>76,798,108</u>	<u>78,640,631</u>	<u>1,842,523</u>
Expenditures				
General Government				
Governing Body				
Salaries and employee benefits			108,608	
Operations and maintenance			37,555	
Total	<u>160,176</u>	<u>160,511</u>	<u>146,163</u>	<u>14,348</u>
Administration				
Salaries and employee benefits			459,020	
Operations and maintenance			38,725	
Total	<u>531,032</u>	<u>557,166</u>	<u>497,745</u>	<u>59,421</u>
Human Resources				
Salaries and employee benefits			303,722	
Operations and maintenance			31,364	
Total	<u>342,319</u>	<u>360,759</u>	<u>335,086</u>	<u>25,673</u>
Airport				
Operations and maintenance				
Operations and maintenance			90,630	
Total	<u>110,483</u>	<u>111,310</u>	<u>90,630</u>	<u>20,680</u>
Finance				
Salaries and employee benefits			643,179	
Operations and maintenance			326,056	
Total	<u>1,040,404</u>	<u>1,138,660</u>	<u>969,235</u>	<u>169,425</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Data Processing				
Salaries and employee benefits			367,627	
Operations and maintenance			555,257	
Capital outlay			-	
Total	<u>1,065,596</u>	<u>1,091,416</u>	<u>922,884</u>	<u>168,532</u>
Communications Tower				
Operations and maintenance			14,898	
Total	<u>21,895</u>	<u>16,333</u>	<u>14,898</u>	<u>1,435</u>
Tax Administration				
Salaries and employee benefits			1,027,978	
Operations and maintenance			385,406	
Total	<u>1,572,838</u>	<u>1,564,780</u>	<u>1,413,384</u>	<u>151,396</u>
Legal				
Salaries and employee benefits			166,639	
Operations and maintenance			6,646	
Total	<u>177,480</u>	<u>177,830</u>	<u>173,285</u>	<u>4,545</u>
Courts				
Operations and maintenance			19,377	
Total	<u>28,716</u>	<u>27,666</u>	<u>19,377</u>	<u>8,289</u>
Board of Elections				
Salaries and employee benefits			100,310	
Operations and maintenance			404,833	
Total	<u>436,472</u>	<u>639,849</u>	<u>505,143</u>	<u>134,706</u>
Register of Deeds				
Salaries and employee benefits			333,609	
Operations and maintenance			79,002	
Total	<u>427,365</u>	<u>431,815</u>	<u>412,611</u>	<u>19,204</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Public Buildings				
Salaries and employee benefits			418,642	
Operations and maintenance			1,250,018	
Capital outlay			18,950	
Total	<u>1,489,708</u>	<u>1,871,306</u>	<u>1,687,610</u>	<u>183,696</u>
Total General Government	<u>7,404,484</u>	<u>8,149,401</u>	<u>7,188,051</u>	<u>961,350</u>
Public Safety				
Sheriff				
Salaries and employee benefits			6,366,290	
Operations and maintenance			1,218,979	
Capital outlay			2,276,386	
Total	<u>8,241,308</u>	<u>10,149,430</u>	<u>9,861,655</u>	<u>287,775</u>
Detention Center				
Salaries and employee benefits			2,399,993	
Operations and maintenance			1,492,343	
Capital outlay			37,668	
Total	<u>4,080,859</u>	<u>4,282,412</u>	<u>3,930,004</u>	<u>352,408</u>
Communications				
Salaries and employee benefits			1,006,810	
Operations and maintenance			118,649	
Capital outlay			381,474	
Total	<u>1,225,310</u>	<u>1,615,268</u>	<u>1,506,933</u>	<u>108,335</u>
Emergency Management				
Salaries and employee benefits			422,917	
Operations and maintenance			177,498	
Capital outlay			-	
Total	<u>662,742</u>	<u>697,596</u>	<u>600,415</u>	<u>97,181</u>
Volunteer Fire Departments				
Assistance to County fire departments			259,616	
Total	<u>262,441</u>	<u>267,721</u>	<u>259,616</u>	<u>8,105</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Inspections				
Salaries and employee benefits			558,787	
Operations and maintenance			53,783	
Capital outlay			27,000	
Total	<u>660,721</u>	<u>695,074</u>	<u>639,570</u>	<u>55,504</u>
Coroner				
Professional services			55,600	
Total	<u>63,600</u>	<u>63,600</u>	<u>55,600</u>	<u>8,000</u>
Emergency Medical Services				
Salaries and employee benefits			3,276,566	
Assistance to County rescue units			148,649	
Operations and maintenance			909,940	
Capital outlay			344,832	
Total	<u>5,169,980</u>	<u>5,315,048</u>	<u>4,679,987</u>	<u>635,061</u>
Dive Team				
Contracted services			15,940	
Total	<u>15,940</u>	<u>15,940</u>	<u>15,940</u>	<u>-</u>
Animal Control				
Salaries and employee benefits			220,041	
Operations and maintenance			179,031	
Capital outlay			27,838	
Total	<u>419,885</u>	<u>463,098</u>	<u>426,910</u>	<u>36,188</u>
Total Public Safety	<u>20,802,786</u>	<u>23,565,187</u>	<u>21,976,630</u>	<u>1,588,557</u>
Environmental Protection				
Solid Waste				
Contracted services			951,187	
Operations and maintenance			12,684	
Total	<u>1,092,000</u>	<u>1,092,000</u>	<u>963,871</u>	<u>128,129</u>
Forestry				
State forestry program			140,880	
Total	<u>149,483</u>	<u>169,880</u>	<u>140,880</u>	<u>29,000</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Cooperative Extension Programs				
4-H Programs			47,568	
Environmental Defense			98	
Lagoon Management			1,820	
Seminars			4,831	
Total	<u>73,661</u>	<u>73,661</u>	<u>54,317</u>	<u>19,344</u>
Total Environmental Protection	<u>1,315,144</u>	<u>1,335,541</u>	<u>1,159,068</u>	<u>176,473</u>
Economic and Physical Development				
Industrial Development				
Salaries and employee benefits			168,147	
Operations and maintenance			756,387	
Capital outlay			2,162,670	
Total	<u>946,028</u>	<u>3,144,173</u>	<u>3,087,204</u>	<u>56,969</u>
Industrial Utility				
Operations and maintenance			304,759	
Total	<u>60,000</u>	<u>314,600</u>	<u>304,759</u>	<u>9,841</u>
N.C. Cooperative Extension Service				
Salaries and employee benefits			382,293	
Operations and maintenance			76,246	
Total	<u>440,250</u>	<u>497,258</u>	<u>458,539</u>	<u>38,719</u>
Soil Conservation				
Salaries and employee benefits			193,924	
Operations and maintenance			3,839	
Total	<u>251,813</u>	<u>248,145</u>	<u>197,763</u>	<u>50,382</u>
Total Economic and Physical Development	<u>1,698,091</u>	<u>4,204,176</u>	<u>4,048,265</u>	<u>155,911</u>
Human Services				
Mental Health Administration				
Eastpointe Mental Health			241,680	
Total	<u>219,680</u>	<u>241,680</u>	<u>241,680</u>	<u>-</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Veterans				
Salaries and employee benefits			136,589	
Operations and maintenance			10,902	
Total	<u>170,168</u>	<u>172,552</u>	<u>147,491</u>	<u>25,061</u>
Youth Needs Task Force				
Salaries and employee benefits			81,224	
Programs			136,125	
Total	<u>168,092</u>	<u>248,883</u>	<u>217,349</u>	<u>31,534</u>
Health				
Administration				
Salaries and employee benefits			9,271	
Operations and maintenance			70,222	
Total	<u>83,442</u>	<u>88,454</u>	<u>79,493</u>	<u>8,961</u>
Rural Health				
Salaries and employee benefits			101,456	
Operations and maintenance			53,526	
Capital outlay			2,161	
Total	<u>225,000</u>	<u>271,022</u>	<u>157,143</u>	<u>113,879</u>
CARES Act Covid Response				
Salaries and employee benefits			233,311	
Operations and maintenance			19,091	
Total	<u>-</u>	<u>353,764</u>	<u>252,402</u>	<u>101,362</u>
Enhancing Detection Covid				
Salaries and employee benefits			160,592	
Operations and maintenance			101,146	
Total	<u>-</u>	<u>914,052</u>	<u>261,738</u>	<u>652,314</u>
School Nurse Initiative				
Contracted services			400,000	
Total	<u>400,000</u>	<u>400,000</u>	<u>400,000</u>	<u>-</u>
BCCCP Wise Woman				
Salaries and employee benefits			2,964	
Operations and maintenance			-	
Total	<u>6,425</u>	<u>6,725</u>	<u>2,964</u>	<u>3,761</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Communicable Disease				
Salaries and employee benefits			186,042	
Operations and maintenance			41,872	
Total	<u>344,162</u>	<u>325,220</u>	<u>227,914</u>	<u>97,306</u>
Adult Services				
Salaries and employee benefits			6,646	
Operations and maintenance			9,067	
Total	<u>39,546</u>	<u>40,656</u>	<u>15,713</u>	<u>24,943</u>
Health Promotion				
Salaries and employee benefits			36,798	
Operations and maintenance			-	
Total	<u>41,735</u>	<u>36,851</u>	<u>36,798</u>	<u>53</u>
Breast and Cervical Cancer				
Salaries and employee benefits			3,735	
Operations and maintenance			6,909	
Total	<u>14,945</u>	<u>17,109</u>	<u>10,644</u>	<u>6,465</u>
Immunization				
Salaries and employee benefits			111,514	
Operations and maintenance			114,136	
Total	<u>231,995</u>	<u>288,167</u>	<u>225,650</u>	<u>62,517</u>
Maternal Health & Outreach				
Salaries and employee benefits			453,277	
Operations and maintenance			106,056	
Capital outlay			3,534	
Total	<u>659,908</u>	<u>698,728</u>	<u>562,867</u>	<u>135,861</u>
Family Planning				
Salaries and employee benefits			313,604	
Operations and maintenance			58,915	
Capital outlay			-	
Total	<u>377,572</u>	<u>413,049</u>	<u>372,519</u>	<u>40,530</u>
WIC				
Salaries and employee benefits			334,728	
Operations and maintenance			55,470	
Total	<u>384,680</u>	<u>405,271</u>	<u>390,198</u>	<u>15,073</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Child Services Coordination				
Salaries and employee benefits			138,424	
Operations and maintenance			11,545	
Total	<u>223,609</u>	<u>185,836</u>	<u>149,969</u>	<u>35,867</u>
Pregnancy Care Management				
Salaries and employee benefits			108,060	
Operations and maintenance			17,291	
Total	<u>234,747</u>	<u>281,789</u>	<u>125,351</u>	<u>156,438</u>
Child Health				
Salaries and employee benefits			62,194	
Operations and maintenance			11,767	
Capital outlay			-	
Total	<u>128,969</u>	<u>115,128</u>	<u>73,961</u>	<u>41,167</u>
Environmental Health				
Salaries and employee benefits			403,716	
Operations and maintenance			56,416	
Capital outlay			29,348	
Total	<u>484,239</u>	<u>489,815</u>	<u>489,480</u>	<u>335</u>
Food and Lodging				
Operations and maintenance			12,472	
Total	<u>16,221</u>	<u>16,221</u>	<u>12,472</u>	<u>3,749</u>
State Bio-Terrorism				
Salaries and employee benefits			40,909	
Operations and maintenance			-	
Total	<u>40,937</u>	<u>40,937</u>	<u>40,909</u>	<u>28</u>
Total Health	<u>3,938,132</u>	<u>5,388,794</u>	<u>3,888,185</u>	<u>1,500,609</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Social Services				
Administration				
Salaries and employee benefits			8,803,389	
Operations and maintenance			1,507,688	
Capital outlay			-	
Total	<u>10,398,427</u>	<u>10,933,954</u>	<u>10,311,077</u>	<u>622,877</u>
Assistance				
Food stamp issuance			14,550	
Medicaid transportation			76,160	
AA-AD-AB rest homes			368,058	
Aid to the blind			5,750	
Crisis intervention program			3,234	
In-Home services			6,287	
Foster care			1,176,286	
Adoption assistance			137,701	
Low income energy assistance			738,538	
Other programs			15,657	
Total	<u>2,700,602</u>	<u>3,140,669</u>	<u>2,542,221</u>	<u>598,448</u>
Total Social Services	<u>13,099,029</u>	<u>14,074,623</u>	<u>12,853,298</u>	<u>1,221,325</u>
Aging and In-Home Services				
Personal Care CAP Medicaid				
Salaries and employee benefits			202,683	
Operations and maintenance			8,387	
Total	<u>286,975</u>	<u>299,176</u>	<u>211,070</u>	<u>88,106</u>
SHIIP				
Salaries and employee benefits				
Salaries and employee benefits			242	
Operations and maintenance			376	
Total	<u>6,315</u>	<u>6,815</u>	<u>618</u>	<u>6,197</u>
Personal Care Block Grant				
Salaries and employee benefits			142,734	
Operations and maintenance			221,032	
Total	<u>486,213</u>	<u>432,438</u>	<u>363,766</u>	<u>68,672</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Home Repairs				
Salaries and employee benefits			81,964	
Operations and maintenance			213,142	
Capital outlay			-	
Total	<u>175,228</u>	<u>308,256</u>	<u>295,106</u>	<u>13,150</u>
Senior Center and Senior Ctr Outreach				
Salaries and employee benefits			72,285	
Operations and maintenance			36,885	
Total	<u>112,225</u>	<u>128,172</u>	<u>109,170</u>	<u>19,002</u>
Adult Daycare				
Salaries and employee benefits			94,253	
Operations and maintenance			21,841	
Total	<u>247,848</u>	<u>257,766</u>	<u>116,094</u>	<u>141,672</u>
Information/Case Assistance				
Salaries and employee benefits			51,790	
Operations and maintenance			4,322	
Total	<u>65,374</u>	<u>67,882</u>	<u>56,112</u>	<u>11,770</u>
Nutrition Program				
Salaries and employee benefits			114,499	
Operations and maintenance			255,793	
Total	<u>444,117</u>	<u>531,367</u>	<u>370,292</u>	<u>161,075</u>
Family Caregiver Support				
Salaries and employee benefits			27,408	
Operations and maintenance			1,443	
Total	<u>82,594</u>	<u>29,175</u>	<u>28,851</u>	<u>324</u>
Total Aging and In-Home Services	<u>1,906,889</u>	<u>2,061,047</u>	<u>1,551,079</u>	<u>509,968</u>
Total Human Services	<u>19,501,990</u>	<u>22,187,579</u>	<u>18,899,082</u>	<u>3,288,497</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Education				
Contributions to other units				
Current Expense				
Sampson County Board of Education	9,040,287	9,358,327	9,358,327	-
Clinton City Board of Education	3,340,506	3,458,026	3,458,026	-
Sampson Community College	1,465,695	1,528,719	1,528,719	-
Capital Outlay				
Sampson County Board of Education	867,153	2,371,446	1,575,481	795,965
Clinton City Board of Education	322,847	786,195	596,682	189,513
Sampson Community College	250,000	577,153	438,696	138,457
Total Education	<u>15,286,488</u>	<u>18,079,866</u>	<u>16,955,931</u>	<u>1,123,935</u>
Culture and Recreation				
Library				
Salaries and employee benefits			477,630	
Operations and maintenance			117,849	
Capital outlay			67,601	
Total	<u>825,551</u>	<u>786,759</u>	<u>663,080</u>	<u>123,679</u>
Special Appropriations				
Special projects			62,692	
Total	<u>56,992</u>	<u>68,992</u>	<u>62,692</u>	<u>6,300</u>
Recreation				
Salaries and employee benefits			471,928	
Operations and maintenance			106,524	
Programs			110,664	
Capital outlay			31,365	
Total Recreation	<u>664,452</u>	<u>728,722</u>	<u>720,481</u>	<u>8,241</u>
Agri-Exposition Center				
Salaries and employee benefits			103,575	
Operations and maintenance			289,795	
Capital outlay			34,022	
Total	<u>640,407</u>	<u>640,407</u>	<u>427,392</u>	<u>213,015</u>
Total Culture and Recreation	<u>2,187,402</u>	<u>2,224,880</u>	<u>1,873,645</u>	<u>351,235</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Debt Service				
Principal			5,040,590	
Interest and fees			4,400,292	
Administration			119,894	
Total Debt Service	<u>9,169,954</u>	<u>10,104,672</u>	<u>9,560,776</u>	<u>543,896</u>
Contingency	<u>149,261</u>	<u>60,511</u>	<u>-</u>	<u>60,511</u>
Total expenditures	<u>77,515,600</u>	<u>89,911,813</u>	<u>81,661,448</u>	<u>8,250,365</u>
Excess (deficiency) of revenues over expenditures	<u>(6,065,341)</u>	<u>(13,113,705)</u>	<u>(3,020,817)</u>	<u>10,092,888</u>
Other financing sources (uses)				
Transfers in	3,260,769	5,265,522	4,380,044	(885,478)
Transfers out	-	(471,500)	(471,500)	-
Loan proceeds	<u>783,929</u>	<u>3,059,994</u>	<u>2,155,241</u>	<u>(904,753)</u>
Total Other Financing Sources (Uses)	<u>4,044,698</u>	<u>7,854,016</u>	<u>6,063,785</u>	<u>(1,790,231)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>(2,020,643)</u>	<u>(5,259,689)</u>	<u>3,042,968</u>	<u>8,302,657</u>
Appropriated Fund Balance	<u>2,020,643</u>	<u>5,259,689</u>	<u>-</u>	<u>(5,259,689)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>3,042,968</u>	<u>\$ 3,042,968</u>
Fund balance - beginning			<u>30,871,547</u>	
Fund balance - ending			<u>\$ 33,914,515</u>	

**SAMPSON COUNTY, NORTH CAROLINA
 REVALUATION FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Ad-valorem taxes	\$ -	\$ -	\$ -
Investment earnings	-	39	39
Total revenues	<u>-</u>	<u>39</u>	<u>39</u>
Expenditures			
Real property appraisals	-	-	-
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>39</u>	<u>39</u>
Revenues and Other Financing Sources Over (Under) Expenditures	-	39	39
Appropriated Fund Balance	-	-	-
Net change in fund balance	<u>\$ -</u>	<u>39</u>	<u>\$ 39</u>
Fund balance - beginning		<u>264,147</u>	
Fund balance - ending		<u>\$ 264,186</u>	

**SAMPSON COUNTY, NORTH CAROLINA
COUNTY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Investment earnings:			
Library reserve	\$ -	\$ 5	\$ 5
Airport reserve	-	52	52
Livestock arena reserve	-	6	6
Schools building reserve	-	389	389
County building reserve	-	174	174
Water line repairs	-	5	5
Total revenues	<u>-</u>	<u>631</u>	<u>631</u>
Expenditures			
County building reserve	11,500	-	11,500
Airport reserve	10,000	-	10,000
Schools building reserve	450,000	-	450,000
Total expenditures	<u>471,500</u>	<u>-</u>	<u>471,500</u>
Excess (deficiency) of revenues over expenditures	<u>(471,500)</u>	<u>631</u>	<u>472,131</u>
Other Financing Sources (Uses)			
Transfers in (out)			
To General fund	(102,000)	(102,000)	-
To Airport capital project	-	-	-
From Closed capital project	-	-	-
From General Fund for Airport Reserve	10,000	10,000	-
From General Fund for County Bldg Reserve	11,500	11,500	-
From General Fund for County School Bldg Reserve	225,000	225,000	-
From General Fund for City School Bldg Reserve	112,500	112,500	-
From General Fund for SCC Bldg Reserve	112,500	112,500	-
Total other financing sources (uses)	<u>369,500</u>	<u>369,500</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures	<u>(102,000)</u>	<u>370,131</u>	<u>472,131</u>
Appropriated Fund Balance	<u>102,000</u>	<u>-</u>	<u>(102,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>370,131</u>	<u>\$ 370,131</u>
Fund balance - beginning		<u>3,839,825</u>	
Fund balance - ending		<u>\$ 4,209,956</u>	

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL-SCHOOLS CAPITAL PROJECT FUND
For the Year Ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Other taxes and licenses	\$ 2,770,000	\$ 3,234,678	\$ 464,678
Investment earnings		406	406
Total revenues	<u>2,770,000</u>	<u>3,235,084</u>	<u>465,084</u>
Expenditures			
Unallocated capital outlay	-	-	-
Total expenditures	-	-	-
Other Financing Sources (Uses)			
Transfers (out)			
To General Fund for:			
County schools capital outlay	(2,371,446)	(1,575,481)	795,965
City schools capital outlay	(786,195)	(596,682)	189,513
Debt service	<u>(1,580,000)</u>	<u>(1,580,000)</u>	<u>-</u>
Total other financing uses	(4,737,641)	(3,752,163)	985,478
Revenues, Expenditures and Other Financing Uses			
Over (Under) Expenditures	(1,967,641)	(517,079)	1,450,562
Appropriated Fund Balance	<u>1,967,641</u>	<u>-</u>	<u>(1,967,641)</u>
Net change in fund balance	<u>\$ -</u>	<u>(517,079)</u>	<u>\$ (517,079)</u>
Fund balance - beginning		<u>4,147,112</u>	
Fund balance - ending		<u>\$ 3,630,033</u>	

**SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL-SCHOOLS & COMMUNITY FACILITIES CONSTRUCTION
CAPITAL PROJECT FUND
From Inception and for the Year Ended June 30, 2021.**

	Project Authorization	Prior Years	Actual Current Year	Inception to Date	Variance with Final Positive (Negative)
Revenues					
Investment earnings	\$ 24,000	\$ 155,886	\$ -	\$ 155,886	\$ 131,886
Sales tax refund	-	279,498	-	279,498	279,498
Total revenues	<u>24,000</u>	<u>435,384</u>	<u>-</u>	<u>435,384</u>	<u>411,384</u>
Expenditures					
School Construction:					
Clinton City Schools other	2,024,000	2,004,307	-	2,004,307	19,693
Sampson County Schools other	2,000,000	1,994,573	1,052	1,995,625	4,375
Community Facilities	<u>2,536,536</u>	<u>2,520,204</u>	<u>-</u>	<u>2,520,204</u>	<u>16,332</u>
Total expenditures	6,560,536	6,519,084	1,052	6,520,136	40,400
Excess (deficiency) of revenues over expenditures	<u>(6,536,536)</u>	<u>(6,083,700)</u>	<u>(1,052)</u>	<u>(6,084,752)</u>	<u>451,784</u>
Other Financing Sources (Uses)					
Transfers in (out)					
To General Fund for:					
From School capital reserve	-	340,401	-	340,401	340,401
COPs debt premium	2,536,536	2,536,536	-	2,536,536	-
Loan proceeds	<u>4,000,000</u>	<u>4,000,000</u>	<u>-</u>	<u>4,000,000</u>	<u>-</u>
Total other financing uses	<u>6,536,536</u>	<u>6,876,937</u>	<u>-</u>	<u>6,876,937</u>	<u>340,401</u>
Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>793,237</u>	<u>(1,052)</u>	<u>792,185</u>	<u>792,185</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 793,237</u>	<u>(1,052)</u>	<u>\$ 792,185</u>	<u>\$ 792,185</u>
Fund balance - beginning			<u>793,237</u>		
Fund balance - ending			<u>\$ 792,185</u>		

SAMPSON COUNTY, NORTH CAROLINA
AIRPORT EXPANSION CAPITAL PROJECT FUND - AIRPORT CONSTRUCTION
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State, Federal, and Local Grants:					
Federal AIR-21	\$ 5,115,929	\$ 4,166,439	\$ 788,166	\$ 4,954,605	\$ (161,324)
City of Clinton	357,743	152,904	-	152,904	(204,839)
Other revenue	-	1,811	-	1,811	1,811
Total revenues	<u>5,473,672</u>	<u>4,321,154</u>	<u>788,166</u>	<u>5,109,320</u>	<u>(364,352)</u>
Expenditures					
Capital Expansion:					
Professional services	1,529,496	1,470,215	306,784	1,776,999	(247,503)
Capital outlay	58,520	58,520	-	58,520	-
Construction costs	3,270,005	3,080,398	-	3,080,398	189,607
Land	<u>876,068</u>	<u>815,027</u>	<u>-</u>	<u>815,027</u>	<u>61,041</u>
Total expenditures	<u>5,734,089</u>	<u>5,424,160</u>	<u>306,784</u>	<u>5,730,944</u>	<u>3,145</u>
Excess (deficiency) of revenues over expenditures	<u>(260,417)</u>	<u>(1,103,006)</u>	<u>481,382</u>	<u>(621,624)</u>	<u>(361,207)</u>
Other Financing Sources					
Transfers In:					
From Airport Capital Reserve	<u>260,417</u>	<u>196,908</u>	<u>-</u>	<u>196,908</u>	<u>(63,509)</u>
Total other financing sources	<u>260,417</u>	<u>196,908</u>	<u>-</u>	<u>196,908</u>	<u>(63,509)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (906,098)</u>	<u>481,382</u>	<u>\$ (424,716)</u>	<u>\$ (424,716)</u>
Fund balance - beginning			<u>(906,098)</u>		
Fund balance - ending			<u>\$ (424,716)</u>		

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2021**

	Special Revenue Funds			
	Emergency Telephone System	Sampson Area Transportation	CARES Act Funding	Fire Districts
ASSETS				
Cash and cash equivalents	\$ 231,396	\$ 414,221	\$ -	\$ -
Restricted cash	-	-	202,263	-
Taxes receivable (net)	-	-	-	106,734
Other receivables	301,432	180,841	-	138,466
TOTAL ASSETS	\$ 532,828	\$ 595,062	\$ 202,263	\$ 245,200
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ 131,235	\$ 28,596	\$ 29,147	\$ 15,642
Due to General Fund	-	-	-	85,663
Deferred grant revenue	-	-	173,116	-
Deferred tax revenue	-	-	-	106,734
Total Liabilities	131,235	28,596	202,263	208,039
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	301,432	180,841	-	138,466
Public safety	-	-	-	(101,305)
Assigned				
General government	-	-	-	-
Public safety	100,161	-	-	-
Environmental protection	-	-	-	-
Human services	-	385,625	-	-
Culture and recreation	-	-	-	-
Capital expansion	-	-	-	-
Subsequent year's expenditures	-	-	-	-
Unassigned				
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	401,593	566,466	-	37,161
TOTAL LIABILITIES AND FUND BALANCES	\$ 532,828	\$ 595,062	\$ 202,263	\$ 245,200

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2021**

	Special Revenue Funds			
	Soil and Water District	H. Florence Hazard Mitigation	Urgent Home Repair Project	Community Development ESFR-17
ASSETS				
Cash and cash equivalents	\$ 92,317	\$ -	\$ 34,614	\$ -
Restricted cash	-	-	-	-
Taxes receivable (net)	-	-	-	-
Other receivables	-	-	-	-
TOTAL ASSETS	\$ 92,317	\$ -	\$ 34,614	\$ -
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ 163	\$ -	\$ -	\$ -
Due to General Fund	-	1,936	-	-
Deferred grant revenue	-	-	-	-
Deferred tax revenue	-	-	-	-
Total Liabilities	163	1,936	-	-
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	-	-	-	-
Public Safety	-	-	-	-
Assigned				
General government	-	-	-	-
Public safety	-	-	-	-
Environmental protection	92,154	-	-	-
Human services	-	(1,936)	34,614	-
Culture and recreation	-	-	-	-
Capital expansion	-	-	-	-
Subsequent year's expenditures	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	92,154	(1,936)	34,614	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 92,317	\$ -	\$ 34,614	\$ -

**SAMPSON COUNTY, NORTH CAROLINA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2021**

	Special Revenue Funds			
	Disaster Rec. ESFR-17	Disaster Rec. NCEM	Disaster Rec. NCEM	Community Development
	Matthew	DRA-17	Hazard Mitigation	ESFR-20
ASSETS				
Cash and cash equivalents	\$ 12,471	\$ 9	\$ 5,500	\$ -
Restricted cash	-	-	-	-
Taxes receivable (net)	-	-	-	-
Other receivables	-	-	-	-
TOTAL ASSETS	\$ 12,471	\$ 9	\$ 5,500	\$ -
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -
Due to General Fund	-	-	-	363
Deferred grant revenue	-	-	-	-
Deferred tax revenue	-	-	-	-
Total Liabilities	-	-	-	363
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	-	-	-	-
Public Safety	-	-	-	-
Assigned				
General government	-	-	-	-
Public safety	-	-	-	-
Environmental protection	-	-	-	-
Human services	12,471	9	5,500	(363)
Culture and recreation	-	-	-	-
Capital expansion	-	-	-	-
Subsequent year's expenditures	-	-	-	-
Unassigned				
Total Fund Balances (Deficits)	12,471	9	5,500	(363)
TOTAL LIABILITIES AND FUND BALANCES	\$ 12,471	\$ 9	\$ 5,500	\$ -

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2021**

	Special Revenue Funds		Capital Project Funds	
	Community Development CDBG-NR	Total Nonmajor Special Revenue Funds	Courthouse Annex Renovations	Emergency Management Facilities
ASSETS				
Cash and cash equivalents	\$ -	\$ 790,528	\$ 29,104	\$ -
Restricted cash	-	202,263	-	7,216,152
Taxes receivable (net)	-	106,734	-	-
Other receivables	-	620,739	-	543,558
TOTAL ASSETS	\$ -	\$ 1,720,264	\$ 29,104	\$ 7,759,710
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 204,783	\$ -	\$ 296,323
Due to General Fund	895	88,857	-	-
Deferred grant revenue	-	173,116	-	-
Deferred tax revenue	-	106,734	-	-
Total Liabilities	895	573,490	-	296,323
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	-	620,739	-	543,558
Public Safety	-	(101,305)	-	-
Assigned				
General government	-	-	-	-
Public safety	-	100,161	-	-
Environmental protection	-	92,154	-	-
Human services	-	435,920	-	-
Culture and recreation	-	-	-	-
Capital expansion	(895)	(895)	29,104	6,919,829
Subsequent year's expenditures	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	(895)	1,146,774	29,104	7,463,387
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ 1,720,264	\$ 29,104	\$ 7,759,710

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2021**

	Capital Project Funds		Total Nonmajor Governmental Funds
	County Bldgs Construction Renovations	Total Nonmajor Capital Project Funds	
ASSETS			
Cash and cash equivalents	\$ 5,508	\$ 34,612	\$ 825,140
Restricted cash	-	7,216,152	7,418,415
Taxes receivable (net)	-	-	106,734
Other receivables	-	543,558	1,164,297
TOTAL ASSETS	\$ 5,508	\$ 7,794,322	\$ 9,514,586
LIABILITIES AND FUND BALANCES			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ -	\$ 296,323	\$ 501,106
Due to General Fund	-	-	88,857
Deferred grant revenue	-	-	173,116
Deferred tax revenue	-	-	106,734
Total Liabilities	-	296,323	869,813
Fund Balances (Deficits):			
Restricted			
Stabilization by state statute	-	543,558	1,164,297
Public Safety	-	-	(101,305)
Assigned			
General government	-	-	-
Public safety	-	-	100,161
Environmental protection	-	-	92,154
Human services	-	-	435,920
Culture and recreation	-	-	-
Capital expansion	5,508	6,954,441	6,953,546
Subsequent year's expenditures	-	-	-
Unassigned	-	-	-
Total Fund Balances (Deficits)	5,508	7,497,999	8,644,773
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,508	\$ 7,794,322	\$ 9,514,586

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021**

	Special Revenue Funds			
	Emergency Telephone System	Sampson Area Transportation	CARES Act Funding	Fire Districts
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ 3,407,887
Sales taxes	-	-	-	-
State, federal and local grants	174,428	1,123,761	2,294,416	-
Fees	342,113	919,192	-	-
Investment earnings	34	60	44	-
Miscellaneous	-	-	-	-
Total revenues	<u>516,575</u>	<u>2,043,013</u>	<u>2,294,460</u>	<u>3,407,887</u>
Expenditures				
General government	-	-	-	-
Public safety	1,049,555	-	-	4,400,004
Environmental protection	-	-	-	-
Human services	-	1,202,797	2,294,460	-
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>1,049,555</u>	<u>1,202,797</u>	<u>2,294,460</u>	<u>4,400,004</u>
Excess (deficiency) of revenues over expenditures	<u>(532,980)</u>	<u>840,216</u>	<u>-</u>	<u>(992,117)</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	(525,881)	-	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(525,881)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(532,980)	314,335	-	(992,117)
Fund balances - beginning	<u>934,573</u>	<u>252,131</u>	<u>-</u>	<u>1,029,278</u>
Fund balances - ending	<u>\$ 401,593</u>	<u>\$ 566,466</u>	<u>\$ -</u>	<u>\$ 37,161</u>

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021**

	Special Revenue Funds			
	Soil and Water District	H. Florence Hazard Mitigation	Urgent Home Repair Project	Community Development ESFR-17
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
State, federal and local grants	3,600	669,368	100,000	24,242
Fees	-	-	-	-
Investment earnings	11	-	-	-
Miscellaneous	2,089	-	-	-
Total revenues	<u>5,700</u>	<u>669,368</u>	<u>100,000</u>	<u>24,242</u>
Expenditures				
General government	-	-	-	-
Public safety	-	-	-	-
Environmental protection	861	-	-	-
Human services	-	665,764	81,115	27,536
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>861</u>	<u>665,764</u>	<u>81,115</u>	<u>27,536</u>
Excess (deficiency) of revenues over expenditures:	<u>4,839</u>	<u>3,604</u>	<u>18,885</u>	<u>(3,294)</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	4,839	3,604	18,885	(3,294)
Fund balances - beginning	<u>87,315</u>	<u>(5,540)</u>	<u>15,729</u>	<u>3,294</u>
Fund balances - ending	<u>\$ 92,154</u>	<u>\$ (1,936)</u>	<u>\$ 34,614</u>	<u>\$ -</u>

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021**

	Special Revenue Funds		
	Disaster Rec. ESFR-17	Disaster Rec. NCEM	Disaster Rec. NCEM
	Matthew	DRA-17	Hazard Mitigation
Revenues			
Ad valorem taxes	\$ -	\$ -	\$ -
Sales taxes	-	-	-
State, federal and local grants	-	1,666	26,122
Fees	-	-	-
Investment earnings	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>1,666</u>	<u>26,122</u>
Expenditures			
General government	-	-	-
Public safety	-	-	-
Environmental protection	-	-	-
Human services	-	1,083	26,656
Culture and recreation	-	-	-
Capital Expansion	-	-	-
Total Expenditures	<u>-</u>	<u>1,083</u>	<u>26,656</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>583</u>	<u>(534)</u>
Other Financing Sources (Uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Installment purchase debt issued	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	583	(534)
Fund balances - beginning	12,471	(574)	6,034
Fund balances - ending	<u>\$ 12,471</u>	<u>\$ 9</u>	<u>\$ 5,500</u>

SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	Special Revenue Funds			Capital Projects
	Community Development ESFR-20	Community Development CDBG-NR	Total Nonmajor Special Revenue Funds	Courthouse Annex Renovations
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ 3,407,887	\$ -
Sales taxes	-	-	-	-
State, federal and local grants	-	-	4,417,603	-
Fees	-	-	1,261,305	-
Investment earnings	-	-	149	-
Miscellaneous	-	-	2,089	-
Total revenues	-	-	9,089,033	-
Expenditures				
General government	-	-	-	-
Public safety	-	-	5,449,559	-
Environmental protection	-	-	861	-
Human services	363	895	4,300,669	-
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	363	895	9,751,089	-
Excess (deficiency) of revenues over expenditures:	(363)	(895)	(662,056)	-
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	(525,881)	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	-	-	(525,881)	-
Net change in fund balances	(363)	(895)	(1,187,937)	-
Fund balances - beginning	-	-	2,334,711	29,104
Fund balances - ending	\$ (363)	\$ (895)	\$ 1,146,774	\$ 29,104

**SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021**

	Capital Project Funds			Total Nonmajor Governmental Funds
	Emergency Management Facilities	County Bldgs Construction Renovations	Total Nonmajor Capital Project Funds	
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ 3,407,887
Sales taxes	-	-	-	-
State, federal and local grants	1,617,977	-	1,617,977	6,035,580
Fees	-	-	-	1,261,305
Investment earnings	162	-	162	311
Miscellaneous	-	-	-	2,089
Total revenues	<u>1,618,139</u>	<u>-</u>	<u>1,618,139</u>	<u>10,707,172</u>
Expenditures				
General government	-	-	-	-
Public safety	-	-	-	5,449,559
Environmental protection	-	-	-	861
Human services	-	-	-	4,300,669
Culture and recreation	-	-	-	-
Capital Expansion	<u>1,848,852</u>	<u>-</u>	<u>1,848,852</u>	<u>1,848,852</u>
Total Expenditures	<u>1,848,852</u>	<u>-</u>	<u>1,848,852</u>	<u>11,599,941</u>
Excess (deficiency) of revenues over expenditures:	<u>(230,713)</u>	<u>-</u>	<u>(230,713)</u>	<u>(892,769)</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	(525,881)
Installment purchase debt issued	<u>7,694,100</u>	<u>-</u>	<u>7,694,100</u>	<u>7,694,100</u>
Total other financing sources (uses)	<u>7,694,100</u>	<u>-</u>	<u>7,694,100</u>	<u>7,168,219</u>
Net change in fund balances	7,463,387	-	7,463,387	6,275,450
Fund balances - beginning	<u>-</u>	<u>5,508</u>	<u>34,612</u>	<u>2,369,323</u>
Fund balances - ending	<u>\$ 7,463,387</u>	<u>\$ 5,508</u>	<u>\$ 7,497,999</u>	<u>\$ 8,644,773</u>

**SAMPSON 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, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
NC 911 PSAP fees	\$ 240,995	\$ 174,428	\$ (66,567)
NC 911 PSAP grant	5,479,453	342,113	(5,137,340)
Investment earnings	-	34	34
Total revenues	<u>5,720,448</u>	<u>516,575</u>	<u>(5,203,873)</u>
Expenditures			
Operations and maintenance	27,603	2,670	24,933
Telephone and postage	104,720	25,177	79,543
Contracted services	84,922	55,064	29,858
Capital outlay	651,518	624,531	26,987
911 facility construction	5,479,453	342,113	5,137,340
Total expenditures	<u>6,348,216</u>	<u>1,049,555</u>	<u>5,298,661</u>
Excess (deficiency) of revenues over expenditures	<u>(627,768)</u>	<u>(532,980)</u>	<u>94,788</u>
Other financing sources (uses)			
Transfers out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Finance Sources (Uses) Over (Under) Expenditures	(627,768)	(532,980)	94,788
Appropriated Fund Balance	<u>627,768</u>	<u>-</u>	<u>(627,768)</u>
Net change in fund balance	<u>\$ -</u>	<u>(532,980)</u>	<u>\$ (532,980)</u>
Fund balance - beginning		<u>934,573</u>	
Fund balance - ending		<u>\$ 401,593</u>	

SAMPSON COUNTY, NORTH CAROLINA
SAMPSON AREA TRANSPORTATION
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
State Grants:			
Transportation-capital improvements	\$ 234,000	\$ 239,140	\$ 5,140
Transportation-riders	1,265,692	824,124	(441,568)
Development funds	195,276	60,497	(134,779)
Workfirst	16,772	-	(16,772)
Mileage fees	1,363,593	919,192	(444,401)
Investment earnings	-	60	60
Total revenues	<u>3,075,333</u>	<u>2,043,013</u>	<u>(1,032,320)</u>
Expenditures			
Salaries and employee benefits	1,150,870	664,926	485,944
Gas, oil, and tires	504,442	144,916	359,526
Maintenance and repairs	458,122	32,522	425,600
Operations	105,436	49,810	55,626
Insurance and bonds	39,248	39,247	1
Capital outlay	<u>291,334</u>	<u>271,376</u>	<u>19,958</u>
Total expenditures	<u>2,549,452</u>	<u>1,202,797</u>	<u>1,346,655</u>
Excess (deficiency) of revenues over expenditures	<u>525,881</u>	<u>840,216</u>	<u>314,335</u>
Other Financing Sources (Uses)			
Transfers:			
To General fund	<u>(525,881)</u>	<u>(525,881)</u>	<u>-</u>
Total other financing sources (uses)	<u>(525,881)</u>	<u>(525,881)</u>	<u>-</u>
Revenues and Other Finance Sources (Uses) Over (Under) Expenditures	-	314,335	314,335
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>314,335</u>	<u>\$ 314,335</u>
Fund balance - beginning		<u>252,131</u>	
Fund balance - ending		<u>\$ 566,466</u>	

**SAMPSON COUNTY, NORTH CAROLINA
 CARES ACT FUNDING
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended June 30, 2021**

	Final Budget	Current Year	Variance Positive (Negative)
Revenues			
State & Federal Grants:			
CARES Act Grant	\$ 2,516,676	\$ 2,294,416	\$ (222,260)
Miscellaneous	-	44	44
Total revenues	<u>2,516,676</u>	<u>2,294,460</u>	<u>(222,216)</u>
Expenditures			
Salaries and employee benefits	641,430	621,429	20,001
Operations and maintenance	1,681,496	1,603,811	77,685
Capital outlay	193,750	69,220	124,530
Total expenditures	<u>2,516,676</u>	<u>2,294,460</u>	<u>222,216</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance - beginning		<u>-</u>	
Fund balance - ending		<u>\$ -</u>	

**SAMPSON COUNTY, NORTH CAROLINA
 FIRE DISTRICTS
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended June 30, 2021**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad Valorem Taxes:			
Current year	\$ 3,248,854	\$ 3,330,358	\$ 81,504
Prior year	71,900	74,595	2,695
Penalties and interest	-	2,934	2,934
Investment earnings	-	-	-
Total revenues	<u>3,320,754</u>	<u>3,407,887</u>	<u>87,133</u>
Expenditures			
Fire protection	<u>4,510,936</u>	<u>4,400,004</u>	<u>110,932</u>
Total expenditures	<u>4,510,936</u>	<u>4,400,004</u>	<u>110,932</u>
Excess (deficiency) of revenues over expenditures	<u>(1,190,182)</u>	<u>(992,117)</u>	<u>198,065</u>
Appropriated Fund Balance	<u>1,190,182</u>	<u>-</u>	<u>(1,190,182)</u>
Net change in fund balance	<u>\$ -</u>	<u>(992,117)</u>	<u>\$ (992,117)</u>
Fund balance - beginning		<u>1,029,278</u>	
Fund balance - ending		<u>\$ 37,161</u>	

SAMPSON COUNTY, NORTH CAROLINA
FIRE DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BY DISTRICT
For the Year Ended June 30, 2021

<u>District</u>	<u>Ad Valorem Taxes & Investment Earnings</u>	<u>Fire Protection Transfers to Districts</u>	<u>Revenues Over (Under) Expenditures</u>	<u>Fund Balance Beginning</u>	<u>Fund Balance Ending</u>
Coharie	\$ 193,523	\$ 296,044	\$ (102,521)	\$ 102,520	\$ (1)
Franklin	193,109	288,657	(95,548)	98,056	2,508
Godwin-Falcon	32,207	27,744	4,463	4,942	9,405
Halls	161,177	180,288	(19,111)	20,586	1,475
Herring	158,955	176,701	(17,746)	21,497	3,751
Honeycutt-Salemburg	202,968	248,445	(45,477)	52,344	6,867
Newton Grove	103,813	133,636	(29,823)	29,824	1
Piney Grove	105,865	142,101	(36,236)	38,759	2,523
Plain View	292,663	331,984	(39,321)	39,322	1
Spivey's Corner	188,124	210,211	(22,087)	23,394	1,307
Turkey	161,696	207,740	(46,044)	46,043	(1)
Vanns Crossroads	90,963	121,623	(30,660)	33,824	3,164
Clinton	557,178	727,715	(170,537)	170,538	1
Clement	235,721	389,134	(153,413)	153,779	366
Autryville	139,164	161,709	(22,545)	22,548	3
Garland	154,688	209,690	(55,002)	56,389	1,387
Taylor's Bridge	365,688	431,283	(65,595)	65,597	2
Goshen	55,530	104,845	(49,315)	49,316	1
Jordans Chapel	7,488	4,254	3,234	-	3,234
Smith Chapel	7,367	6,200	1,167	-	1,167
	<u>\$ 3,407,887</u>	<u>\$ 4,400,004</u>	<u>\$ (92,117)</u>	<u>\$ 1,029,278</u>	<u>\$ 37,161</u>

**SAMPSON COUNTY, NORTH CAROLINA
SOIL AND WATER CONSERVATION DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
State Grant	\$ 3,600	\$ 3,600	\$ -
Miscellaneous	1,000	2,089	1,089
Investment earnings	-	11	11
Total revenues	<u>4,600</u>	<u>5,700</u>	<u>1,100</u>
Expenditures			
Travel	2,000	-	2,000
Operations and maintenance	<u>2,600</u>	<u>861</u>	<u>1,739</u>
Total expenditures	4,600	861	3,739
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>4,839</u>	<u>(2,639)</u>
Revenues and Other Financing Sources			
Over (Under) Expenditures	-	4,839	4,839
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>4,839</u>	<u>\$ 4,839</u>
Fund balance - beginning		<u>87,315</u>	
Fund balance - ending		<u>\$ 92,154</u>	

**SAMPSON COUNTY, NORTH CAROLINA
HURRICANE FLORENCE HAZARD MITIGATION
BUYOUT/DEMOLITION
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 1,218,022	\$ 9,550	\$ 669,368	\$ 678,918	\$ (539,104)
Miscellaneous	-	-	-	-	-
Total revenue	<u>1,218,022</u>	<u>9,550</u>	<u>669,368</u>	<u>678,918</u>	<u>(539,104)</u>
Expenditures					
Administration	42,800	465	4,662	5,127	37,673
Other professional services	213,792	14,625	45,771	60,396	153,396
Acquisition and demolotion	961,430	-	615,331	615,331	346,099
Total expenditures	<u>1,218,022</u>	<u>15,090</u>	<u>665,764</u>	<u>680,854</u>	<u>537,168</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (5,540)</u>	3,604	<u>\$ (1,936)</u>	<u>\$ (1,936)</u>
Fund balance - beginning			<u>(5,540)</u>		
Fund balance - ending			<u>\$ (1,936)</u>		

**SAMPSON COUNTY, NORTH CAROLINA
URGENT HOME REPAIR GRANT PROJECT
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 715,000	\$ 490,000	\$ 100,000	\$ 590,000	\$ (125,000)
Interest earned	390	826	-	826	436
Total revenue	<u>715,390</u>	<u>490,826</u>	<u>100,000</u>	<u>590,826</u>	<u>(124,564)</u>
Expenditures					
Salaries and employee benefits	5,609	5,609	-	5,609	-
Building materials	204,179	130,259	42,628	172,887	31,292
Department supplies	7,587	7,587	-	7,587	-
Contracted services	465,154	306,396	30,872	337,268	127,886
Transfer to state agency	32,861	25,246	7,615	32,861	-
Total expenditures	<u>715,390</u>	<u>475,097</u>	<u>81,115</u>	<u>556,212</u>	<u>159,178</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 15,729</u>	18,885	<u>\$ 34,614</u>	<u>\$ 34,614</u>
Fund balance - beginning			<u>15,729</u>		
Fund balance - ending			<u>\$ 34,614</u>		

**SAMPSON COUNTY, NORTH CAROLINA
COMMUNITY DEVELOPMENT GRANT PROJECT
NC HOUSING FINANCE ESFR-17
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 840,000	\$ 657,219	\$ 24,242	\$ 681,461	\$ (158,539)
Miscellaneous	-	-	-	-	-
Total revenue	<u>840,000</u>	<u>657,219</u>	<u>24,242</u>	<u>681,461</u>	<u>(158,539)</u>
Expenditures					
Administration	240,000	173,428	13,626	187,054	52,946
Housing rehabilitation	<u>600,000</u>	<u>480,497</u>	<u>13,910</u>	<u>494,407</u>	<u>105,593</u>
Total expenditures	<u>840,000</u>	<u>653,925</u>	<u>27,536</u>	<u>681,461</u>	<u>158,539</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 3,294</u>	(3,294)	<u>\$ -</u>	<u>\$ -</u>
Fund balance - beginning			<u>3,294</u>		
Fund balance - ending			<u>\$ -</u>		

**SAMPSON COUNTY, NORTH CAROLINA
DISASTER RECOVERY GRANT PROJECT
NC HOUSING FINANCE ESFR-17 HURRICANE MATTHEW
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 839,340	\$ 569,515	\$ -	\$ 569,515	\$ (269,825)
Miscellaneous	-	-	-	-	-
Total revenue	<u>839,340</u>	<u>569,515</u>	<u>-</u>	<u>569,515</u>	<u>(269,825)</u>
Expenditures					
Administration	190,000	110,394	-	110,394	79,606
Housing rehabilitation	649,340	446,650	-	446,650	202,690
Total expenditures	<u>839,340</u>	<u>557,044</u>	<u>-</u>	<u>557,044</u>	<u>282,296</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 12,471</u>	<u>-</u>	<u>\$ 12,471</u>	<u>\$ 12,471</u>
Fund balance - beginning			<u>12,471</u>		
Fund balance - ending			<u>\$ 12,471</u>		

**SAMPSON COUNTY, NORTH CAROLINA
DISASTER RECOVERY GRANT PROJECT
NC EMERGENCY MANAGEMENT DRA-17
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 500,000	\$ 16,625	\$ 1,666	\$ 18,291	\$ (481,709)
Miscellaneous	-	-	-	-	-
Total revenue	<u>500,000</u>	<u>16,625</u>	<u>1,666</u>	<u>18,291</u>	<u>(481,709)</u>
Expenditures					
Administration	100,000	17,199	1,083	18,282	81,718
Housing rehabilitation	400,000	-	-	-	400,000
Total expenditures	<u>500,000</u>	<u>17,199</u>	<u>1,083</u>	<u>18,282</u>	<u>481,718</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (574)</u>	583	<u>\$ 9</u>	<u>\$ 9</u>
Fund balance - beginning			<u>(574)</u>		
Fund balance - ending			<u>\$ 9</u>		

**SAMPSON COUNTY, NORTH CAROLINA
DISASTER RECOVERY GRANT PROJECT
NC EMERGENCY MANAGEMENT HAZARD MITIGATION
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 793,012	\$ 171,054	\$ 26,122	\$ 197,176	\$ (595,836)
Miscellaneous	-	-	-	-	-
Total revenue	<u>793,012</u>	<u>171,054</u>	<u>26,122</u>	<u>197,176</u>	<u>(595,836)</u>
Expenditures					
Administration	53,669	11,272	1,166	12,438	41,231
Other professional services	47,324	3,435	25,490	28,925	18,399
Acquisition gap funding	181,500	41,968	-	41,968	139,532
Acquisition and elevation	510,519	108,345	-	108,345	402,174
Total expenditures	<u>793,012</u>	<u>165,020</u>	<u>26,656</u>	<u>191,676</u>	<u>601,336</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 6,034</u>	<u>(534)</u>	<u>\$ 5,500</u>	<u>\$ 5,500</u>
Fund balance - beginning			<u>6,034</u>		
Fund balance - ending			<u>\$ 5,500</u>		

**SAMPSON COUNTY, NORTH CAROLINA
COURTHOUSE ANNEX I RENOVATIONS CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State, Federal, and Local Grants:					
Federal-USDA	\$ 100,000	\$ 100,000	\$ -	\$ 100,000	\$ -
Investment earnings	-	-	-	-	-
Sales tax refund	3,234	3,283	-	3,283	49
Total revenues	<u>100,000</u>	<u>103,283</u>	<u>-</u>	<u>103,283</u>	<u>49</u>
Expenditures					
Capital Expansion:					
Engineering	79,139	60,051	-	60,051	19,088
Construction costs	1,912,113	1,905,704	-	1,905,704	6,409
Legal and administration	5,514	5,190	-	5,190	324
Capitalized interest	75,000	75,000	-	75,000	-
Contingency	-	-	-	-	-
Total expenditures	<u>2,071,766</u>	<u>2,045,945</u>	<u>-</u>	<u>2,045,945</u>	<u>25,821</u>
Excess (deficiency) of revenues over expenditures	<u>(1,971,766)</u>	<u>(1,942,662)</u>	<u>-</u>	<u>(1,942,662)</u>	<u>25,870</u>
Other Financing Sources (Uses)					
Transfer to general fund	(78,234)	(78,234)	-	(78,234)	-
Installment purchase debt issued	<u>2,050,000</u>	<u>2,050,000</u>	<u>-</u>	<u>2,050,000</u>	<u>-</u>
Total other financing sources (uses)	<u>1,971,766</u>	<u>1,971,766</u>	<u>-</u>	<u>1,971,766</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 29,104</u>	<u>-</u>	<u>\$ 29,104</u>	<u>\$ 29,104</u>
Fund balance - beginning			<u>29,104</u>		
Fund balance - ending			<u>\$ 29,104</u>		

**SAMPSON COUNTY, NORTH CAROLINA
EMERGENCY MANAGEMENT FACILITIES CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State grant	\$ 4,500,000	\$ 276,237	\$1,617,977	\$ 1,894,214	\$ (2,605,786)
Investment earnings	-	-	162	162	162
Sales Tax Refund	-	-	-	-	-
Total revenues	<u>4,500,000</u>	<u>276,237</u>	<u>1,618,139</u>	<u>1,894,376</u>	<u>(2,605,624)</u>
Expenditures					
Contingency	\$ 280,189	\$ -	\$ -	\$ -	\$ 280,189
Engineering	1,735,852	276,237	886,635	1,162,872	572,980
Construction costs	10,183,959	-	962,217	962,217	9,221,742
Total expenditures	<u>12,200,000</u>	<u>276,237</u>	<u>1,848,852</u>	<u>2,125,089</u>	<u>10,074,911</u>
Excess (deficiency) of revenues over expenditures	<u>(7,700,000)</u>	<u>-</u>	<u>(230,713)</u>	<u>(230,713)</u>	<u>7,469,287</u>
Other Financing Sources (Uses)					
Installment purchase debt issued	<u>7,700,000</u>	<u>-</u>	<u>7,694,100</u>	<u>7,694,100</u>	<u>(5,900)</u>
Total other financing sources	<u>7,700,000</u>	<u>-</u>	<u>7,694,100</u>	<u>7,694,100</u>	<u>(5,900)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>7,463,387</u>	<u>\$ 7,463,387</u>	<u>\$ 7,463,387</u>
Fund balance - beginning			<u>-</u>		
Fund balance - ending			<u>\$7,463,387</u>		

**SAMPSON COUNTY, NORTH CAROLINA
COUNTY BUILDINGS CONSTRUCTION AND RENOVATION
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State grant	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	-	-	-
Sales Tax Refund	2,492	2,493	-	2,493	1
Total revenues	<u>2,492</u>	<u>2,493</u>	<u>-</u>	<u>2,493</u>	<u>1</u>
Expenditures					
County administration offices					
Contingency	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000
Engineering	110,920	110,920	-	110,920	-
Relocation	507	-	-	-	507
General contractor	1,033,455	1,033,455	-	1,033,455	-
Total expenditures	<u>1,149,882</u>	<u>1,144,375</u>	<u>-</u>	<u>1,144,375</u>	<u>5,507</u>
Excess (deficiency) of revenues over expenditures	<u>(1,147,390)</u>	<u>(1,141,882)</u>	<u>-</u>	<u>(1,141,882)</u>	<u>5,508</u>
Other Financing Sources (Uses)					
Transfer to capital reserve	(2,492)	(2,492)	-	(2,492)	-
Installment purchase debt issued	1,149,882	1,149,882	-	1,149,882	-
Total other financing sources	<u>1,147,390</u>	<u>1,147,390</u>	<u>-</u>	<u>1,147,390</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 5,508</u>	<u>-</u>	<u>\$ 5,508</u>	<u>\$ 5,508</u>
Fund balance - beginning			5,508		
Fund balance - ending			<u>\$ 5,508</u>		

**SAMPSON COUNTY, NORTH CAROLINA
COMMUNITY DEVELOPMENT GRANT PROJECT
NC HOUSING FINANCE ESFR-20
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 190,000	\$ -	\$ -	\$ -	\$ (190,000)
Miscellaneous	-	-	-	-	-
Total revenue	<u>190,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(190,000)</u>
Expenditures					
Administration	40,000	-	363	363	39,637
Housing rehabilitation	150,000	-	-	-	150,000
Total expenditures	<u>190,000</u>	<u>-</u>	<u>363</u>	<u>363</u>	<u>189,637</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	(363)	<u>\$ (363)</u>	<u>\$ (363)</u>
Fund balance - beginning			-		
Fund balance - ending			<u>\$ (363)</u>		

**SAMPSON COUNTY, NORTH CAROLINA
COMMUNITY DEVELOPMENT GRANT PROJECT
CDGB-NEIGHBORHOOD REVITALIZATION
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 750,000	\$ -	\$ -	\$ -	\$ (750,000)
Miscellaneous	-	-	-	-	-
Total revenue	<u>750,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(750,000)</u>
Expenditures					
Administration	115,000	-	895	895	114,105
Other professional svcs	96,000	-	-	-	96,000
Relocation assistance	28,000	-	-	-	28,000
Housing rehabilitation	511,000	-	-	-	511,000
Total expenditures	<u>750,000</u>	<u>-</u>	<u>895</u>	<u>895</u>	<u>749,105</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(895)</u>	<u>\$ (895)</u>	<u>\$ (895)</u>
Fund balance - beginning			<u>-</u>		
Fund balance - ending			<u>\$ (895)</u>		

Enterprise Funds

**SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT II
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for Services:			
Water sales	\$	\$ 2,416,229	\$
Penalties		43,659	
Tap fees		70,400	
Miscellaneous		83,982	
Total Operating Revenues	<u>2,632,672</u>	<u>2,614,270</u>	<u>(18,402)</u>
Nonoperating Revenues:			
Interest earnings		148	
Total Nonoperating Revenues	<u>-</u>	<u>148</u>	<u>148</u>
Total Revenues	<u>2,632,672</u>	<u>2,614,418</u>	<u>(18,254)</u>
Expenditures:			
Salaries and employee benefits		603,146	
Bulk water purchases		120,356	
Training		7,904	
Contracted services		163,031	
Operations and maintenance		549,695	
Capital outlay		273,202	
Debt service principal		459,697	
Debt service interest		456,185	
Total Expenditures	<u>2,896,869</u>	<u>2,633,216</u>	<u>263,653</u>
Revenues Over (Under) Expenditures	(264,197)	(18,798)	245,399
Other Financing Sources, and (uses)			
Transfer to capital project	-	-	-
Appropriated Fund Balance	<u>264,197</u>	<u>-</u>	<u>(264,197)</u>
Total other financing sources (uses)	<u>264,197</u>	<u>-</u>	<u>(264,197)</u>
Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (18,798)</u>	<u>\$ (18,798)</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT II
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2021

Reconciliation from budgetary basis (modified accrual) to full accrual	
Revenues and Other Financing Sources	
Over (Under) Expenditures	\$ (18,798)
Reconciling Items:	
Debt principal	459,697
Increase in deferred outflows of resources	(17,355)
Increase in net pension liability	(37,271)
Decrease in net OPEB liability	41,454
Decrease in deferred inflows of resources	2,096
Compensated absences	80,041
Accrued interest	25,273
Capital contributions in capital projects	886,715
Depreciation	(850,001)
Amortization of bond premiums	28,092
Capital outlay	<u>273,202</u>
Total reconciling items	<u>891,943</u>
Change in net position	<u>\$ 873,145</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-WELL PROJECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
Fron Inception and for the Year Ended June 30, 2021

	Project Authorization	Actual		Inception to Date	Variance
		Prior Years	Current Year		Positive (Negative)
Revenues:					
State Federal and Local Grants:					
USDA Rural Development	\$ 834,850	\$ 835,000	\$ -	\$ 835,000	\$ 150
Sales Tax Refund	116,460	116,460	-	116,460	-
Total Revenues	<u>951,310</u>	<u>951,460</u>	<u>-</u>	<u>951,460</u>	<u>150</u>
Expenditures:					
Engineering	349,927	349,927	-	349,927	-
Other professional services	14,984	14,984	-	14,984	-
Land	77,435	77,435	-	77,435	-
Construction	2,169,466	2,169,466	-	2,169,466	-
Capitalized interest	58,970	58,970	-	58,970	-
Legal	8,368	8,368	-	8,368	-
Total Expenditures	<u>2,679,150</u>	<u>2,679,150</u>	<u>-</u>	<u>2,679,150</u>	<u>-</u>
Revenues Over (Under) Expenditures	(1,727,840)	(1,727,690)	-	(1,727,690)	150
Other Financing Sources (Uses):					
Transfer to water capital project	(64,160)	-	-	-	64,160
Installment purchase debt proceeds	1,792,000	1,792,000	-	1,792,000	-
	<u>1,727,840</u>	<u>1,792,000</u>	<u>-</u>	<u>1,792,000</u>	<u>64,160</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 64,310</u>	<u>\$ -</u>	<u>\$ 64,310</u>	<u>\$ 64,310</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-403 WELL CONSTRUCTION PROJECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
Fron Inception and for the Year Ended June 30, 2021

	Project Authorization	Actual		Inception to Date	Variance
		Prior Years	Current Year		Positive (Negative)
Revenues:					
State Federal and Local Grants:					
EDA Department of Commerce	\$ 684,750	\$ -	\$ -	\$ -	\$ (684,750)
State reserve grant	909,160	-	194,763	194,763	(714,397)
Golden Leaf Funding	317,820	28,044	415,700	443,744	125,924
Total Revenues	<u>1,911,730</u>	<u>28,044</u>	<u>610,463</u>	<u>638,507</u>	<u>(1,273,223)</u>
Expenditures:					
Engineering	328,960	285,764	53,409	339,173	(10,213)
Other professional services	30,000	8,488	11,569	20,057	9,943
Construction	3,018,647	178,999	1,505,494	1,684,493	1,334,154
Contingency	31,590	-	-	-	31,590
Capitalized interest	31,715	31,715	-	31,715	-
Total Expenditures	<u>3,440,912</u>	<u>504,966</u>	<u>1,570,472</u>	<u>2,075,438</u>	<u>1,365,474</u>
Revenues Over (Under) Expenditures	(1,529,182)	(476,922)	(960,009)	(1,436,931)	92,251
Other Financing Sources:					
Transfer from Water District II	216,006	216,006	-	216,006	-
Transfer from 403 Infrastructure	64,159	-	-	-	(64,159)
Loan proceeds	1,249,017	-	584,287	584,287	(664,730)
	<u>1,529,182</u>	<u>216,006</u>	<u>584,287</u>	<u>800,293</u>	<u>(728,889)</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (260,916)</u>	<u>\$ (375,722)</u>	<u>\$ (636,638)</u>	<u>\$ (636,638)</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-WELL TREATMENT PROJECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
From Inception and for the Year Ended June 30, 2021

	Project Authorization	Actual		Inception to Date	Variance
		Prior Years	Current Year		Positive (Negative)
Revenues:					
State Federal and Local Grants:					
State Clean Water Grant	\$ 1,013,250	\$ -	\$ -	\$ -	\$ (1,013,250)
Total Revenues	<u>1,013,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,013,250)</u>
Expenditures:					
Other professional services	250,000	160,131	45,150	205,281	44,719
Contingency	165,700	-	-	-	165,700
Construction	<u>1,818,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,818,900</u>
Total Expenditures	<u>2,234,600</u>	<u>160,131</u>	<u>45,150</u>	<u>205,281</u>	<u>2,029,319</u>
Revenues Over (Under) Expenditures	(1,221,350)	(160,131)	(45,150)	(205,281)	1,016,069
Other Financing Sources:					
State reserve loan	<u>1,221,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,221,350)</u>
	<u>1,221,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,221,350)</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (160,131)</u>	<u>\$ (45,150)</u>	<u>\$ (205,281)</u>	<u>\$ (205,281)</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-JOHNSTON COUNTY INTERCONNECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
Fron Inception and for the Year Ended June 30, 2021

	Project Authorization	Actual		Inception to Date	Variance
		Prior Years	Current Year		Positive (Negative)
Revenues:					
State Federal and Local Grants:					
State reserve grant	\$ 232,500	\$ -	\$ -	\$ -	\$ (232,500)
Johnston County capacity assessment	450,000	-	450,000	450,000	-
Total Revenues	<u>682,500</u>	<u>-</u>	<u>450,000</u>	<u>450,000</u>	<u>(232,500)</u>
Expenditures:					
Engineering	601,650	111,300	284,181	395,481	206,169
Other professional services	77,000	1,617	5,925	7,542	69,458
Land and right of way	5,000	5,000	-	5,000	-
Contingency	247,500	-	-	-	247,500
Construction	<u>3,131,850</u>	<u>98,281</u>	<u>516,791</u>	<u>615,072</u>	<u>2,516,778</u>
Total Expenditures	<u>4,063,000</u>	<u>216,198</u>	<u>806,897</u>	<u>1,023,095</u>	<u>3,039,905</u>
Revenues Over (Under) Expenditures	(3,380,500)	(216,198)	(356,897)	(573,095)	2,807,405
Other Financing Sources:					
State reserve loan	<u>3,380,500</u>	<u>-</u>	<u>296,248</u>	<u>296,248</u>	<u>(3,084,252)</u>
	<u>3,380,500</u>	<u>-</u>	<u>296,248</u>	<u>296,248</u>	<u>(3,084,252)</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (216,198)</u>	<u>\$ (60,649)</u>	<u>\$ (276,847)</u>	<u>\$ (276,847)</u>

**SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT I
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2021**

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Revenues:			
Charges for Services:			
Water sales	\$	\$ 805,410	\$
Penalties		12,676	
Tap fees		8,300	
Miscellaneous		<u>27,994</u>	
Total Operating Revenues	<u>848,473</u>	<u>854,380</u>	<u>5,907</u>
Nonoperating Revenues:			
Interest earnings		<u>222</u>	
Total Nonoperating Revenues	<u>-</u>	<u>222</u>	<u>222</u>
Total Revenues	<u>848,473</u>	<u>854,602</u>	<u>6,129</u>
Expenditures:			
Salaries and employee benefits		175,106	
Bulk water purchases		344,631	
Training		2,294	
Contracted services		47,332	
Operations and maintenance		162,487	
Capital outlay		170,817	
Debt service principal		33,500	
Debt service interest		<u>32,979</u>	
Total Expenditures	<u>925,176</u>	<u>969,146</u>	<u>(43,970)</u>
Revenues Over (Under) Expenditures	\$ (76,703)	\$ (114,544)	\$ (37,841)
Appropriated fund balance	<u>76,703</u>	<u>-</u>	<u>(76,703)</u>
Revenues over expenditures and appropriated fund balance	<u>\$ -</u>	<u>\$ (114,544)</u>	<u>\$ (114,544)</u>

**SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT I
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2021**

Reconciliation from budgetary basis (modified accrual) to full accrual	
Revenues Over (Under) Expenditures	\$ (114,544)
Reconciling Items:	
Debt principal	33,500
Increase in deferred outflows of resources	(4,338)
Increase in net pension liability	(9,317)
Decrease in net OPEB liability	10,363
Increase in deferred inflows of resources	524
Capital contribution in capital projects	-
Depreciation	(135,724)
Compensated absences	48,854
Capital outlay	170,817
Accrued interest	<u>136</u>
Total reconciling items	<u>114,815</u>
Change in net position	<u>\$ 271</u>



***Combining Fiduciary Funds
Custodial Funds***

SAMPSON COUNTY, NORTH CAROLINA

Statement of Fiduciary Net Position

Custodial Funds

June 30, 2021

	Miscellaneous Custodial Fund	Total Custodial Fund
ASSETS		
Cash and Cash Equivalents	\$ 395,588	\$ 395,588
Accounts Receivable	77,824	77,824
Total Assets	<u>473,412</u>	<u>473,412</u>
LIABILITIES		
Accounts Payable	24,012	24,012
Miscellaneous Liabilities	449,400	449,400
Total Liabilities	<u>473,412</u>	<u>473,412</u>
NET POSITION		
Restricted for:		
Individuals, organizations, and other governments	<u>-</u>	<u>-</u>
Total Net Position	<u>\$ -</u>	<u>\$ -</u>

SAMPSON COUNTY, NORTH CAROLINA
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2021

	Miscellaneous Custodial Fund	Total Custodial Fund
ADDITIONS		
Collections on behalf of others	\$ 5,911,754	\$ 5,911,754
Total Additions	<u>5,911,754</u>	<u>5,911,754</u>
DEDUCTIONS		
Distribution of Collections	5,911,754	5,911,754
Total Deductions	<u>5,911,754</u>	<u>5,911,754</u>
Net Increase (Decrease) in Fiduciary Net Position		-
Net Position - Beginning	-	-
Net Position - Ending	<u>\$ -</u>	<u>\$ -</u>



Other Schedules

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF AD VALOREM TAXES RECEIVABLE
June 30, 2021

	Uncollected Balance July 1, 2020	Additions	Collections and Credits	Uncollected Balance June 30, 2021
County-wide:				
General County:				
Fiscal Year 2010-2011	\$ 52,697	\$ -	\$ 52,697	\$ -
Fiscal Year 2011-2012	57,751	-	7,556	50,195
Fiscal Year 2012-2013	69,774	-	14,751	55,023
Fiscal Year 2013-2014	67,536	-	1,078	66,458
Fiscal Year 2014-2015	35,640	-	10,517	25,123
Fiscal Year 2015-2016	102,303	-	29,145	73,158
Fiscal Year 2016-2017	106,313	-	8,875	97,438
Fiscal Year 2017-2018	146,802	-	45,520	101,282
Fiscal Year 2018-2019	285,656	-	131,184	154,472
Fiscal Year 2019-2020	1,133,743	-	810,478	323,265
Fiscal Year 2020-2021	-	42,178,179	41,280,390	897,789
Total General County	<u>2,058,215</u>	<u>42,178,179</u>	<u>42,392,191</u>	<u>1,844,203</u>
Fire Districts:				
Plain View	9,049	297,057	296,967	9,139
Spivey's Corner	3,751	191,309	190,537	4,523
Halls	5,373	162,728	163,138	4,963
Franklin	8,120	195,222	196,161	7,181
Turkey	6,399	162,249	164,220	4,428
Vanns	2,558	93,039	92,140	3,457
Godwin-Falcon	341	32,765	32,711	395
Coharie	10,589	194,779	195,497	9,871
Herring	6,278	161,599	160,964	6,913
Honeycutt-Salemburg	8,120	204,626	205,565	7,181
Piney Grove	2,395	106,569	107,105	1,859
Newton Grove	5,500	105,954	105,384	6,070
Clinton	19,409	565,279	565,512	19,176
Clement	8,859	239,663	238,902	9,620
Autryville	3,942	141,690	141,011	4,621
Garland	7,035	155,894	156,570	6,359
Taylor's Bridge	5,803	374,455	370,226	10,032
Goshen	515	61,472	61,362	625
Jordans Chapel	-	7,626	7,552	74
Smith Chapel	-	7,464	7,417	47
	<u>114,036</u>	<u>3,461,439</u>	<u>3,458,941</u>	<u>116,534</u>
Less Allowance for Uncollectable Ad Valorem Taxes	<u>177,800</u>	<u>-</u>	<u>-</u>	<u>177,800</u>
Ad Valorem Taxes Receivable (net)	<u>\$ 1,994,451</u>	<u>\$ 45,639,618</u>	<u>\$ 45,851,132</u>	<u>\$ 1,782,937</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF AD VALOREM TAXES RECEIVABLE
June 30, 2021

Reconciliation with Revenues	
Taxes Ad Valorem General Fund	\$ 41,681,591
Taxes Ad Valorem Revaluation Fund	-
Penalties and interest	332,873
Taxes Ad Valorem Fire Districts	3,407,887
Discounts, adjustments and releases	378,344
Amounts written off per statute of limitations	<u>50,437</u>
Total Collections and Credits	<u>\$ 45,851,132</u>

**SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE LEVY
For the Year Ended June 30, 2021**

	County Wide			Total Levy	
	Property Valuation	Tax Rate Per \$100 of Value	Amount of Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original Levy:					
Property taxed at current year rate	\$ 4,857,029,576	.825	\$ 40,070,494	\$ 34,486,173	\$ 5,584,321
Discoveries	255,476,970	.825	2,107,685	2,106,630	1,055
Abatements:					
Real, personal, & business property	(19,527,879)	.825	(161,105)	(161,105)	-
Motor vehicles at current year rate	<u>(218,788)</u>	.825	<u>(1,805)</u>	<u>-</u>	<u>(1,805)</u>
Total Property Valuation	<u>5,092,759,879</u>		<u>42,015,269</u>	<u>36,431,698</u>	<u>5,583,571</u>
Net Levy			42,015,269	36,431,698	5,583,571
Uncollected taxes at June 30, 2021			<u>897,789</u>	<u>871,652</u>	<u>26,137</u>
Current year taxes collected			<u>41,117,480</u>	<u>35,560,046</u>	<u>5,557,434</u>
Current levy collection percentage			<u>97.86</u>	<u>97.61</u>	<u>99.53%</u>

**SAMPSON COUNTY, NORTH CAROLINA
 ANALYSIS OF CURRENT TAX LEVY
 COUNTY-WIDE LEVY
 For the Year Ended June 30, 2021**

Secondary Market Disclosures:

Assessed Valuation:

Assesment ratio (1)		100 %
Real property	\$	3,656,947,481
Personal property		1,232,769,835
Public service companies (2)		<u>203,042,563</u>
Total assessed valuation	\$	5,092,759,879
Tax rate per \$100		<u>0.825</u>
Levy (includes discoveries, releases and abatements) (3)	\$	42,015,269

In addition to the County-wide rate, the following table lists the levies by the County on behalf of fire protection districts for the fiscal year ended June 30:

Fire protection districts	\$	<u>3,263,007</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 Property Tax Commission.
3. The levy includes interest and penalties.

SAMPSON COUNTY, NORTH CAROLINA
TEN LARGEST TAXPAYERS
For the Year Ended June 30, 2021

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2020 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Duke Energy Progress Inc	Utility	\$ 168,593,108	3.31 %
Smithfield Packing Co.	Meat Packing	118,118,866	2.32
Enviva Pellets Sampson LLC	Manufacturing	117,527,388	2.31
South River EMC	Utility	90,330,921	1.77
Piedmont Natural Gas Co	Utility	76,967,104	1.51
Prestage Farms	Swine/Poultry Grower	64,389,046	1.26
Four County EMC	Utility	35,097,999	0.69
USCOC of Greater N.C.	Cellular towers	19,860,036	0.39
Prestage AG Energy of NC LLC	Utility	16,595,751	0.33
Butterball LLC	Poultry Grower	13,024,955	0.26
		<u>\$ 720,505,174</u>	<u>14.15 %</u>

SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE AND SPECIAL DISTRICTS
For the Year Ended June 30, 2021

	Total Property Valuation	Rate Per \$100 of Value	Amount of Levy	Discoveries	Abatements
County-Wide					
Real, Personal, and Business Property	\$ 4,415,963,011	.825	\$ 34,486,173	\$ 2,106,630	\$ 161,105
Registered Motor Vehicles	<u>676,887,776</u>	.825	<u>5,584,321</u>	-	-
	<u>5,092,850,787</u>		<u>40,070,494</u>	<u>2,106,630</u>	<u>161,105</u>
Fire Districts:					
Plain View	329,891,111	.090	285,155	11,903	156
Spivey's Corner	191,282,000	.100	176,272	15,037	27
Halls	232,420,000	.070	152,213	10,515	34
Franklin	242,656,250	.080	180,265	14,956	1,096
Turkey	231,118,571	.070	154,170	8,079	466
Vanns	93,004,000	.100	88,613	4,426	35
Godwin-Falcon	32,744,000	.100	31,525	1,240	21
Coharie	228,974,118	.085	178,841	15,939	152
Herring	189,878,824	.085	151,574	10,025	202
Honeycutt-Salemburg	204,439,000	.100	189,657	14,969	187
Piney Grove	142,052,000	.075	101,409	5,160	30
Newton Grove	141,126,667	.075	101,752	4,202	109
Clinton	564,789,000	.100	529,921	35,358	490
Clement	265,908,889	.090	229,860	9,803	345
Autryville	149,067,368	.095	136,079	5,611	76
Garland	155,829,000	.100	148,085	7,809	65
Taylor's Bridge	374,270,000	.100	352,567	21,888	185
Goshen	139,460,000	.040	61,358	114	5,688
Jordans Chapel	12,710,000	.060	6,736	890	-
Smith Chapel	9,950,667	.075	<u>6,956</u>	<u>507</u>	-
			<u>3,263,008</u>	<u>198,431</u>	<u>9,364</u>
Grand Total			<u>\$ 43,333,502</u>	<u>\$ 2,305,061</u>	<u>\$ 170,469</u>

**SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE AND SPECIAL DISTRICTS
For the Year Ended June 30, 2021**

	<u>Net Tax Levy for Year</u>	<u>Uncollected Taxes</u>	<u>Current Year Collected</u>	<u>Percent Collected</u>	
County-Wide					
Real, Personal, and Business Property	\$ 36,431,698	\$ 871,652	\$ 35,560,046	97.61	%
Registered Motor Vehicles	<u>5,584,321</u>	<u>26,137</u>	<u>5,558,184</u>	<u>99.53</u>	
	<u>42,016,019</u>	<u>897,789</u>	<u>41,118,230</u>	<u>97.86</u>	
Fire Districts:					
Plain View	296,902	5,514	291,388	98.14	
Spivey's Corner	191,282	2,712	188,570	98.58	
Halls	162,694	3,430	159,264	97.89	
Franklin	194,125	5,148	188,977	97.35	
Turkey	161,783	3,230	158,553	98.00	
Vanns	93,004	2,116	90,888	97.72	
Godwin-Falcon	32,744	270	32,474	99.18	
Coharie	194,628	6,860	187,768	96.48	
Herring	161,397	4,910	156,487	96.96	
Honeycutt-Salemburg	204,439	5,135	199,304	97.49	
Piney Grove	106,539	1,296	105,243	98.78	
Newton Grove	105,845	2,817	103,028	97.34	
Clinton	564,789	11,366	553,423	97.99	
Clement	239,318	6,305	233,013	97.37	
Autryville	141,614	2,965	138,649	97.91	
Garland	155,829	4,383	151,446	97.19	
Taylor's Bridge	374,270	8,108	366,162	97.83	
Goshen	55,784	471	55,313	99.16	
Jordans Chapel	7,626	74	7,552	99.03	
Smith Chapel	<u>7,463</u>	<u>46</u>	<u>7,417</u>	<u>99.38</u>	
	<u>3,452,075</u>	<u>77,156</u>	<u>3,374,919</u>	<u>97.76</u>	
Grand Total	<u>\$ 45,468,094</u>	<u>\$ 974,945</u>	<u>\$ 44,493,149</u>	<u>97.86</u>	%

Compliance Section

**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
Sampson 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 financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprises Sampson County's basic financial statements, and have issued our report thereon dated December 17, 2021. Our report includes a reference to other auditors who audited the financial statements of the Sampson Regional Medical Center, Inc., as described in our report on Sampson County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of Sampson Regional Medical Center, Inc. and Sampson County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Sampson 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 Sampson County's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the 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 may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

W Greene PLLC

Whiteville, North Carolina
December 17, 2021

**Report on Compliance for Each Major Federal Program; Report on
Internal Control Over Compliance; In Accordance with OMB Uniform Guidance;
and the State Single Audit Implementation Act**

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Sampson County, North Carolina, compliance with the types of compliance requirements described 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 Sampson County's major federal programs for the year ended June 30, 2021. Sampson County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with Federal and State statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Sampson County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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. Those standards, the Uniform Guidance, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Sampson County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Sampson County's compliance.

Opinion on Each Major Federal Program

In our opinion, Sampson County complied, in all material respects, with the types of 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, 2021.

Report on Internal Control Over Compliance

Management of Sampson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Sampson County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's 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 the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

W GREENE PLLC

Whiteville, North Carolina
December 17, 2021

**Report on Compliance For Each Major State Program; Report on
Internal Control Over Compliance; In Accordance with OMB Uniform Guidance;
and the State Single Audit Implementation Act**

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

Report on Compliance for Each Major State Program

We have audited Sampson County, North Carolina, compliance with the types of compliance requirements described in 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 Sampson County's major state programs for the year ended June 30, 2021. Sampson County's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with state statutes, regulations, and the terms and conditions of its state awards applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Sampson County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and applicable sections of Title 2 *US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the *State Single Audit Implementation Act*. Those standards, Uniform Guidance, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Sampson County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Sampson County's compliance.

Opinion on Each Major State Program

In our opinion, Sampson County complied, in all material respects, with the types of 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, 2021.

Report on Internal Control Over Compliance

Management of Sampson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Sampson County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's 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 the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

W Greene PLLC

Whiteville, North Carolina
December 17, 2021

SAMPSON COUNTY, NORTH CAROLINA
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2021

SECTION I. 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?

_____	Yes	_X_	No
			None
_____	Yes	_X_	Reported

Significant deficiency(s) identified

Noncompliance material to financial statements noted

_____	Yes	_X_	No
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SAMPSON COUNTY, NORTH CAROLINA
 Schedule of Findings and Questioned Costs (Continued)
 For the Fiscal Year Ended June 30, 2021

SECTION I. SUMMARY OF AUDITOR'S RESULTS (Continued)
--

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified?	_____	Yes	_____	<u>X</u>	No None
Significant deficiency(s) identified	_____	Yes	_____	<u>X</u>	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)?	_____	Yes	_____	<u>X</u>	No
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Identification of major federal programs:

<u>CFDA#</u>	<u>Names of Federal Program or Cluster</u>
93.778	Medical Assistance Program (Title XIX - Medicaid)
20.509	Community Transportation
21.019	Cares Act Funds
66.468	Capitalization Grants for Drinking Water
11.307	Economic Development Administration - Well Project

Dollar threshold used to distinguish between Type A and Type B Programs	\$ 750,000
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Auditee qualified as low-risk auditee?	_____	Yes	_____	<u>X</u>	No
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SAMPSON COUNTY, NORTH CAROLINA
 Schedule of Findings and Questioned Costs (Continued)
 For the Fiscal Year Ended June 30, 2021

SECTION I. SUMMARY OF AUDITOR'S RESULTS (Continued)
--

State Awards

Internal control over major State programs:

Material weakness(es) identified?	_____	Yes	_____	<u>X</u>	No None
Significant deficiency(s) identified	_____	Yes	_____	<u>X</u>	Reported

Type of auditor's report issued on compliance for major State programs:	Unmodified
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Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act?	_____	Yes	_____	<u>X</u>	No
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Identification of major State programs:

- Program Name
 Public School Building Capital Fund - NC Education Lottery
 Connect NC Bond
 Emergency Management Center Construction

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2021

SECTION II. FINANCIAL STATEMENT FINDINGS

None Reported

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2021

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None Reported.

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2021

SECTION III. STATE AWARD FINDINGS AND QUESTIONED COSTS

None Reported.

NORTH CAROLINA'S
SAMPSON COUNTY

FINANCE DEPARTMENT
David K. Clack, Finance Officer

Corrective Action Plan
For the Fiscal Year Ended June 30, 2021

SECTION II. FINANCIAL STATEMENT FINDINGS

None Reported.

NORTH CAROLINA'S
SAMPSON COUNTY

FINANCE DEPARTMENT
David K. Clack, Finance Officer

Corrective Action Plan
For the Fiscal Year Ended June 30, 2021

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None Reported.

SECTION IV. STATE AWARD FINDINGS AND QUESTIONED COSTS

None Reported.

SAMPSON COUNTY, NORTH CAROLINA
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2021

None Reported

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
Federal Awards:						
<u>U.S. Department of Agriculture</u>						
<u>Food and Nutrition Service</u>						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Social Services:						
Administration:						
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		695,536	-	-	695,536
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Public Health:						
Administration:						
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		397,848	-	-	-
COVID-19 Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		-	-	-	-
Total Special Supplemental Nutrition Program for Women, Infants, & Children			397,848	-	-	-
Total U.S. Dept. of Agriculture			1,093,384	-	-	695,536
<u>U.S. Dept. of Transportation</u>						
Federal Aviation Administration						
<i>Passed-through the N.C. Department of Transportation:</i>						
Airport Improvement Program	20.106		724,144	-	-	-
Enhanced Mobility of Seniors & Individuals with Disabilities	20.513		1,751	-	-	-
Job Access Reverse Commute	20.516		2,278	-	-	-
Buses & Bus Facilities Formula, Competitive, & Low or No Emissions Program	20.526		-	-	-	-
Public Transportation Division						
Community Transportation:						
Administration	20.509		87,890	5,493	-	16,479
Capital	20.509		212,569	26,571	-	26,571
Operating	20.509		667,206	-	-	-
Total Community Transportation			967,665	32,064	-	43,050
Total U.S. Dept. of Transportation			1,695,838	32,064	-	43,050
<u>U.S. Dept. of Housing & Urban Development</u>						
<i>Passed-through the N.C. Department of Commerce:</i>						
Community Development Block Grant	14.228	19-C-3137	895	-	-	-
Total U.S. Dept. of Housing & Urban Development			895	-	-	-
<u>U.S. Dept. of Justice</u>						
Asset Forfeiture Fund						
Equitable Sharing Program	16.922		19,956	-	-	-
Passed through NC Dept. of Public Safety						
Coronavirus Emergency Supplemental Funding	16.034		-	-	-	-
Crimes Victim Assistance	16.575		-	-	-	-
Total U.S. Dept. of Justice			19,956	-	-	-

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal	State/ Pass-through	Federal	Provided		Local
	CFDA Number	Grantor's Number	(Direct & Pass-through) Expenditures	State Expenditures	to Subrecipients	Expenditures
<u>U.S. Dept. of Treasury</u>						
<i>Passed-through the Office of State Budget & Management:</i>						
<i>NC Pandemic Recovery Office</i>						
<i>Division of Public Health</i>						
CARES Act Funds	21.019		2,294,460	-	-	-
Coronavirus Relief Fund	21.019		89,940	-	-	-
Total U.S. Dept. of Treasury			<u>2,384,400</u>	-	-	-
<u>U.S. Department of Commerce</u>						
Economic Development Administration	11.307		<u>359,459</u>	-	-	-
<u>Environmental Protection Agency</u>						
<i>Passed-through the N.C. Dept. of Environmental Quality</i>						
<i>Drinking Water State Revolving Fund Cluster</i>						
<i>Capitalization Grants for Drinking Water</i>						
State Revolving Funds	66.468		1,075,298	-	-	-
Total Environmental Protection Agency			<u>1,075,298</u>	-	-	-
<u>Institute of Museum & Library Services</u>						
<i>Passed-through the N.C. Dept. of Cultural Resources:</i>						
LSTA EZ Edge Technology Grant	45.310			-	-	-
LSTA COVID-19 Response	45.310			-	-	-
Total Institute of Museum & Library Services				-	-	-
<u>U.S. Dept. of Homeland Security</u>						
<i>Passed-through the N.C. Dept. of Public Safety:</i>						
FY 2016 EMPG	97.042		39,378	-	-	-
<i>Division of Emergency Management</i>						
Hazard Mitigation Grants	97.039		499,324	193,097	-	-
Distater Grants - Public Assistance	97.036				-	-
Total U.S. Dept. of Homeland Security			<u>538,702</u>	<u>193,097</u>	-	-
<u>U.S. Dept. of Health and Human Services</u>						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
<i>Division of Public Health:</i>						
<i>Hospital Preparedness Program (HPP) and Public Health Emergency</i>						
Preparedness (PHEP) Aligned Cooperative Agreements	93.074		-	-	-	-
<i>COVID-19 -Hospital Preparedness Program (HPP) and Public Health Emergency</i>						
Preparedness (PHEP) Aligned Cooperative Agreements	93.074		-	-	-	-
Public Health Emergency Preparedness	93.069		40,920	-	-	-
Maternal and Child Health Federal Consolidated Programs	93.110		7,306	-	-	-
<i>Project Grants and Cooperative Agreements</i>						
for Tuberculosis Control Programs	93.116		30,031	-	-	-
Family Planning Services	93.217		50,502	-	-	-
Immunization Cooperation Agreements	93.268		161,726	-	-	-
Epidemiology & Laboratory Capacity for Infectious Diseases (ELC)	93.323		222,135	-	-	-
<i>COVID-19 - Public Health Emergency Response:</i>						
<i>Cooperative Agreement for Emergency Response:</i>						
Public Health Crisis Response	93.354		428			
<i>Well-Integrated Screening & Eval. for Women Across Nation (Wisewomen)</i>						
	93.436		1,805	-	-	-
<i>Preventive Health and Health Services Block Grant funded solely with</i>						
and Public Health Funds (PPHF)	93.758		-			
Cancer Prevention and Control Programs for State, Territorial and T ₁	93.898		7,800	-	-	-
Sexually Transmitted Diseases Prevention & Control Grants	93.977		100	-	-	-
Preventive Health and Health Services Block Grant	93.991		30,484	-	-	-
Maternal and Child Health Services Block Grant	93.994		81,720	42,073	-	-

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
U.S. Department of Health & Human Services (Continued)						
<u>Administration on Aging</u>						
<i>Passed-through the Mid-Carolina Council of Govts:</i>						
Division of Aging and Adult Services						
<u>Aging Cluster</u>						
Congregate Nutr. & Home Del. Meal	93.045		222,448	-	-	8,449
Access Services	93.044		22,492	-	-	2,500
In-Home & Support Services	93.044		367,447	-	-	40,827
Total Aging Cluster			612,387	-	-	51,776
<u>Administration for Children and Families</u>						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Social Services:						
<u>Foster Care and Adoption Programs Cluster (Note 3)</u>						
Title IV-E Foster Care - Administration	93.658		492,885	34,065	-	455,292
Title IV-E Adoption Assistance - Administration	93.659		5,574	-	-	5,573
Adoption/Foster Care			33,006	-	-	73,349
Total Foster Care and Adoption Programs Cluster (Note 3)			531,465	34,065	-	534,214
<u>Temporary Assistance for Needy Families (TANF) Cluster</u>						
TANF - Work First	93.558		523,198	-	-	859,469
Division of Public Health:						
TANF - Work First	93.558		10,922	-	-	-
Total TANF Cluster			534,120	-	-	859,469
Family Preservation	93.556		32,319	-	-	-
AFDC Payments	93.560		(6)	(2)	-	(2)
Child Support Enforcement	93.563		755,853	632	-	388,746
Refugee and Entrant Assistance - State Administered Prog. - Admin.	93.566		99	-	-	-
Refugee and Entrant Assistance - Payments	93.566		(25)	-	-	-
Low-Income Home Energy Assistance:						
Administration	93.568		65,470	-	-	-
Energy Assistance Payments	93.568		479,178	-	-	-
Crisis Intervention Program	93.568		3,234	-	-	-
Total Low-Income Home Energy Assistance			547,882	-	-	-
Low-Income Energy Assistance Program COVID-19:						
Administration			20,953	-	-	-
Energy Assistance Payments			245,344	-	-	-
Total Low-Income Energy Assistance Program COVID-19			266,297	-	-	-
Stephanie Tubbs Jones Child Welfare Services Program						
- Permanency Planning - Families for Kids	93.645		16,479	-	-	5,493
SSBG - Other Service and Training	93.667		331,989	-	-	104,448
John H. Cafee Foster Care Program for Successful Transition to Adulthood	93.674		16,541	4,135	-	-
Subsidized Child Care						
<u>Child Care Development Fund Cluster:</u>						
Division of Social Services:						
Child Care Development Fund-Administration	93.596		118,118	-	-	-
Total Child Care Fund Cluster			118,118	-	-	-
Division of Child Development:						
Smart Start			-	-	-	-
State Appropriations			-	-	-	-
TANF - MOE			-	-	-	-
Total Subsidized Child Care Cluster			118,118	-	-	-
Division of Social Services:						
Administration:						
Medical Assistance Program	93.778		2,134,288	9,449	-	897,493
Total Medical Assistance Program			2,134,288	9,449	-	897,493

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
U.S. Department of Health & Human Services (Continued)						
Administration for Children and Families (Continued)						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Social Services:						
Administration:						
State Children's Insurance Program - N.C. Health Choice	93.767		66,741	464	-	12,829
Total State Children's Insurance Program - N.C. Health Choice			66,741	464	-	12,829
Total U.S. Dept. of Health and Human Services			6,599,504	90,816	-	2,854,466
Total Federal Awards			13,767,436	315,977	-	3,593,052
State Awards:						
N.C. Dept. of Health and Human Services						
Division of Social Services:						
ST Child Welfare/CPS/CS LD			-	32,835	-	-
APS/CPS Care COVID-19			-	59,490	-	-
Energy Assistance			-	2,300	-	-
AFDC Incentive			-	246	-	-
Direct Benefit Payments						
SAA/SAD HB 1043/1105			-	232,709	-	-
F/C at Risk Maximization			-	2,346	-	842
SFHF Maximization			-	179,756	-	179,756
State Foster Home			-	86,440	-	86,440
Extended FC >20 Stipend			-	4,500	-	-
FC Stipend			-	38,400	-	-
Total Division of Social Services			-	639,022	-	267,038
Division of Public Health:						
Public Health Nursing			-	-	-	-
Aid to Counties			-	130,364	-	-
General Communicable Disease Control			-	3,659	-	-
Breast and Cervical Cancer			-	4,225	-	-
Healthy Communities			-	3,746	-	-
Child Health			-	1,969	-	-
Family Planning - State			-	36,713	-	-
Maternal Health			-	59,611	-	-
HIV/STD State			-	500	-	-
Gonorrhea Partner Services			-	-	-	-
Pregnancy Care Management			-	45,817	-	-
STD Drugs			-	1,589	-	-
School Nurse Funding Initiative			-	400,000	-	-
TB Control			-	62,434	-	-
Food and Lodging Fees			-	12,020	-	-
Women's Health Service Fund			-	9,269	-	-
Total Division of Public Health			-	771,916	-	-
Division of Aging and Adult Services:						
Garland Senior Center			-	14,020	-	-
Family Caregiver Support Program			-	3,782	-	-
Total Division of Aging and Adult Services			-	17,802	-	-
Total N. C. Department of Health and Human Services			-	1,428,740	-	267,038

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
<u>N.C. Dept. of Public Instruction</u>						
Public School Building Capital Fund - Lottery Proceeds			-	1,714,000	-	-
Total N.C. Dept. of Public Instruction			-	1,714,000	-	-
<u>N.C. Department of Environmental Quality</u>						
Connect NC Bond			-	584,287	-	-
NC Clean Water Revolving Loan & Grant Program			-	194,763	-	-
Total N. C. Department of Environmental Quality			-	779,050	-	-
<u>N.C. Housing Finance Agency</u>						
Essential Single Family Rehab. Loan Pool		ESFRPL1724	-	27,536	-	-
Essential Single Family Rehab. Loan Disaster Recovery		ESFRLPDR28	-	-	-	-
Urgent Home Repair Program			-	81,117	-	-
Total N. C. Housing Finance Agency			-	108,653	-	-
<u>N.C. Department of Public Safety</u>						
DPS Disaster Recovery Act Housing			-	1,083	-	-
State Acquisition Relocation Fund			-	-	-	-
Division of Juvenile Justice & Delinquency Prevention						
Juvenile Justice Crime Prevention Council Programs:						
Administration			-	6,980	-	-
Teen Court & Restitution			-	80,216	-	-
Youth Inspire Program			-	30,770	-	-
Mediation in Schools Program			-	61,817	-	-
Temporary Shelter Program			-	-	-	-
Juvenile Innovations Program			-	3,500	-	-
Total N.C. Dept. of Public Safety			-	184,366	-	-
<u>N.C. Department of Cultural Resources</u>						
Division of State Library						
State Aid to Public Libraries			-	120,035	-	543,045
<u>N.C. 911 Board</u>						
Construction of Primary PSAP			-	342,113	-	-
<u>N.C. Office of State Budget and Management</u>						
Construction of Emergency Management Center			-	1,848,852	-	-
<u>N.C. Department of Insurance</u>						
Seniors Health Insurance Information Program			-	618	-	-
<u>N.C. Dept. of Transportation</u>						
Transit Development Program (Capital and Noncapital)		DOT-11	-	5,493	-	-
Rural Capital Program		DOT-14	-	26,571	-	-
Airport Program		DOT-8	-	77,127	-	-
Rural Operating Assistance Program (ROAP) Cluster						
- ROAP Elderly and Disabled Transportation Assistance Program		DOT-16CL	-	-	-	-
- ROAP Rural General Public Program		DOT-16CL	-	-	-	-
- ROAP Work First Transitional - Employment Transportation Assistance Program		DOT-16CL	-	-	-	-
Total ROAP Cluster			-	-	-	-
Total N.C. Dept. of Transportation			-	109,191	-	-
Total State Awards			-	6,635,618	-	810,083
Total Federal and State Awards			13,767,436	6,951,595	-	4,403,135

SAMPSON COUNTY, NORTH CAROLINA

Notes to Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2021

I. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of Sampson County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2021. The information in this SEFSA is presented in accordance with the requirements of Title 2 US 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 Sampson County, it is not intended to and does not present the financial position, changes in net position or cash flows of Sampson County.

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND INDIRECT COST RATE

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. Sampson County has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

III. 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: Foster Care and Adoption.

IV. BENEFIT PAYMENTS ISSUED BY THE STATE

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

<u>Program Title</u>	<u>CFDA No.</u>	<u>Federal</u>	<u>State</u>
Special Supplemental Nutrition Program for Women, Infant and Children	10.557	\$ 1,333,170	\$ -
COVID-19 Special Supplemental Nutrition Program for Women, Infants and Children	10.557	-	-
Supplemental Nutrition Assistance Program	10.551	29,546,282	-
Temporary Assistance for Needy Families	93.558	167,567	-
Adoption Assistance	93.659	408,137	70,921
Foster Care - Title IV-E	93.658	406,648	96,349
Medical Assistance Program	93.778	94,432,651	36,509,790
Children's Health Insurance Program	93.767	1,654,249	327,279
Child Welfare Services Adoption		-	55,550
State/County Special Assistance Program		-	399,377