

**SAMPSON COUNTY  
NORTH CAROLINA**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2009**

**Prepared Under the Direction  
of the Sampson County Finance Department**

**David K. Clack  
Finance Officer**



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## INTRODUCTORY SECTION



# **Sampson County Finance Department**

Post Office Box 257  
Clinton, N.C. 28329

**DAVID K. CLACK**  
FINANCE OFFICER

Telephone (910) 592-7181

January 30, 2010

To the Board of County Commissioners and  
To the Citizens of Sampson County

We are pleased to present the comprehensive annual financial report (CAFR) of Sampson County, North Carolina, for the fiscal year ended June 30, 2009. Maintaining the fiscal strength and stability of the County government is a primary goal of the Board of County Commissioners. This CAFR reflects the achievement of that goal.

State law requires each unit of local government and public authority have its accounts audited as soon as possible after the close of each fiscal year by a certified public accountant or by an accountant certified by the Commission as qualified to audit local government accounts. NCAC 20:03.05.00 sets the parameters of the audit contract. The contract requires audited financial statements for fiscal years ending June 30 to be submitted by October 31, within 4 months of the fiscal year end. This report is published to fulfill that requirement for the fiscal year ended June 30, 2009.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Thompson Price Scott Adams & Company, Certified Public Accountants, have issued an unqualified (“clean”) opinion on Sampson County’s financial statements for the year ended June 30, 2009. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

## **PROFILE OF SAMPSON COUNTY**

Sampson County was chartered in 1784 by the North Carolina General Assembly, formed from the western portion of Duplin County and is named for John Sampson, a Scotch-Irish settler. In 1872, Franklin township was cut off upper New Hanover County and added to Sampson County. Located in the southeastern part of North Carolina in an area known as the Coastal Plains, Sampson County is the largest county in the State with a total land area of 963 square miles, slightly smaller than the State of

Rhode Island, and has a population of 64,522. Eight municipalities are located in the County, the largest being Clinton, which has a population of 8,912 and serves as the county seat. The County has a commissioner/manager form of government. The five members of the Board of Commissioners are elected on a district basis and serve staggered four-year terms.

Sampson County provides its citizens a wide range of services which includes education, human services, public safety, cultural and recreational activities, economic and physical development, transportation, environmental protection, general administration, and others. In addition to general government activities, the County manages the Clinton-Sampson Airport; therefore its activities have been included in this report.

The County also extends financial support to certain boards, agencies, and commissions to assist their efforts in serving citizens. Among these are the Sampson County Board of Education, the Clinton City Board of Education, and the Mid-Carolina Council of Governments. The County has evaluated its relationship with each of these entities according to criteria established by GASB Statement 14. Because County allocations do not constitute a major portion of their revenues, and because the County has no authority to designate their management, none of these organizations have been included in this report.

The annual budget serves as the foundation for Sampson County's financial planning and control. The North Carolina Local Government Budget and Fiscal Control Act establishes the dates by which each stage in the annual budget process is to be completed (N.C. G.S. 159-10 through -13). All agencies of Sampson County are required to submit requests for appropriation to the County Manager before April 30 each year. School administrative units and community colleges must submit their proposed budgets and their requests for county appropriations and supplemental tax levies no later than May 15. The County Manager uses these requests as the starting point for developing a recommended budget. The Manager then presents this balanced recommended budget to the board of commissioners for review no later than June 1, and it must enact the budget ordinance or interim budget by July 1, when the budget year begins.

### **Local Economy**

In the early years agriculture was king in this coastal county. However, over the course of time the economy has diversified. Although agriculture is still a major portion of the County's economy, business and industry find the area offers favorable opportunities for growth with lower operating costs, availability of land, a mild climate and a labor pool of people willing to meet modern business challenges.

Agriculture and allied industries are the largest contributors to the economy of the County. The County's agriculture is very diversified with 46 commodities produced commercially on approximately 4,400 farms operated by 1,800 individuals. The County is ranked "Number 2" in the State in swine production. Poultry is the second largest income producing commodity.

Although agriculture and related industry is predominant in the County, other industries include textiles, and miscellaneous metal fabrication. Smithfield Foods Incorporated is the County's largest taxpayer and employer. Prestage Farms, Inc. is the County's second largest taxpayer. The third largest taxpayer is

Progress Energy Carolina. While Sampson County is extremely fortunate to have such excellent corporate citizens, efforts to broaden the tax base continue. Major non-manufacturing employers in the County are found in the areas of education, retail, health care, government and agriculture.

### **Long-term Financial Planning**

Like most areas of the country, Sampson County has been affected by the general economic downturn, but the regional economy is expected to remain relatively stable in the foreseeable future. In order to influence economic growth the County established an Economic Development Commission to actively recruit new business and industry to the County. The Commission works jointly with the Sampson County Board of Commissioners, the eight municipalities located within the County, the Clinton 100 Committee, the Roseboro Area Economic Development Committee, and the Newton Grove 100 Committee to achieve planned commercial and industrial growth for the entire County. The County and the City of Clinton have adopted Economic Investment Policies to further enhance our ability to attract business and industry.

Sampson County has a 372-acre industrial park as well as four other industrial parks within the County. The County has initiated a county-wide water system which will benefit residential consumers as well as industry. The County is also expanding the runway at the airport for corporate citizens.

Management in Sampson County continues to prepare to meet the challenges that new growth will demand.

### **Relevant Financial Policies**

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, and the North Carolina Capital Management Trust. The County's objectives are to generate greater amounts of non-tax revenue through increased investment earnings, while at the same time providing safety and liquidity. At June 30, 2009, the total amount of cash and investments was \$35,048,210. Investment earnings for the governmental fund types totaled \$523,311 at year-end compared to \$2,245,314 for the preceding year. Interest earned was equivalent to approximately nine cents (\$.015) on the tax rate.

### **Awards and Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Sampson County for its comprehensive annual financial report for the fiscal year ended June 30, 2008. This was the 16<sup>th</sup> consecutive year that Sampson County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

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

Respectively submitted,

A handwritten signature in black ink that reads "David K. Clack". The signature is written in a cursive style with a large, prominent 'D' and 'C'.

David K. Clack  
Finance Officer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Sampson County  
North Carolina

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "M. L. R. M.", is written above the title "President".

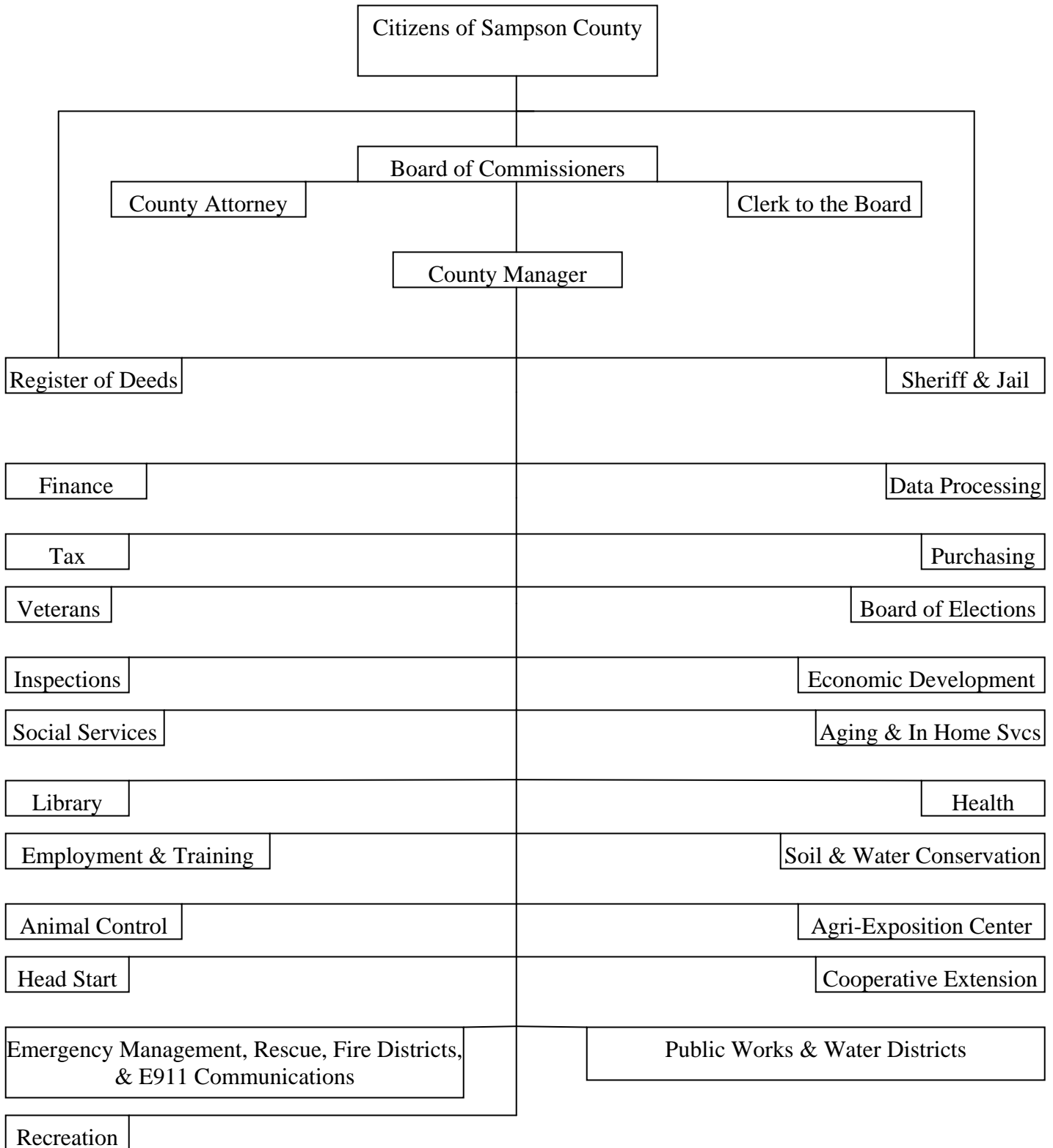
President

A handwritten signature in black ink, reading "Jeffrey R. Emer", is written above the title "Executive Director".

Executive Director

# SAMPSON COUNTY, NORTH CAROLINA

## Organizational Chart





**Sampson County, North Carolina**

**Principal Officials**

**June 30, 2009**

**Board of Commissioners**

**Jarvis H. McLamb  
Chairman**

**Jefferson B. Strickland  
Vice Chairman**

**John A. Blanton**

**Billy C. Lockamy**

**Malachi Faison**

**County Manager**

**Rickey L. Moorefield**

**Finance Officer**

**David K. Clack**



## **FINANCIAL SECTION**





CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA  
Gregory S. Adams, CPA  
Alan W. Thompson, CPA

Offices:  
Elizabethtown, NC  
Wilmington, NC  
Whiteville, NC

### Independent Auditor's Report

To the Board of County Commissioners  
Sampson County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina, as of and for the year ended June 30, 2009, which collectively comprise Sampson County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Sampson County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Sampson Regional Medical Center, Inc. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for Sampson Regional Medical Center, Inc., is based on the report of the other auditor.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Sampson Regional Medical Center, Inc. were not audited in accordance with *Governmental Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditor provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditor, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Capital Reserve Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2010 on our consideration of Sampson County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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Management's Discussion and Analysis and the Law Enforcement Officers' Special Separation Allowance Schedule of Funding Progress and Employer Contributions and the Other Postemployment Benefits' Schedules of Funding Progress and Employer Contributions are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

*Thompson, Price, Scott, Adams & Co., P.A.*

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*Thompson, Price, Scott, Adams & Co., PA*  
January 30, 2010

## 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, 2009. 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.

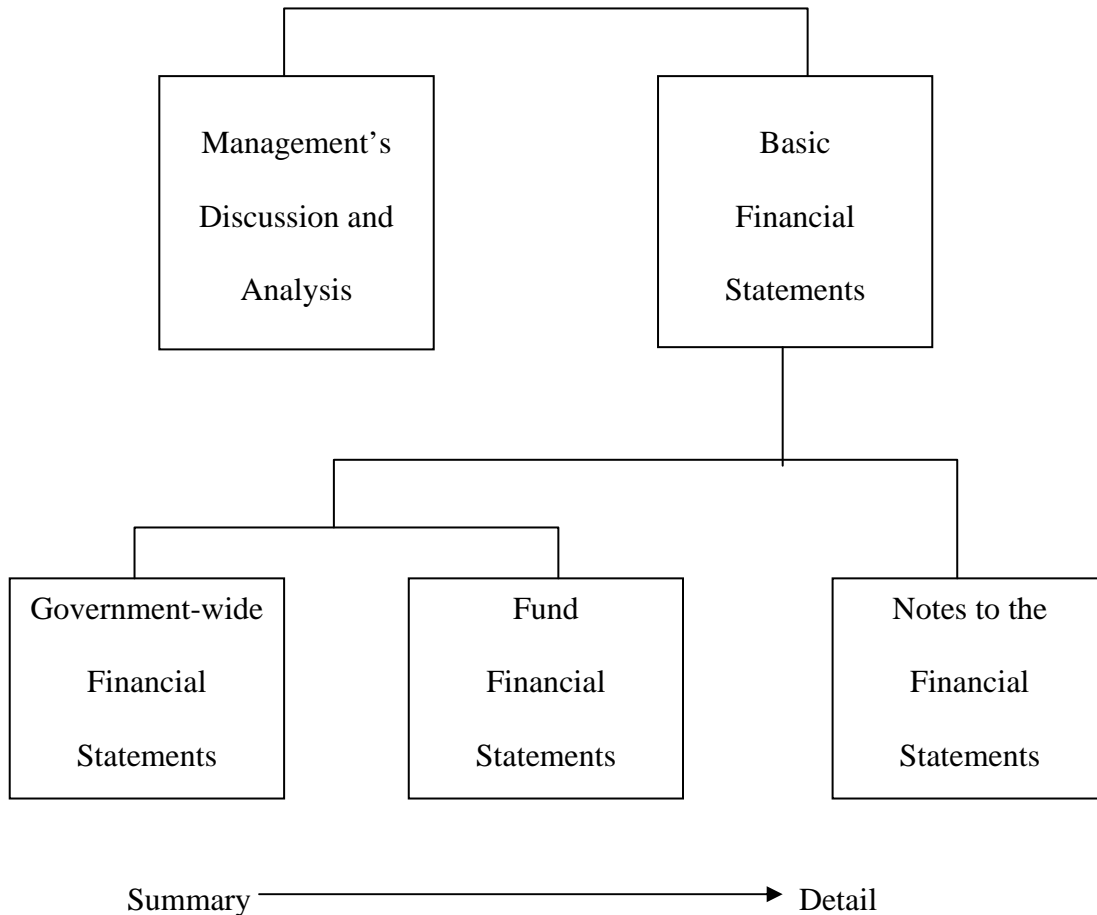
### Financial Highlights

- The assets of Sampson County exceeded its liabilities at the close of the most recent fiscal year by \$53,217,303 (net assets).
- The government's total net assets increased by \$2,386,805, primarily due to increased net assets in the General Fund.
- As of the close of the current fiscal year, Sampson County's governmental funds reported combined ending fund balances of \$27,185,693, a decrease of \$4,546,612 in comparison with the prior year. School construction decreased the fund balance by \$4,622,430 and Airport Apron construction decreased the fund balance by 1,206,343. Approximately fifty-one percent (51%) of the fund balance amount, \$13,741,811, is available for spending at the government's discretion (unreserved fund balance).
- At the end of the current fiscal year, unreserved and undesignated fund balance for the general fund was \$7,329,194, or eleven percent (11%) of total general fund expenditures for the fiscal year.
- Sampson County's total debt increased by \$6,174,531. Several factors led the increase in total debt as follows:
  - The County issued \$3,228,269 in debt for the continued construction of Clinton High School.
  - The County issued \$2,000,000 in Qualified Zone Academy Bonds for renovations to County School buildings.
  - Based on our actuarial study of our post-employment health care benefit the County recognized an unfunded liability of \$1,433,544.

### 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



### 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. After the notes, **supplemental information** is provided to show details about the County's non-major governmental funds and internal service funds, all of which are added together in one column on



the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

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

### **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 assets and how they have changed. Net assets are the difference between the County's total assets and total liabilities. Measuring net assets is one way to gage 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 and Agri-Exposition Center 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.

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 of the funds of Sampson County can be divided into three categories: governmental funds, and 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 Assets 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 activity and for its Agri-Exposition Center. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Assets and the Statement of Activities.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Sampson County has nine fiduciary funds, one of which is a pension trust fund and eight of which are agency funds.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements start on page 37 of this report.

**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. Required supplementary information can be found beginning on page 79 of this report.

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

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of Sampson County exceeded liabilities by \$53,217,303 as of June 30, 2009. The County's net assets increased by \$2,386,805 for the fiscal year ended June

30, 2009. The largest portion seventy-six percent (76%) reflects the County's investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt still outstanding that was issued to acquire those items. Sampson County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Sampson County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Sampson County's net assets six percent (6%) represents resources that are subject to external restrictions on how they may be used. The unrestricted net asset balance is \$9,585,397 or eighteen percent (18%) of the total.

### Sampson County's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 38,571,203	\$ 48,666,022	\$ 2,123,084	\$ 1,699,596	\$ 40,694,287	\$ 50,365,618
Capital assets	<u>137,963,329</u>	<u>123,139,545</u>	<u>29,926,142</u>	<u>30,623,863</u>	<u>167,889,471</u>	<u>153,763,408</u>
Total assets	\$ 176,534,532	\$ 171,805,567	\$ 32,049,226	\$ 32,323,459	\$ 208,583,758	\$ 204,129,026
Long-term liabilities outstanding	\$ 134,767,479	\$ 128,232,028	\$ 15,136,873	\$ 15,497,794	\$ 149,904,352	\$ 143,729,822
Other liabilities	<u>5,212,210</u>	<u>9,414,584</u>	<u>249,893</u>	<u>154,122</u>	<u>5,462,103</u>	<u>9,568,706</u>
Total liabilities	\$ 139,979,689	\$ 137,646,612	\$ 15,386,766	\$ 15,651,916	\$ 155,366,455	\$ 153,298,528
Net assets:						
Invested in capital assets net of related debt	\$ 25,821,270	\$ 17,571,903	\$ 14,849,894	\$ 15,157,326	\$ 40,671,164	\$ 32,729,229
Restricted	2,960,742	5,111,587	-	-	2,960,742	5,111,587
Unrestricted	<u>7,772,831</u>	<u>11,475,465</u>	<u>1,812,566</u>	<u>1,514,217</u>	<u>9,585,397</u>	<u>12,989,682</u>
Total net assets	\$ 36,554,843	\$ 34,158,955	\$ 16,662,460	\$ 16,671,543	\$ 53,217,303	\$ 50,830,498

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

- Continued diligence in the collection of property taxes by maintaining an overall collection percentage of approximately 95%.
- Increase in grant funding to the County to pay school debt service
- Increased collections of jail and ambulance fees

Other factors negatively influenced the total unrestricted governmental net assets.

- Reduced sales tax revenues.
- Reduced collection of inspection and health department fees.

## Sampson County Changes in Net Assets

	Governmental Activities		Business Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	\$ 9,024,983	\$ 7,912,912	\$ 2,768,989	\$ 2,834,310	\$ 11,793,972	\$ 10,747,222
Operating grants and contributions	15,571,788	15,026,585	-	-	15,571,788	15,026,585
Capital grants and contributions	4,905,786	208,660	165,283	894,229	5,071,069	1,102,889
General revenues:						
Property taxes	31,246,374	29,576,667	-	-	31,246,374	29,576,667
Other taxes	10,731,680	12,721,138	-	-	10,731,680	12,721,138
Investment earnings, unrestricted	586,607	2,245,314	27,621	60,253	614,228	2,305,567
Other	<u>1,489,255</u>	<u>1,875,693</u>	<u>-</u>	<u>-</u>	<u>1,489,255</u>	<u>1,875,693</u>
Total revenues	73,556,473	69,566,969	2,961,893	3,788,792	76,518,366	73,355,761
Expenses:						
General government	6,957,287	7,638,303	-	-	6,957,287	7,638,303
Public safety	16,484,063	15,025,358	-	-	16,484,063	15,025,358
Environmental protection	1,089,602	944,896	-	-	1,089,602	944,896
Economic and physical development	1,231,087	954,515	-	-	1,231,087	954,515
Human services	23,988,290	22,651,851	-	-	23,988,290	22,651,851
Cultural and recreation	2,529,858	1,965,100	-	-	2,529,858	1,965,100
Education	12,065,667	10,749,244	-	-	12,065,667	10,749,244
Interest on long-term debt	6,517,288	4,468,200	-	-	6,517,288	4,468,200
Agri-Exposition Center	-	-	685,370	717,827	685,370	717,827
Water and sewer Dist. I	-	-	484,475	480,484	484,475	480,484
Water and sewer Dist. II	<u>-</u>	<u>-</u>	<u>2,098,574</u>	<u>2,039,960</u>	<u>2,098,574</u>	<u>2,039,960</u>
Total expenses	70,863,142	64,397,467	3,268,419	3,238,271	74,131,561	67,635,738
Increase in net assets before transfers & special items						
transfers & special items	2,693,331	5,169,502	(306,526)	550,521	2,386,805	5,720,023
Transfers	<u>(297,443)</u>	<u>(321,544)</u>	<u>297,443</u>	<u>321,544</u>	<u>-</u>	<u>-</u>
Increase in net assets	2,395,888	4,847,958	(9,083)	872,065	2,386,805	5,720,023
Net assets, beginning	<u>34,158,955</u>	<u>29,310,997</u>	<u>16,671,543</u>	<u>15,799,478</u>	<u>50,830,498</u>	<u>45,110,475</u>
Net assets, ending	<u>\$ 36,554,843</u>	<u>\$ 34,158,955</u>	<u>\$ 16,662,460</u>	<u>\$ 16,671,543</u>	<u>\$ 53,217,303</u>	<u>\$ 50,830,498</u>

**Governmental activities:** Governmental activities increased the County's net assets by \$2,395,888, thereby accounting for 100% of the total growth in the net assets of Sampson County. Key elements of this increase are as follows:

- Increase in collections for Ambulance fees and jail fees
- Maintenance of the County's tax collection rate in excess of 95%
- Increase in grant funding to pay school debt service

**Business-type activities:** Business-type activities decreased Sampson County's net assets by \$9,083, accounting for a small reduction in the total growth in the government's net assets. Key elements of this decrease are as follows:

- Increase in bulk water purchases
- Less revenue for the Agri-Exposition Center

### **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, unreserved fund balance 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, unreserved and undesignated fund balance of the General fund was \$7,329,194, while total fund balance reached \$23,396,902. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved and undesignated balance represents eleven percent (11%) of total General Fund expenditures, while total fund balance represents thirty-six percent (36%) percent of that same amount.

At June 30, 2009, the governmental funds of Sampson County reported a combined fund balance of \$27,185,693, a fourteen percent (14%) percent decrease over last year. The primary reason for this decrease is the decrease in the fund balance in the School Construction Fund. During the year Sampson County continued construction of three high schools. The funds that the County borrowed to build the high schools in the fiscal year ended June 30, 2007 is being used to fund that construction.

The other major governmental funds include the Schools Capital Reserve Special Revenue Fund, the Airport Construction capital project fund, and the School Construction capital project fund. The Schools Capital Reserve 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,

unreserved and undesignated fund balance of the Schools Capital Reserve Fund was \$5,055,626, while total fund balance reached \$6,232,817. Unreserved and undesignated fund balance represents 246 percent of total fund expenditures and other financing uses, while total fund balance represents 303 percent of that same amount.

The Schools Capital Reserve Special Revenue Fund fund balance increased \$616,847. This increase was due to sales tax collections in excess of expenditures and capital outlay funds that were not expended by the school systems.

The County's two major capital project funds are the Airport Construction, and the County & City Schools Construction. The Airport Construction fund accounts for the resources and costs to construct a taxi-way and apron at the Clinton-Sampson Airport. This construction is funded primarily grant funds from the North Carolina Department of Transportation. The estimated cost of the construction is \$1,600,000. The School Construction fund accounts for the resources and costs to construct new school facilities in the County. This fund currently has a negative fund balance of \$3,531,717. The sources of funds for the construction are loan funds from the U.S. Department of Agriculture-Rural Development Community Facilities Loan and Grant Program and funds from the issuance of Certificates of Participation (bonds). The estimated cost to construct new school facilities in the County is \$114,554,083. The loans will be repaid from property taxes and School Capital Reserve Funds.

**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 \$749,454 or one percent (1%), an immaterial amount.

**Proprietary Funds.** Sampson County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net assets of the Agri-Exposition Center fund is a deficit balance of (\$185,980). This deficit is the result of low rental revenue and worse than expected ticket sales for the center stage program. Other factors concerning the finances of this fund have already been addressed in the discussion of Sampson County's business-type activities.

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

**Capital assets.** Sampson County's capital assets for its governmental and business-type activities as of June 30, 2009, totals \$167,889,471 (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:

- Addition of construction in progress on wells for the Water Districts
- Construction in progress for Airport

- Construction in progress for the County and City School Systems
- Construction in progress for County buildings

**SAMPSON COUNTY’S CAPITAL ASSETS**  
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 4,824,476	\$ 3,050,749	\$ 325,114	\$ 325,114	\$ 5,149,590	\$ 3,375,863
Buildings and systems	17,348,825	17,846,958	2,599,940	2,691,057	19,948,765	20,538,015
Machinery and equipment	6,812,851	6,157,773	26,917,563	27,552,787	33,730,414	33,710,560
Vehicles and motorized equipment	2,104,029	1,739,303	12,810	14,643	2,116,839	1,753,946
Construction in progress	<u>106,873,148</u>	<u>94,344,762</u>	<u>70,715</u>	<u>40,262</u>	<u>106,943,863</u>	<u>94,385,024</u>
Total	<u>\$ 137,963,329</u>	<u>\$ 123,139,545</u>	<u>\$ 29,926,142</u>	<u>\$ 30,623,863</u>	<u>\$ 167,889,471</u>	<u>\$ 153,763,408</u>

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

**Long-term Debt.** As of June 30, 2009, Sampson County had total bonded debt outstanding of \$12,724,500 which is debt backed by the full faith and credit of the Water and Sewer Districts. The County also had \$61,226,914 outstanding in installment/purchase contracts, \$15,675,000 outstanding in installment purchase revenue bonds and \$55,060,000 outstanding in Certificates of Participation – all of which are being paid from general fund and school capital reserve fund revenues.

**Sampson County's Outstanding Debt**  
**General Obligation, Revenue Bonds, Installment Purchase and Certificates of Participation**

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds	\$ -	\$ -	\$ 12,724,500	\$ 12,909,000	\$ 12,724,500	\$ 12,909,000
Revenue Bonds	15,675,000	16,720,000	-	-	15,675,000	16,720,000
Installment Purchase	58,874,914	52,651,707	2,351,749	2,557,537	61,226,663	55,209,244
Certificates of Participation	<u>55,060,000</u>	<u>55,060,000</u>	<u>-</u>	<u>-</u>	<u>55,060,000</u>	<u>55,060,000</u>
Total	<u>\$ 129,609,914</u>	<u>\$ 124,431,707</u>	<u>\$ 15,076,249</u>	<u>\$ 15,466,537</u>	<u>\$ 144,686,163</u>	<u>\$ 139,898,244</u>

Sampson County's total debt increased by \$6,174,531 or four percent (4%) during the past fiscal year, primarily due to the issuance of Installment Purchases for the for the construction of the new Clinton High School.

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 \$147,781,840.

Additional information regarding Sampson County's long-term debt can be found in note III.B.8 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 has a unemployment rate of 5.6% which is lower than the state average of 6.3%
- The property tax base grew 1.43 percent
- The tax collection rate of approximately 95% dropped .12 percent for the year
- Sales tax collections dropped 17%. The drop in sales tax was due partially to legislation enacted by the State Legislature that took over the payment of the County's share of Medicaid.

Some of these factors and others were considered when management prepared Sampson County's budget ordinance for the 2010 fiscal year.



## **Budget Highlights for the Fiscal Year Ending June 30, 2010**

**Governmental Activities:** Sampson County is currently working on capital construction projects to be of approximately \$112.9 million to be completed within a five year period -- \$110 for school construction and \$ 2.9 million for government buildings. In fiscal year June 30, 2010, the County tax rate remained the same at \$.845 per \$100 of value. Cuts were made throughout County departments to keep expenditures in line with available revenues.

General Fund revenues are projected to decrease \$5,581,000 or eleven percent (11%). Decreases in sales tax revenue and fund balance available for appropriation represent the largest decreases in revenues. The County cut expenditures and froze open positions to account for the reduction in available revenues.

Budgeted expenditures in the General Fund are expected to decrease 7.5% to \$74,139,058. The largest decreases are in salaries for the frozen positions and the elimination of the County's portion of medicaid expenditures. Funding for current expense for education is expected to rise three (3%) for the coming year.

**Business-type Activities:** The water and sewer rates in the County will remain steady. General operating expenses are expected to remain steady. The Agri-Exposition Center is expected to decrease by \$225,182 or thirty-two percent (32%) as the County has discontinued the Sampson Center Stage Performing Art Series programming.

### **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, P.O. Box 257, Clinton, N.C. 28329.



## **BASIC FINANCIAL STATEMENTS**



**SAMPSON COUNTY, NORTH CAROLINA  
STATEMENT OF NET ASSETS**

**Exhibit 1**

**June 30, 2009**

	Primary Government			Component Unit Sampson Reg. Medical Center, Inc.
	Governmental Activities	Business-Type Activities	Total	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 28,237,720	\$ 1,916,881	\$ 30,154,601	\$ 6,541,596
Receivables (net)	9,803,142	240,404	10,043,546	6,890,850
Inventories	9,353	78,901	88,254	1,248,453
Internal balances	113,102	(113,102)	-	-
Prepays	407,886	-	407,886	467,817
Restricted cash and cash equivalents	-	-	-	10,171,116
Investment in joint venture	-	-	-	1,405,284
Capital assets:				
Land, improvements, and construction in progress	111,697,624	395,829	112,093,453	2,137,624
Other capital assets, net of depreciation	<u>26,265,705</u>	<u>29,530,313</u>	<u>55,796,018</u>	<u>28,190,691</u>
Total capital assets	<u>137,963,329</u>	<u>29,926,142</u>	<u>167,889,471</u>	<u>30,328,315</u>
Total assets	<u>\$ 176,534,532</u>	<u>\$ 32,049,226</u>	<u>\$ 208,583,758</u>	<u>\$ 57,053,431</u>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	\$ 5,147,343	\$ 209,189	\$ 5,356,532	\$ 4,124,738
Miscellaneous liabilities	-	-	-	1,205,740
Unearned revenue	64,867	26,396	91,263	-
Customer deposits	-	14,308	14,308	-
Long-term liabilities:				
Due within one year	5,130,932	415,798	5,546,730	3,250,079
Due in more than one year	<u>129,636,547</u>	<u>14,721,075</u>	<u>144,357,622</u>	<u>14,104,129</u>
Total liabilities	<u>139,979,689</u>	<u>15,386,766</u>	<u>155,366,455</u>	<u>22,684,686</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of net of related debt	25,821,270	14,849,894	40,671,164	15,026,618
Restricted for:				
Public safety	259,642	-	259,642	-
Education	2,701,100	-	2,701,100	-
Capital acquisitions	-	-	-	616,793
Unrestricted	<u>7,772,831</u>	<u>1,812,566</u>	<u>9,585,397</u>	<u>18,725,334</u>
Total net assets	<u>\$ 36,554,843</u>	<u>\$ 16,662,460</u>	<u>\$ 53,217,303</u>	<u>\$ 34,368,745</u>

The accompanying notes are an integral part of this financial statement

**SAMPSON COUNTY, NORTH CAROLINA  
STATEMENT OF ACITIVTIES**

**Exhibit 2  
Page 1 of 2**

**For the Year Ended June 30, 2009**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ 6,957,287	\$ 2,061,019	\$ 10,137	\$ -
Public safety	16,484,063	4,928,343	912,173	-
Environmental protection	1,089,602	5,118	216,260	
Economic and physical development	1,231,087	63,545	57,465	37,073
Human services	23,988,290	1,812,472	14,219,486	574,801
Education	12,065,667	-	-	4,239,793
Culture and recreation	2,529,858	154,486	156,267	54,119
Interest on long-term debt	6,517,288	-	-	-
Total governmental activities	<u>70,863,142</u>	<u>9,024,983</u>	<u>15,571,788</u>	<u>4,905,786</u>
Business-type activities:				
Water District II	2,098,574	1,923,340	-	165,283
Water District I	484,475	554,955	-	-
Agri-Exposition Center	685,370	290,694	-	-
Total business-type activities	<u>3,268,419</u>	<u>2,768,989</u>	<u>-</u>	<u>165,283</u>
Total primary government	<u>\$ 74,131,561</u>	<u>\$ 11,793,972</u>	<u>\$ 15,571,788</u>	<u>\$ 5,071,069</u>
Component unit:				
Sampson Regional Medical Ctr. Inc.	<u>\$ 56,824,788</u>	<u>\$ 52,876,357</u>	<u>\$ 2,398,496</u>	<u>\$ 131,738</u>

The accompanying notes are an integral part of this financial statement

**SAMPSON COUNTY, NORTH CAROLINA  
STATEMENT OF ACITIVTIES**

**Exhibit 2  
Page 2 of 2**

**For the Year Ended June 30, 2009**

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets			Component Unit Sampson Regional Center, Inc.
	Primary Government			
	Governmental Activities	Business-Type Activities	Total	
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ (4,886,131)	\$ -	\$ (4,886,131)	
Public safety	(10,643,547)	-	(10,643,547)	
Environmental protection	(868,224)	-	(868,224)	
Economic and physical development	(1,073,004)	-	(1,073,004)	
Human services	(7,381,531)	-	(7,381,531)	
Education	(7,825,874)	-	(7,825,874)	
Culture and recreation	(2,164,986)	-	(2,164,986)	
Interest on long-term debt	(6,517,288)	-	(6,517,288)	
Total governmental activities	<u>(41,360,585)</u>	<u>-</u>	<u>(41,360,585)</u>	
Business-type activities:				
Water District II	-	(9,951)	(9,951)	
Water District I	-	70,480	70,480	
Agri-Exposition Center	-	(394,676)	(394,676)	
Total business-type activities	<u>-</u>	<u>(334,147)</u>	<u>(334,147)</u>	
Total primary government	<u>\$ (41,360,585)</u>	<u>\$ (334,147)</u>	<u>\$ (41,694,732)</u>	
Component unit:				
Sampson Regional Medical Ctr. Inc.				<u>\$ (1,418,197)</u>
General revenues:				
Taxes:				
Property taxes, levied for general purpose	31,246,374	-	31,246,374	-
Local option sales tax	10,731,680	-	10,731,680	-
Investment earnings, unrestricted	586,607	27,621	614,228	498,192
Miscellaneous, unrestricted	1,489,255	-	1,489,255	111,104
Transfers	(297,443)	297,443	-	-
Total general revenues and transfers	<u>43,756,473</u>	<u>325,064</u>	<u>44,081,537</u>	<u>609,296</u>
Change in net assets	2,395,888	(9,083)	2,386,805	(808,901)
Net assets - beginning	<u>34,158,955</u>	<u>16,671,543</u>	<u>50,830,498</u>	<u>35,177,646</u>
Net assets - ending	<u>\$ 36,554,843</u>	<u>\$ 16,662,460</u>	<u>\$ 53,217,303</u>	<u>\$ 34,368,745</u>

The accompanying notes are an integral part of this financial statement

**SAMPSON COUNTY, NORTH CAROLINA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2009**

**Exhibit 3  
Page 1 of 2**

	Major		
	General	Schools Capital Reserve	Airport Apron 19.6.1
<b>ASSETS</b>			
Cash and cash equivalents	\$ 15,143,860	\$ 5,589,566	\$ -
Taxes receivable (net)	2,616,539	-	-
Accounts receivable	4,288,098	643,251	37,073
Due from other funds	5,398,758	-	-
Inventories	9,353	-	-
Total Assets	<u>\$ 27,456,608</u>	<u>\$ 6,232,817</u>	<u>\$ 37,073</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued liabilities	\$ 1,378,300	\$ -	1,065,021
Due to general fund	-	-	311,179
Miscellaneous liabilities	-	-	-
Deferred revenues	2,681,406	-	-
Liabilities to be paid from restricted assets	-	-	-
Total Liabilities	<u>4,059,706</u>	<u>-</u>	<u>1,376,200</u>
Fund balances:			
Reserved for:			
Law enforcement	259,642	-	-
Inventories	9,353	-	-
Encumbrances	417,483	-	-
Debt service	1,058,656	-	-
State statute	9,573,754	643,251	37,073
Fund Balance Unreserved			
Designated for subsequent year expenditure	4,748,820	533,940	-
Reported in nonmajor Special Revenue	-	-	-
Undesignated	7,329,194	5,055,626	(1,376,200)
Unreserved, reported in nonmajor:			
Special revenue funds	-	-	-
Capital project funds	-	-	-
Total fund balances	<u>23,396,902</u>	<u>6,232,817</u>	<u>(1,339,127)</u>
Total liabilities and fund balances	<u>\$ 27,456,608</u>	<u>\$ 6,232,817</u>	<u>\$ 37,073</u>

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



**SAMPSON COUNTY, NORTH CAROLINA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**June 30, 2009**

**Exhibit 3**  
**Page 2 of 2**

	<u>Major</u>	<u>Non-Major</u>	
	School	Other	
	Construction	Governmental	Total
	Fund	Funds	Governmental
			<u>Funds</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ 3,257,906	\$ 23,991,332
Taxes receivable (net)	-	137,638	2,754,177
Accounts receivable	1,165,180	279,490	6,413,092
Due from other funds	-	-	5,398,758
Inventories	-	-	9,353
Total Assets	<u>\$ 1,165,180</u>	<u>\$ 3,675,034</u>	<u>\$ 38,566,712</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued liabilities	\$ 509,470	\$ 323,528	\$ 3,276,319
Due to general fund	4,187,427	787,050	5,285,656
Miscellaneous liabilities	-	-	-
Deferred revenues	-	137,638	2,819,044
Liabilities to be paid from restricted assets	-	-	-
Total Liabilities	<u>4,696,897</u>	<u>1,248,216</u>	<u>11,381,019</u>
Fund balances:			
Reserved for:			
Law enforcement	-	-	259,642
Inventories	-	-	9,353
Encumbrances	-	-	417,483
Debt service	-	-	1,058,656
State statute	1,165,180	279,490	11,698,748
Unreserved:			
Designated for subsequent year expenditure	-	-	5,282,760
Reported in nonmajor Special revenue	-	1,078,011	1,078,011
Unreserved, undesignated	(4,696,897)	-	6,311,723
Unreserved, reported in nonmajor:			
Special revenue funds	-	1,369,769	1,369,769
Capital project funds	-	(300,452)	(300,452)
Total fund balances	<u>(3,531,717)</u>	<u>2,426,818</u>	<u>27,185,693</u>
Total liabilities and fund balances	<u>\$ 1,165,180</u>	<u>\$ 3,675,034</u>	

Amounts reported for governmental activities in the statement of net assets (Exhibit 1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	137,963,329
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds	1,042,180
Liabilities for earned but deferred revenues in fund statements	2,754,177
Balance for unearned income	(2,282,883)
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds (Note 4)	(132,719,785)
Pension and other post-employment benefits liability	(1,477,731)
Internal service fund allocation	4,089,863
	<u>\$ 36,554,843</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, 2009**

**Exhibit 4**  
**Page 1 of 3**

	Major			
	General	Schools Capital Reserve	School Construction Fund	Airport Apron 19.6.1
<b>REVENUES</b>				
Ad Valorem taxes	\$ 28,994,558	\$ -	\$ -	\$ -
Other taxes and licenses	8,131,637	2,600,043	-	-
Intergovernmental Revenues:				
Restricted	15,899,266	-	-	37,073
Permits and fees	724,578	-	-	-
Sales and services	6,198,191	-	-	-
Investment earnings	332,821	71,510	75,914	-
Miscellaneous	2,074,237	-	1,165,631	-
Total revenues	<u>62,355,288</u>	<u>2,671,553</u>	<u>1,241,545</u>	<u>37,073</u>
<b>EXPENDITURES</b>				
Current:				
General government	5,793,881	-	-	-
Public safety	14,530,708	-	-	-
Environmental protection	1,029,192	-	-	-
Economic and physical development	2,957,615	-	-	-
Human services	18,959,917	-	-	-
Culture and recreation	1,903,547	-	-	-
Education	11,121,702	-	-	-
Debt service				
Principal	2,322,476	-	-	-
Interest and fees	5,285,802	-	-	-
Administration	99,990	-	-	-
Capital expansion	-	-	10,735,234	1,289,596
Total expenditures	<u>64,004,830</u>	<u>-</u>	<u>10,735,234</u>	<u>1,289,596</u>
Excess (deficiency) of revenues over expenditures	<u>(1,649,542)</u>	<u>2,671,553</u>	<u>(9,493,689)</u>	<u>(1,252,523)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,412,720	-	416,519	46,180
Transfers out	(748,077)	(2,054,706)	(773,529)	-
Installment purchase debt issued	650,000	-	5,228,269	-
Total other financing sources (uses)	<u>2,314,643</u>	<u>(2,054,706)</u>	<u>4,871,259</u>	<u>46,180</u>
Net change in fund balance	665,101	616,847	(4,622,430)	(1,206,343)
Fund balances-beginning	22,731,801	5,615,970	1,090,713	(132,784)
Fund balances-ending	<u>\$ 23,396,902</u>	<u>\$ 6,232,817</u>	<u>\$ (3,531,717)</u>	<u>\$ (1,339,127)</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, 2009**

**Exhibit 4**  
**Page 2 of 3**

	<u>Non-Major</u>	
	Other	Total
	Governmental	Governmental
	Funds	Funds
	<u>                    </u>	<u>                    </u>
<b>REVENUES</b>		
Ad Valorem taxes	\$ 1,911,113	\$ 30,905,671
Other taxes and licenses	26,674	10,758,354
Intergovernmental Revenues:		
Restricted	4,264,427	20,200,766
Permits and fees	571,258	1,295,836
Sales and services	-	6,198,191
Investment earnings	43,066	523,311
Miscellaneous	30,509	3,270,377
	<u>6,847,047</u>	<u>73,152,506</u>
<b>EXPENDITURES</b>		
Current:		
General government	126,967	5,920,848
Public safety	2,228,711	16,759,419
Environmental protection	1,771	1,030,963
Economic and physical development	-	2,957,615
Human services	4,529,454	23,489,371
Culture and recreation	538,276	2,441,823
Education	-	11,121,702
Debt service		
Principal	-	2,322,476
Interest and fees	-	5,285,802
Administration	-	99,990
Capital expansion	1,447,519	13,472,349
Total expenditures	<u>8,872,698</u>	<u>84,902,358</u>
Excess (deficiency) of revenues over expenditures	<u>(2,025,651)</u>	<u>(11,749,852)</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	477,126	3,352,545
Transfers out	(73,676)	(3,649,988)
Installment purchase debt issued	1,622,414	7,500,683
Total other financing sources (uses)	<u>2,025,864</u>	<u>7,203,240</u>
Net change in fund balance	213	(4,546,612)
Fund balances-beginning	<u>2,426,605</u>	<u>31,732,305</u>
Fund balances-ending	<u>\$ 2,426,818</u>	<u>\$ 27,185,693</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, 2009**

**Exhibit 4**  
**Page 3 of 3**

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

Net changes in fund balances - total governmental funds	\$ (4,546,612)
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.	14,823,784
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	340,668
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(5,108,763)
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	(355,357)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>(2,757,832)</u>
Total changes in net assets of governmental funds	<u>\$ 2,395,888</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 Fiscal Year Ended June 30, 2009**

**Exhibit 5  
Page 1 of 3**

	Original Budget	Final Budget	Actual	Variance with Final Positive (Negative)
<b>Revenues</b>				
Ad Valorem taxes	\$ 28,660,610	\$28,660,610	\$28,994,558	\$ 333,948
Other taxes and licenses	8,852,901	8,852,901	8,131,637	(721,264)
Intergovernmental Revenues:				
Restricted	13,355,245	14,335,379	15,899,266	1,563,887
Permits and fees	751,770	782,959	724,578	(58,381)
Sales and services	5,817,895	6,041,216	6,198,191	156,975
Investment earnings	250,000	250,000	332,821	82,821
Miscellaneous	<u>2,482,526</u>	<u>1,997,336</u>	<u>2,074,237</u>	<u>76,900</u>
Total revenues	<u>60,170,947</u>	<u>60,920,401</u>	<u>62,355,288</u>	<u>1,434,886</u>
<b>Expenditures</b>				
Current:				
General government	6,115,978	6,400,719	5,793,881	606,838
Public safety	14,574,225	15,510,657	14,530,708	979,949
Environmental protection	1,095,275	1,154,106	1,029,192	124,914
Economic and physical dev	3,022,104	3,295,498	2,957,615	337,883
Human services	19,855,696	20,611,336	18,959,917	1,651,419
Education	11,274,994	11,725,786	11,121,702	604,084
Culture and recreation	1,881,481	2,040,897	1,903,547	137,350
Debt service				
Principal	2,431,548	2,431,548	2,322,476	109,072
Interest and fees	6,363,798	6,230,200	5,285,802	944,398
Administration	100,634	100,634	99,990	644
Contingency	<u>200,000</u>	<u>12,020</u>	<u>-</u>	<u>12,020</u>
Total expenditures	<u>66,915,733</u>	<u>69,513,401</u>	<u>64,004,830</u>	<u>5,508,571</u>
Revenues over (under) expenditures	<u>(6,744,786)</u>	<u>(8,593,000)</u>	<u>(1,649,542)</u>	<u>6,943,457</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	959,465	1,406,466	2,412,720	1,006,254
Transfers out	(718,667)	(749,935)	(748,077)	1,858
Installment purchase debt issued	<u>669,657</u>	<u>717,941</u>	<u>650,000</u>	<u>(67,941)</u>
Total other financing sources (uses)	<u>910,455</u>	<u>1,374,472</u>	<u>2,314,643</u>	<u>940,171</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 Fiscal Year Ended June 30, 2009**

**Exhibit 5  
Page 2 of 3**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Positive (Negative)
Revenues and Other Sources Over				
(Under) Expenditures and Other Uses	(5,834,331)	(7,218,528)	665,101	7,883,629
Appropriated Fund Balance	<u>5,834,331</u>	<u>7,218,528</u>	<u>-</u>	<u>(7,218,528)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	665,101	<u>\$ 665,101</u>
Fund balance - beginning			<u>22,731,801</u>	
Fund balance - ending			<u>\$23,396,902</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-SCHOOLS CAPITAL RESERVE FUND**  
**For the Fiscal Year Ended June 30, 2009**

**Exhibit 5**  
**Page 3 of 3**

	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	Variance with Final Positive (Negative)
<b>Revenues</b>				
Other taxes and licenses	\$ 2,890,212	\$ 2,890,212	\$ 2,600,043	\$ (290,169)
Investment earnings	-	-	71,510	71,510
Total revenues	<u>2,890,212</u>	<u>2,890,212</u>	<u>2,671,553</u>	<u>(218,659)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers (out)				
To County & City schools				
construction capital project fund	-	(416,519)	(416,519)	
To General Fund for:				
County schools capital outlay	(697,595)	(1,043,519)	(691,669)	351,850
City schools capital outlay	(268,870)	(360,947)	(108,713)	252,234
Debt service	<u>(1,923,747)</u>	<u>(1,923,747)</u>	<u>(837,805)</u>	<u>1,085,942</u>
Total other financing uses	<u>(2,890,212)</u>	<u>(3,744,732)</u>	<u>(2,054,706)</u>	<u>1,690,026</u>
Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>(854,520)</u>	<u>616,847</u>	<u>1,471,367</u>
Appropriated Fund Balance	<u>-</u>	<u>854,520</u>	<u>-</u>	<u>(854,520)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	616,847	<u>\$ 616,847</u>
Fund balance - beginning			<u>5,615,970</u>	
Fund balance - ending			<u>\$ 6,232,817</u>	

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

**SAMPSON COUNTY, NORTH CAROLINA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2009**

**Exhibit 6**

	Major			Total	Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Agri-Exposition Center		
<b>ASSETS</b>					
Current Assets:					
Cash and cash equivalents	\$ 895,584	\$ 1,021,297	\$ -	\$ 1,916,881	\$ 4,246,388
Accounts receivable (net)	11,738	3,408	4,946	20,092	1,579
Water fees receivable (net)	162,319	57,993	-	220,312	-
Inventory	61,108	17,793	-	78,901	-
Total current assets	<u>1,130,749</u>	<u>1,100,491</u>	<u>4,946</u>	<u>2,236,186</u>	<u>4,247,967</u>
Noncurrent assets:					
Capital assets:					
Land, improvements, and construction in progress	202,319	16,807	176,703	395,829	-
Other capital assets net of depreciation	<u>24,379,979</u>	<u>2,525,599</u>	<u>2,624,735</u>	<u>29,530,313</u>	<u>-</u>
Total capital assets	<u>24,582,298</u>	<u>2,542,406</u>	<u>2,801,438</u>	<u>29,926,142</u>	<u>-</u>
Total assets	<u>25,713,047</u>	<u>3,642,897</u>	<u>2,806,384</u>	<u>32,162,328</u>	<u>4,247,967</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable and accrued liabilities	174,789	17,371	17,029	209,189	158,104
Customer Deposits	-	-	14,308	14,308	-
Deferred revenue	-	-	26,396	26,396	-
Due to General Fund	-	-	113,102	113,102	-
Compensated absences	5,368	3,068	4,346	12,782	-
Notes payable	169,894	20,450	-	190,344	-
General obligation bonds payable	174,000	19,500	-	193,500	-
Total Current Liabilities	<u>524,051</u>	<u>60,389</u>	<u>175,181</u>	<u>759,621</u>	<u>158,104</u>
Noncurrent liabilities:					
Compensated absences	8,317	4,546	6,309	19,172	-
Other post-employment benefits	12,437	6,798	9,436	28,671	-
Notes payable	2,038,704	122,700	-	2,161,404	-
General obligation bonds payable	<u>11,629,000</u>	<u>902,000</u>	<u>-</u>	<u>12,531,000</u>	<u>-</u>
Total noncurrent liabilities	<u>13,688,458</u>	<u>1,036,044</u>	<u>15,745</u>	<u>14,740,247</u>	<u>-</u>
Total liabilities	<u>14,212,509</u>	<u>1,096,433</u>	<u>190,926</u>	<u>15,499,868</u>	<u>158,104</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	10,570,700	1,477,756	2,801,438	14,849,894	-
Unrestricted	<u>929,838</u>	<u>1,068,708</u>	<u>(185,980)</u>	<u>1,812,566</u>	<u>4,089,863</u>
Total net assets	<u>\$11,500,538</u>	<u>\$ 2,546,464</u>	<u>\$ 2,615,458</u>	<u>\$16,662,460</u>	<u>\$ 4,089,863</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 ASSETS**  
**PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2009**

**Exhibit 7**

	Major			Total	Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Agri-Exposition Center		
<b>OPERATING REVENUES</b>					
Charges for services	\$ 1,819,237	\$ 528,165	\$ 152,144	\$ 2,499,546	\$ 4,914,128
Water tap fees	42,803	8,993	-	51,796	-
Rental income	-	-	105,727	105,727	-
Miscellaneous	61,300	17,797	32,823	111,920	-
Total operating revenues	<u>1,923,340</u>	<u>554,955</u>	<u>290,694</u>	<u>2,768,989</u>	<u>4,914,128</u>
<b>OPERATING EXPENSES</b>					
Administration	230,938	92,993	137,138	461,069	-
Water Distribution	378,364	188,792	-	567,156	-
Operations and maintenance	156,861	45,941	449,022	651,824	-
Depreciation	692,623	100,080	99,210	891,913	-
Claims paid	-	-	-	-	5,332,782
Total operating expenses	<u>1,458,786</u>	<u>427,806</u>	<u>685,370</u>	<u>2,571,962</u>	<u>5,332,782</u>
Operating income (loss)	<u>464,554</u>	<u>127,149</u>	<u>(394,676)</u>	<u>197,027</u>	<u>(418,654)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Interest earnings	11,048	16,573	-	27,621	63,297
USDA grant	165,283	-	-	165,283	-
Interest expense	(639,788)	(56,669)	-	(696,457)	-
Total nonoperating revenues (expenses)	<u>(463,457)</u>	<u>(40,096)</u>	<u>-</u>	<u>(503,553)</u>	<u>63,297</u>
Income (loss) before contributions and transfers	1,097	87,053	(394,676)	(306,526)	(355,357)
Transfer from general fund	28,000	-	269,443	297,443	-
Change in net assets	29,097	87,053	(125,233)	(9,083)	(355,357)
Total net assets - beginning	<u>11,471,441</u>	<u>2,459,411</u>	<u>2,740,691</u>	<u>16,671,543</u>	<u>4,445,220</u>
Total net assets - ending	<u>\$11,500,538</u>	<u>\$ 2,546,464</u>	<u>\$ 2,615,458</u>	<u>\$16,662,460</u>	<u>\$ 4,089,863</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, 2009**

**Exhibit 8**  
**Page 1 of 2**

	Major			Total	Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Agri- Exposition Center		
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 1,886,792	\$ 493,210	\$ 314,242	\$ 2,694,244	\$ 4,873,988
Cash paid for goods and services	(552,609)	(240,300)	(453,547)	(1,246,456)	(5,235,364)
Cash paid to employees for services	(197,106)	(79,523)	(126,957)	(403,586)	
Customer deposits received	-	-	31,600	31,600	-
Customer deposits returned	-	-	(34,042)	(34,042)	-
Other operating revenues	61,300	17,797	-	79,097	38,561
Net cash provided (used) by operating activities	<u>1,198,377</u>	<u>191,184</u>	<u>(268,704)</u>	<u>1,120,857</u>	<u>(322,815)</u>
<b>Cash flows from noncapital financing activities:</b>					
Due to (from) other funds	-	-	(739)	(739)	
Transfers from other funds	28,000	-	269,443	297,443	-
Net cash provided by noncapital and related financing activities	28,000	-	268,704	296,704	
<b>Cash flows from capital and related financing activities:</b>					
Acquisition and construction of capital assets	(117,156)	-	-	(117,156)	-
Capital contributions-grants	165,283	-	-	165,283	-
Sales tax refund on construction	-	-	-	-	-
Principal paid on bond maturities and equipment contracts	(351,338)	(38,950)	-	(390,288)	-
Interest paid on bond maturities and equipment contracts	(640,954)	(56,844)	-	(697,798)	-
Net cash provided (used) by capital and related financing activities	<u>(944,165)</u>	<u>(95,794)</u>	<u>-</u>	<u>(1,039,959)</u>	<u>-</u>
<b>Cash flows from investing activities:</b>					
Interest	11,048	16,572	-	27,620	63,297
Net increase (decrease) in cash and cash equivalents	293,260	111,962	-	405,222	(259,518)
Cash and cash equivalents, July 1	602,324	909,335	-	1,511,659	4,505,906
Cash and cash equivalents, June 30	<u>\$ 895,584</u>	<u>\$ 1,021,297</u>	<u>\$ -</u>	<u>\$ 1,916,881</u>	<u>\$ 4,246,388</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, 2009**

**Exhibit 8**  
**Page 2 of 2**

	Major			Total	Internal Service Fund
	Water and Sewer District II	Water and Sewer District I	Agri-Exposition Center		
<b>Reconciliation of operating income to net cash provided by operating activities</b>					
Operating income (loss)	\$ 464,554	\$ 127,149	\$ (394,676)	\$ 197,027	\$ (418,654)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	692,623	100,080	99,210	891,913	-
Changes in assets and liabilities:					
(Increase) decrease in assets:					
Accounts receivable	27,258	(44,296)	(493)	(17,531)	(1,579)
Inventory	517	-	-	517	-
Increase (decrease) in liabilities:					
Accounts payable & accrued liab.	988	1,453	(3,945)	(1,504)	97,418
Customer deposits	-	-	(2,442)	(2,442)	-
Deferred revenues	-	-	24,206	24,206	-
Other post-employment benefits	12,437	6,798	9,436	28,671	-
Total adjustments	733,823	64,035	125,972	923,830	95,839
Net cash provided (used) by operating activities	\$ 1,198,377	\$ 191,184	\$ (268,704)	\$ 1,120,857	\$ (322,815)

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

**SAMPSON COUNTY, NORTH CAROLINA  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
For the Year Ended June 30, 2009**

**Exhibit 9**

	Pension Trust Fund	Agency Funds
	<u>          </u>	<u>          </u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 259,295	\$ 387,926
Accounts receivable	-	54,581
Total assets	<u>\$ 259,295</u>	<u>\$ 442,507</u>
<b>LIABILITIES AND NET ASSETS</b>		
Liabilities:		
Accounts payable and accrued liabilities	\$ -	\$ 106,931
Miscellaneous liabilities	-	335,576
Total liabilities	<u>-</u>	<u>442,507</u>
Net assets:		
Assets held in trust for pension benefits	<u>\$ 259,295</u>	<u>\$ -</u>

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

**SAMPSON COUNTY, NORTH CAROLINA  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
For the Fiscal Year Ended June 30, 2009**

**Exhibit 10**

	<u><b>Pension Trust Fund</b></u>
Additions:	
Employer Contributions	\$ 30,000
Investment income	
Interest	<u>3,434</u>
Total Additions	33,434
Deductions:	
Benefits	<u>20,870</u>
Total Deductions	<u>20,870</u>
Change in net assets	12,564
Net assets - beginning	<u>246,731</u>
Net assets - ending	<u><u>\$ 259,295</u></u>

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



**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

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**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 and 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 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). 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	Report Method	Criteria for Inclusion	Separate Financial Statements
Sampson County Water & Sewer Districts I and 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 Hospital buildings and equipment.	Sampson Regional Medical Center, Inc. 607 Beamon Street Clinton, NC 28328

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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

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

Government-wide Statements: The statement of net assets and the statement of activities display information about the primary government (the County) and its component 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 and investment earnings, 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.

**School Capital Reserve Fund:** This fund accounts for receipts and disbursements of sales tax funds that are earmarked for school capital outlay and debt service.

**School 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.



**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

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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.

Agri-Exposition Center Fund: This fund is used to account for the operations of the Sampson County Agri-Exposition Center.

The County reports the following fund types:

Pension Trust Fund. The County has a Pension Trust Fund- the Special Separation Allowance Fund. Pension trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans or defined contribution plans. The Special Separation Allowance Fund, that accounts for the Law Enforcement Officers' Special Separation Allowance, a single-employer, public employee retirement system.

Agency Funds. Agency funds are custodial in nature and do not involve the measurement of operating results. Agency funds are used to account for assets the County holds on behalf of others. The County maintains the following agency funds: the Social Services Fund, which accounts for moneys deposited with the Department of Social Services for the benefit of certain individuals; 4-H fund, which accounts for moneys deposited with County for use by the 4-H program; Tax Collection Fund, which accounts for property taxes billed and collected for various municipalities within the County; the Fines and Forfeitures Fund, which accounts for various legal fines and forfeitures that the County is required to remit to Sampson County Boards of Education; Motor Vehicle 3% Interest Fund, which accounts for three percent interest on the first month of delinquent motor vehicle taxes that the County is required to remit to the North Carolina Department of Motor Vehicles; Motor Vehicle Tax Fund, which accounts for registered motor vehicle property taxes that are billed and collected by the County for various municipalities and special districts within the County; Detention Center Trust Fund, which accounts for monies deposited with the County for use by inmates at the County Detention Center; Miscellaneous Agency Funds; which accounts for monies deposited with the County for use by various boards and organization in the County.

Internal Service Fund. Internal service funds are proprietary in nature and account for services performed by one government organization or department for others. Sampson County has one Internal Service Fund, the Employee Health Insurance Fund. This fund pays for the health care of permanent County employees.

**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, except for the agency funds which have no measurement focus. The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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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.

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 are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of January 1, 1993, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, Sampson County is responsible for billing and collecting the property taxes on all registered motor vehicles on behalf of all municipalities and special tax districts in the County. For registered motor vehicles property taxes are due the first day of the fourth month after the vehicles are registered. The billed taxes are applicable to the fiscal year in which they become due. Therefore, taxes for vehicles registered from March 2008 through February 2009 apply to the fiscal year ended June 30, 2009. Uncollected taxes that were billed during this period are shown as a receivable on these financial statements.

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

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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

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

**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, 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, at the object 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 body must approve all amendments. During the year, several amendments to the original budget were necessary, the effects of which were not material. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

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

**1. Deposits and Investments**

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

State law (G.S.159-30( c) authorizes the County 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 County and the Hospital's investments are carried at fair value as determined by quoted market prices. The securities of the NCCMT Cash Portfolio, an SEC-registered (2a-7) money

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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market mutual fund, are valued at fair value, which is the NCCMT's share price. The NCCMT Term Portfolio's securities are valued at fair value.

**2. Cash and Cash Equivalents**

The County pools 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 essentially demand deposits and 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. 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, 2008. As allowed by State law, the County has established a schedule of discounts that apply to taxes which are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

**4. 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.

**5. Inventories and Prepaid Items**

The inventories of the County are valued at cost (first-in, first-out), which approximates market. The Hospital 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 inventories of the County's enterprise funds as well as those of the Hospital consist 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.

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.

**6. Capital Assets**

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The minimum capitalization threshold for land, buildings, improvements, lines and other plant and distribution systems, furniture and equipment, and vehicles is \$2,500. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

The County holds title to certain Sampson County and Clinton City Boards of Education properties that have not been included in capital assets. The properties have been deeded to the

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

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County to permit installment purchase financing of acquisition and construction costs and to permit the County to receive refunds of sales tax paid for construction costs. Agreements between the County and the 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.

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

	<u>Years</u>
Buildings	40
Water distribution systems	40
Improvements	20
Furniture and equipment	5-20
Vehicles	3-10

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:

	<u>Useful Life</u>
Land improvements	5 to 15 years
Buildings	5 to 40 years
Fixed equipment	8 to 20 years
Movable equipment	3 to 20 years
Vehicles	4 to 6 years

**7. 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 in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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**8. 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. For the County's government-wide and proprietary funds and the Hospital, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned. The County has assumed a first in, first out method of using accumulated compensated time. The portion of that time that is estimated to be used in the next fiscal year has been designated as a current liability in the government-wide financial 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 accrual for sick leave has been made by the County or its component units.

**9. Net Assets/Fund Balances**

**Net Assets**

Net assets in government-wide and proprietary fund financial statements are classified as invested in capital assets, net of related debt; restricted; and unrestricted. Restricted net assets represent constraints on resources that are either 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, reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of equity represent tentative management plans that are subject to change.

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

The governmental fund types classify fund balances as follows:

**Reserved**

**Reserved for various departments** – portion of fund balance not available for appropriation because it represents revenues that were for specific purposes.

**Reserved for inventories** – portion of fund balance not available for appropriation because it represents the year-end fund balance of ending inventories, which are not expendable, available resources.

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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**Reserved for encumbrances** – portion of fund balance available to pay for any commitments related to purchase orders and contracts that remain unperformed at year-end.

**Reserved for debt service** – portion of fund not available for appropriation because it has been designated for debt service.

**Reserved by State Statute** – portion of fund balance, in addition to reserves for encumbrances and reserves for inventories, which is not available for appropriation under State law (G.S. 159-8(a)). This amount is usually comprised of accounts receivable and interfund receivables which have not been offset by deferred revenues.

**Unreserved**

**Designated for subsequent year's expenditures** – portion of the total fund balance available for appropriation which has been designated for the adopted 2009-2010 budget ordinance.

**Undesignated** – portion of total fund balance available for appropriation which is uncommitted at year end.

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Fiscal Year Ended June 30, 2009

**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 assets.**

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. The net adjustment of \$9,369,150 consists of several elements as follows:

<u>Description</u>	<u>Amount</u>
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)	\$ 155,733,319
Less accumulated depreciation	<u>17,769,990</u>
Net capital assets	137,963,329
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are not available and therefore deferred in the fund statements	634,293
Prepaid expenses for unamortized debt issuance costs	407,886
Accrued pension expense which is recorded on government-wide statement of net assets but not on fund statements because it is not a current financial liability	(72,858)
Accrued other post-employment benefit which is recorded on government-wide statement of net assets but not on fund statements because it is not a current financial liability	(1,404,873)
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	4,089,863
Liabilities for revenue deferred but earned and therefore reported in the funds statements but not the government-wide	2,754,177
Unearned revenue for unamortized premium received on debt issuance	(2,282,883)
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:	
Bonds, leases, and installment financing	(129,609,914)
Compensated absences	(1,396,950)
Accrued interest payable	<u>(1,712,920)</u>
Total adjustment	<u>\$ 9,369,150</u>



**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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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 – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$6,942,500 as follows: (see next page)

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

<u>Description</u>	<u>Amount</u>
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	\$ 16,448,214
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements.	(1,624,430)
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net assets	(7,500,683)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net assets in the government-wide statements	2,322,476
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)	(1,316,037)
Difference in insurance expense between fund statements (modified accrual) and government-wide (full accrual) due to allocation of profit from internal service fund	(355,357)
Difference in retirement expense between fund statements (modified accrual) and government-wide (full accrual) due to payments from law-enforcement officers special separation allowance pension fund, resulting in reduction of intangible asset	(18,341)
Other postemployment benefits are accrued in the government-wide statements but not in the fund statements because they do not use current resources	(1,404,873)
Amortization of debt issuance costs	(15,107)
Compensated absences are accrued in the government-wide statements but not in the fund statements because they do not use current resources	(18,581)
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements.	
Increase in accrued interest on taxes receivable	68,870
Amortization of debt premium	84,551
Increase in accrued taxes receivable for year ended 6/30/09	271,798
Total adjustment	<u>\$ 6,942,500</u>

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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**II. Stewardship, Compliance and Accountability**

**A. Deficit Fund Balance or Net Assets of Individual Funds**

The County experienced deficit fund balances in the following funds: Special Revenue Funds: Head Start \$(143,721), Community Development 07-C-1673 \$(838), Community Development SFR-08 \$(23,931), Governor's Highway Safety Program \$(6,386), and Recreation Western District Park \$(290,504). Capital Project Funds: Airport Taxiway 12.6.2 \$(46,283), Airport Apron 19.6.1 \$(1,339,127), Airport Construction 12.8.1 \$(166,442), Airport Construction 12.9.1 \$(11,342), County Building Construction and Renovation \$(135,372), and School Construction \$(3,531,717). The deficits occurred because of the timing of payments Management intends to appropriate funds as necessary to cover deficit fund balance.

**III. Detail Notes on All Funds**

**A. Assets**

**1. Deposits**

All of the County's and all of 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 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 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 or the Hospital or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County or the Hospital under the Pooling Method, the potential exists for undercollateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County and the Hospital rely on the State Treasurer to monitor those financial institutions. The County 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 County and the Hospital do not have policies regarding custodial credit risk for deposits.

At June 30, 2009, the County's deposits had a carrying amount of \$7,377,289 and a bank balance of \$7,735,768. Of the bank balance, \$3,216,271 was covered by federal depository insurance, \$4,519,497 in interest bearing deposits were covered by collateral held under the Pooling Method. At June 30, 2009, Sampson County had \$3,350 cash on hand.

The Hospital's deposits had a carrying amount of \$6,469,317 and a bank balance of \$6,209,039 as of September 30, 2008, of the bank balance \$250,000 was secured by federal depository

**SAMPSON COUNTY, NORTH CAROLINA  
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insurance, \$5,959,039 in interest bearing deposits were covered by collateral held under the Pooling Method.

**2. Investments**

At June 30, 2009, the County's investments consisted of \$23,421,183 in the North Carolina Capital Management Trust's Cash Portfolio, which carried a credit rating of AAAM by Standard and Poor's. The County has no policy on credit risk.

At June 30, 2009, the County's investment balances were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 6 Months</u>	<u>6-12 Months</u>	<u>1-3 Years</u>
NC Capital Management Trust Cash Portfolio	\$23,421,183	\$23,421,183	N/A	N/A

At September 30, 2008, the Hospital's investments consisted of the following:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1 Year</u>	<u>2-3 Years</u>	<u>4 – 7 Years</u>
U.S. Treasury bonds (category 2)	\$ 2,493,706	\$ 492,706	\$ 2,001,000	-
NC Capital Management Trust	<u>7,749,689</u>	<u>7,749,689</u>	N/A	N/A
Total:	<u>\$10,243,395</u>	<u>\$ 8,242,395</u>	<u>\$ 2,001,000</u>	-

**3. 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 use-value taxation, the property tax is recomputed at market value for the current year and the three preceding fiscal years, along with the accrued interest from the original due date. This tax is immediately due and payable. The following are property taxes that could become due if present use-value eligibility is lost. These amounts have not been recorded in the financial statements.

<u>Year Levied</u>	<u>Tax</u>	<u>Interest</u>	<u>Total</u>
2005	\$ 2,086,176	\$ 542,406	\$ 2,628,582
2006	2,398,151	407,686	2,805,837
2007	2,415,621	193,250	2,608,871
2008	<u>2,615,413</u>	<u>-</u>	<u>2,615,413</u>
	<u>\$ 9,515,361</u>	<u>\$1,143,342</u>	<u>\$ 10,658,703</u>

**SAMPSON COUNTY, NORTH CAROLINA**  
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**4. Receivables – Allowances for Doubtful Accounts**

Receivables at the government-wide level at June 30, 2009, were as follows:

	<u>Accounts</u>	<u>Taxes and Related Accrued Interest</u>	<u>Due from Other Governments</u>	<u>Other</u>	<u>Total</u>
Governmental Activities:					
General	\$ 1,508,138	\$ 2,781,539	\$ 2,781,539	\$ -	\$ 7,071,216
Accrued interest	-	634,294	-	-	634,294
Other Governmental	<u>68,159</u>	<u>150,438</u>	<u>2,056,835</u>	-	<u>2,275,432</u>
Total receivables	1,576,297	3,566,271	4,838,374	-	9,980,942
Allowance for doubtful accounts	-	(177,800)	-	-	(177,800)
Total governmental activities	<u>\$ 1,576,297</u>	<u>\$ 3,388,471</u>	<u>\$ 4,838,374</u>	<u>\$ -</u>	<u>\$ 9,803,142</u>
Business-type Activities					
Water Districts I and II	\$ 249,412	\$ -	\$ -	\$ 15,146	\$ 264,558
Agri-Expo Center	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,946</u>	<u>4,946</u>
Total receivables	249,412	-	-	20,092	269,504
Allowance for doubtful accounts	<u>(29,100)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,100)</u>
Total business-type activities	<u>\$ 220,312</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,092</u>	<u>\$ 240,404</u>

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

Local option sales tax	\$1,711,216
State & Federal Grants	<u>3,127,158</u>
Total	<u>\$4,838,374</u>

The Hospital's accounts receivable are presented net of the allowance for uncollectible accounts of \$6,685,000.

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**5. Capital Assets**

**Primary Government**

Capital asset activity for the year ended June 30, 2009, was as follows:

	<u>Beginning Balances</u>	<u>Increases Transfers In</u>	<u>Decreases Transfers Out</u>	<u>Ending Balances</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,050,749	\$ 1,773,727	\$ -	\$ 4,824,476
Construction in progress	<u>94,344,762</u>	<u>13,472,350</u>	<u>943,964</u>	<u>106,873,148</u>
Total capital assets not being depreciated	<u>97,395,511</u>	<u>15,246,077</u>	<u>943,964</u>	<u>111,697,624</u>
Capital assets being depreciated:				
Buildings and improvements	27,119,604	-	-	27,119,604
Equipment	8,855,197	1,185,725	-	10,040,922
Vehicles and motor equipment	<u>5,914,793</u>	<u>960,376</u>	<u>-</u>	<u>6,875,169</u>
Total capital assets being depreciated	<u>41,889,594</u>	<u>2,146,101</u>	<u>-</u>	<u>44,035,695</u>
Less accumulated depreciation for:				
Buildings and improvements	9,272,646	498,133	-	9,770,779
Equipment	2,697,424	530,647	-	3,228,071
Vehicles and motor equipment	<u>4,175,490</u>	<u>595,650</u>	<u>-</u>	<u>4,771,140</u>
Total accumulated depreciation	<u>16,145,560</u>	<u>\$ 1,624,430</u>	<u>\$ -</u>	<u>17,769,990</u>
Total capital assets being depreciated, net	<u>25,744,034</u>			<u>26,265,705</u>
Governmental activity capital assets, net	<u>\$ 123,139,545</u>			<u>\$ 137,963,329</u>

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

General government	\$ 819,780
Public safety	585,956
Economic & physical development	27,091
Human services	149,397
Environmental protection	12,533
Cultural and recreational	<u>29,673</u>
Total depreciation expense	<u>\$1,624,430</u>

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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	Beginning Balances	Increases Transfers In	Decreases Transfers Out	Ending Balances
Business-type activities:				
Water District 2 Capital assets being depreciated:				
Distribution systems	\$27,306,103	\$ 5,000	\$ -	\$ 27,311,103
Equipment	125,379	158,738	-	284,117
Vehicles	19,326	-	-	19,326
Total capital assets being depreciated	<u>27,450,808</u>	<u>163,738</u>	<u>-</u>	<u>27,614,546</u>
Accumulated depreciation distribution	2,498,620	682,654	-	3,181,274
Accumulated depreciation equipment	37,625	8,136	-	45,761
Accumulated depreciation vehicles	5,699	1,833	-	7,532
Total accumulated depreciation	<u>2,541,944</u>	<u>\$ 692,623</u>	<u>\$ -</u>	<u>3,234,567</u>
Water District 2 capital assets, net	<u>24,908,864</u>			<u>24,379,979</u>
Capital assets not being depreciated:				
Land	131,604	-	-	131,604
Construction in progress	40,262	194,190	163,737	70,715
Water capital assets not depreciated	<u>171,866</u>	<u>\$ 194,190</u>	<u>\$ 163,737</u>	<u>202,319</u>
Water District 2 net capital assets	<u>\$25,080,730</u>			<u>\$ 24,582,298</u>
Water District 1 Capital assets being depreciated:				
Distribution systems	\$ 3,931,082	\$ -	\$ -	\$ 3,931,082
Equipment	17,812	-	-	17,812
Vehicles	16,311	-	-	16,311
Total capital assets being depreciated	<u>3,965,205</u>	<u>-</u>	<u>-</u>	<u>3,965,205</u>
Accumulated depreciation distribution	1,309,367	98,277	-	1,407,644
Accumulated depreciation equipment	14,864	1,803	-	16,667
Accumulated depreciation vehicles	15,295	-	-	15,295
Total accumulated depreciation	<u>1,339,526</u>	<u>\$ 100,080</u>	<u>\$ -</u>	<u>1,439,606</u>
Water District 1 capital assets, net	<u>2,625,679</u>			<u>2,525,599</u>
Capital assets not being depreciated:				
Land	16,807	-	-	16,807
Water District 1 net capital assets	<u>\$ 2,642,486</u>			<u>\$ 2,542,406</u>
Agri-Exposition Center capital assets not being depreciated:				
Land	\$ 176,703	\$ -	\$ -	\$ 176,703
Capital assets being depreciated:				
Buildings	3,644,665	-	-	3,644,665
Office furniture and equipment	278,560	-	-	278,560
Total capital assets being depreciated	<u>3,923,225</u>	<u>-</u>	<u>-</u>	<u>3,923,225</u>
Accumulated depreciation buildings	953,608	91,117	-	1,044,725
Accumulated depreciation equipment	245,672	8,093	-	253,765
Total accumulated depreciation	<u>1,199,280</u>	<u>99,210</u>	<u>-</u>	<u>1,298,490</u>
Total capital assets being depreciated, net	<u>2,723,945</u>	<u>\$ 99,210</u>	<u>\$ -</u>	<u>2,624,735</u>
Agri-Exposition Center capital assets, net	<u>\$ 2,900,648</u>			<u>\$ 2,801,438</u>
Business-type activities capital assets, net	<u>\$30,623,864</u>			<u>\$ 29,926,142</u>

**SAMPSON COUNTY, NORTH CAROLINA**  
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**Discretely presented component units**

Capital asset activity for Sampson Regional Medical Center for the year ended September 30, 2008, was as follows:

	September 30, 2007	Additions	Retirements	September 30, 2008
Capital assets not being depreciated:				
Land	\$ 1,168,979	\$ 425,777	\$ -	\$ 1,594,756
Construction in progress	4,331,078	2,120,190	5,908,400	542,868
Total capital assets not being depreciated	<u>5,500,057</u>	<u>2,545,967</u>	<u>5,908,400</u>	<u>2,137,624</u>
Capital assets being depreciated:				
Land improvements	1,662,766	147,473	-	1,810,239
Buildings and improvements	28,188,050	3,881,676	-	32,069,726
Furniture and equipment	37,228,532	5,058,029	-	42,286,561
Total capital assets being depreciated	<u>67,079,348</u>	<u>9,087,178</u>	<u>-</u>	<u>76,166,526</u>
Less accumulated depreciation for:				
Land improvements	1,248,125	61,803	-	1,309,928
Buildings and improvements	15,364,643	970,975	-	16,335,618
Furniture and equipment	27,577,441	2,752,848	-	30,330,289
Total accumulated depreciation	<u>44,190,209</u>	<u>3,785,626</u>	<u>-</u>	<u>47,975,835</u>
Sampson Regional Medical Center, Inc. capital assets, net	<u>\$ 28,389,196</u>			<u>\$ 30,328,315</u>

**B. Liabilities**

**1. Liabilities**

Payables at the government-wide level at June 30, 2009, were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Total
Governmental activities:				
General	\$1,444,749	\$ 91,655	\$ 1,712,920	\$ 3,249,324
Other governmental	1,894,063	3,956	-	1,898,019
Total governmental activities	<u>\$3,338,812</u>	<u>\$ 95,611</u>	<u>\$ 1,712,920</u>	<u>\$ 5,147,343</u>
Business-type activities:				
Water District II	\$ 120,727	\$ 234	\$ 53,828	\$ 174,789
Water District I	12,684	84	4,603	17,371
Agri-Exposition Center	17,029	-	-	17,029
Total business-type activities	<u>\$ 150,440</u>	<u>\$ 318</u>	<u>\$ 58,431</u>	<u>\$ 209,189</u>



**SAMPSON COUNTY, NORTH CAROLINA  
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**2. Pension Plan and Other Post-Employment Obligations**

**a. Local Governmental Employees' Retirement System**

Plan Description – Sampson County contributes to the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS provides retirement and disability benefits to plan members and beneficiaries. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions and contribution requirements to the North Carolina General Assembly. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1401 Mail Service Center, Raleigh, North Carolina 27609, or by calling (919) 981-5454.

Funding Policy – Plan members are required to contribute six percent of their annual covered salary. The County is required to contribute at an actuarially determined rate. For the County, the current rate for employees not engaged in law enforcement, employees working at the Library and for law enforcement officers is 4.90%, 4.97% and 4.86%, respectively, of annual covered payroll. The contribution requirements of members and of Sampson County are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2009, 2008 and 2007 were \$887,865, \$829,341 and \$778,864, respectively. The contributions made by the County equaled the required contributions for each year.

**b. Law Enforcement Officers Special Separation Allowance**

**1. 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. The Separation Allowance is equal to .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The plan does not issue a separate stand-alone financial report. The Separation Allowance is reported in the County's Comprehensive Annual Financial Report as a pension trust fund.

All full-time County law enforcement officers are covered by the Separation Allowance. At December 31, 2008, the Separation Allowance's membership consisted of:

Retirees receiving benefits	2
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	84
Total	<u>86</u>

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**2. Summary of Significant Account Policies**

Basis of Accounting – Financial statements for the separation allowance are prepared using the accrual basis of accounting. Employer contributions to the plan are recognized when due and when the County has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments – Investments are reported at fair value. Short-term money market debt instruments, deposits and repurchase agreements are reported at cost or amortized cost, which approximates fair value. Certain longer term United States Government and United States Agency securities are valued at the last reported sales price.

**3. 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 by making contributions based on actuarial valuations. For the current year, the County allocated \$30,000 or 1.07% of annual covered payroll. 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. Administrative costs of the Separation Allowance are financed through investment earnings.

The annual required contribution for the fiscal year ended June 30, 2009 was determined as part of the December 31, 2008 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.25% investment rate of return (net of administrative expenses) and (b) projected salary increases of 4.5%-12.3% per year. Both (a) and (b) included an inflation component of 3.75%. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2008 was 22 years.

**Annual Pension Cost and Net Pension Obligation for Fiscal Year Ended 6/30/2009**

(a) Employer annual required contribution	\$ 47,834
(b) Interest on net pension obligation	3,952
(c) Adjustment to annual required contribution	<u>(3,445)</u>
(d) Annual pension cost	48,341
(e) Employer contributions made for fiscal year 6/30/2009	<u>30,000</u>
(f) Increase in net pension obligation	18,341
(g) Net pension obligation beginning of fiscal year	<u>54,517</u>
(h) Net pension obligation end of fiscal year	<u><u>\$ 72,858</u></u>

For the Year Ended June 30	3 Year Trend Information		Net Pension Obligation
	Annual Pension Cost (APC)	Percentage Of APC Contributed	
2007	\$ 38,128	52.45%	\$ 28,007
2008	46,510	43.00%	54,517
2009	48,341	62.06%	72,858

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**4. Funding Status and Funding Progress**

As of December 31 2008, the most recent actuarial valuation date, the plan was 48.34 percent funded. The actuarial accrued liability for benefits was \$490,969, and the actuarial value of assets was \$237,323, resulting in an unfunded actuarial accrued liability (UAAL) of \$253,646. The covered payroll (annual payroll of active employees covered by the plan) was \$2,795,847, and the ratio of the UAAL to the covered payroll was 9 percent.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**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 Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR 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 the County to contribute each month an amount equal to 5 percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan. Contributions for the year ended June 30, 2009 were \$164,951 which consisted of \$138,836 from the County and \$26,115 from the law enforcement officers.

**d. Deferred Compensation Plan**

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

**e. Registers of Deeds' Supplemental Pension Fund**

Plan Description – Sampson County also contributes to the Registers of Deeds' Supplemental Pension Fund (Fund), a noncontributory, defined contribution plan administered by the North Carolina Department of State Treasurer. The Fund provides supplemental pension benefits to any eligible county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Registers of Deeds' Supplemental Pension Fund is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for the Registers of

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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, or by calling (919) 981-5454.

Funding Policy – On a monthly basis, the County remits to the Department of State Treasurer an amount equal to one and one-half percent (1.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety-three percent (93%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining seven percent (7%) of the Fund's assets may be used by the State Treasurer in administering the Fund. For the fiscal year ended June 30, 2009, the County's required and actual contributions were \$2,519.

**f. Other Post-employment Benefits – Sampson County**

Healthcare Benefits

Under the County's annual budget ordinance, Sampson County provides healthcare benefits through the Healthcare Benefits Plan (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. Employees must be eligible to retire under retirement system guidelines. The County pay 100% of the individual premium for employees who have worked 20 continuous years in local or State government with the last 10 years worked with Sampson County and 75% of the individual premium for employees who have worked at least 15 continuous years in local or State government with the last 10 years worked with Sampson County. 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. The Board of Commissioners may amend the benefit provisions. A separate report was not issued for the plan.

Membership of the HCB Plan consisted of the following at December 31, 2008, the date of the latest actuarial valuation:

	General Employees	Law Enforcement Officers
Retirees and dependents receiving benefits	24	8
Terminated plan members entitled to but not yet receiving benefits	0	0
Active Plan Members	468	83
Total	492	91

Funding Policy. The County pays the full cost of coverage for the healthcare benefits paid to qualified retirees under the County budget ordinance that can be amended by the Board of Commissioners. The County's members pay \$245 per month for dependent coverage. The County has chosen to fund the healthcare benefits on a pay as you go basis.

The current ARC rate is 9.2% of annual covered payroll. For the current year, the County contributed \$243,456 or 1.33% of annual covered payroll. The County obtains healthcare

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coverage through private insurers. The County's required contributions for employees not engaged in law enforcement and for law enforcement officers represented 1.21% and 2.19% of covered payroll, respectively. There were no contributions made by employees, except for dependent coverage in the amount of \$23,520. The County's obligation to contribute to the HCB Plan is established and may be amended by the Board of Commissioners.

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

Annual OPEB Cost and net OPEB Obligation. The County's annual OPEB costs (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing bases is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changed in the County's net OPEB obligation for the healthcare benefits:

Annual required contribution	\$ 1,677,000
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
Annual OPEB cost (expense)	<u>1,677,000</u>
Contributions made	<u>(243,456)</u>
Increase in net OPEB obligation	1,433,544
Net OPEB obligation, beginning of year	-
Net OPEB obligation, end of year	<u>\$ 1,433,544</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 were as follows:

For the Year Ended June 30	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2009	\$ 1,677,000	14.5%	\$ 1,433,544

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and, thus, the unfunded actuarial accrued liability (UAAL) was \$11,510,000. The covered payroll (annual payroll of active employees covered by the plan) was \$18,251,607, and the ratio of the UAAL to the covered payroll was 63.06 percent. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the

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financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members at that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value assets, consistent with the long-term perspective of the calculations.

In the December 31, 2008 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.00 percent investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual medical cost trend increase of 10.00 to 5.00 percent annually. The investment rate included a 3.75 percent inflation assumption. The actuarial value of assets, if any, was determined using techniques that spread the effects of short-term volatility in the market value of investments over a 5 year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2008, was 30 years.

**g. 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. All death benefit payments are made from the Death Benefit Plan. The County has no liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the postemployment benefit amount and the other benefit amount. The County considers these contributions to be immaterial.

**h. Sampson Regional Medical Center, Inc.**

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 contributes 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.

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% of the first 4% of the compensation deferred by each participant.

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Funding Policy –The Hospital’s contribution to the Plans for the current year was \$841,000.

**3. Closure and Post-closure 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.

**4. Deferred Revenues**

The balance in deferred or unearned revenues on the fund statements and unearned revenues on the government-wide statements at year end is comprised of the following elements:

	Unearned or Deferred Revenue	Full Accrual Unearned Revenue
Prepaid taxes not yet earned (General)	\$ 64,814	\$ 64,814
Prepaid revenues not yet earned (General)	53	53
Taxes receivable, net (General)	2,616,539	-
Taxes receivable, net (Special Revenue)	137,638	-
Total	<u>\$ 2,819,044</u>	<u>\$ 64,867</u>

**5. Disclosure of Significant Commitments**

The County has active construction projects as of June 30, 2009. The projects include the County Administration offices, Human Services building construction, Clinton High School construction, Union High School construction, and Midway High School construction. At June 30, 2009, the County’s commitments with contractors are as follows:

Project	Spent to Date	Remaining Commitment
County Administration Offices	\$ 885,575	\$ 147,880
Human Services Building	6,848,452	187,643
Various Building Renovations	320,677	111,876
Courthouse Annex Renovation	854,513	55,153
Airport Taxiway	968,112	141,606
Clinton High School	24,708,807	251,060
Union High School	27,348,344	14,246
Midway High School	25,374,457	13,896
	<u>\$ 87,308,937</u>	<u>\$ 923,360</u>

**6. 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

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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. Worker's 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 County's funds at any given time 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 settle claims have not exceeded coverage in any of the past three fiscal years.

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 was 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:

	June 30, 2009
Claims payable, beginning	<u>                    </u>
Of year	\$ 60,686
Add: Claims received	5,332,782
Less: Claims paid	<u>5,235,364</u>
Claims payable, end of year	<u>\$ 158,104</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; employee injuries and illness; natural disasters; and professional and general liability claims and judgments. The Hospital has



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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 upon 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.

**7. Contingent Liabilities**

At June 30, 2009, 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.

**8. Long-Term Obligations**

**a. Installment Purchases**

The County's installment purchase agreements payable at June 30, 2009 are comprised of the following individual issues:

Installment purchase of vehicles. This agreement is secured by the vehicles and calls for 36 monthly payments of \$18,899 each including interest at 3.16%. At June 30, 2009 there were 35 payments remaining.	\$ 631,101
Installment purchase of equipment. This agreement is secured by the equipment and calls for 59 monthly payments of \$4,900 each including interest at 3.88%. At June 30, 2009 there were 17 payments remaining.	80,921
Installment agreement for the construction of a 600' radio tower, secured by the tower. This agreement requires 84 monthly payments of \$7,804 plus interest of 3.03 percent. At June 30, 2009, there were 13 payments remaining.	67,980
Installment agreement with the United States Department of Agriculture (USDA) for the renovation of a previously purchased building into courthouse and office space and renovation of the existing courthouse, secured by building and land. The interest rate is 4.25%. The loan will be repaid in 29 annual installments of \$129,809 including interest at 4.25 percent. At June 30, 2009, there were 24 installments remaining.	1,858,082
Installment agreement with USDA for the construction of a new Law Enforcement and Detention Center, secured by the building and land. The total loan is \$11,125,000 and will be repaid in 38 annual installments of \$595,213 including interest at 4.25%. Principal and interest repayment will begin in fiscal year 2007-2008. At June 30, 2009, there were 36 payments remaining.	10,874,998

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<p>Installment agreement with USDA for the construction of a new Cooperative Extension Building and Animal Shelter Building, secured by the buildings and land. This is currently a construction loan with interest only payment due on the outstanding balance on April 21 of each year. The total loan is \$2,263,000 and will be repaid in 38 annual installments of \$121,076 including interest at 4.25%. At June 30, 2009 there were 37 payments remaining</p>	2,238,102
<p>Installment agreement with USDA for the construction of a new Clinton High School building, secured by the building and land. This is currently a construction loan with interest only payment due on the outstanding balance on July 20th of each year. Outstanding construction loan balance at June 30, 2009 was \$11,423,486, the interest rate is 4.25%. The total loan will not exceed \$30,000,000 and will be repaid in 38 annual installments of \$1,605,068 including interest beginning in fiscal year 2009-2010.</p>	28,795,503
<p>Installment purchase agreement with Bank of America for renovations on Clinton City Board of Education owned facilities. 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, 2009 there were 12 payments remaining</p>	1,792,855
<p>Installment agreement with USDA for the construction and renovation of buildings to house Human Services and County Administration, secured by the building and land. This is currently a construction loan with interest only payment due on the outstanding balance on April 4<sup>th</sup> of each year. Outstanding construction loan balance at June 30, 2009 was \$3,221,857, the interest rate is 4.126%. The total loan will not exceed \$9,585,000 and will be repaid in 38 annual installments of \$512,819 including interest beginning in fiscal year 2009-2010.</p>	9,101,620
<p>Installment purchase agreement with USDA for the renovation of a County owned building to house the Public Works and Data Processing Departments. This agreement is secured by the building and land. The loan amount is \$862,800 and will be repaid over at 28 year period beginning January 24, 2010. The payments will be made annually in the amount of \$53,283 including interest at 4.25%</p>	862,800
<p>Installment purchase of vehicles. This agreement is secured by the equipment and calls for 36 monthly payments of \$18,937 each including interest at 4.30 percent. At June 30, 2009, there were 6 payments remaining.</p>	112,498
<p>Installment purchase agreement with Regions Bank for renovations on Sampson County Board of Education owned facilities. 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 of \$155,667 including interest at 1%. At June 30, 2009 there were 14 payments remaining</p>	2,000,000

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Installment purchase agreement with USDA for the renovation of a County owned building to various departments. This agreement is secured by the buildings and land. The loan amount is \$458,454 and will be repaid over a 30 year period beginning January 13, 2010. The payments will be made annually in the amount of \$29,947 including interest at 4.75%

458,454  
\$ 58,874,914

For Sampson County, the future minimum payments as of June 30, 2009, including \$49,868,466 of interest, are

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 1,461,381	\$ 2,338,913
2011	1,287,594	2,299,194
2012	1,293,230	2,258,324
2013	1,124,056	2,219,611
2014	1,160,987	2,182,679
2015-2019	6,414,692	10,303,639
2020-2024	6,964,735	9,121,849
2025-2029	7,495,867	7,697,108
2030-2034	9,103,068	5,959,317
2035-2039	10,520,933	3,916,447
2040-2044	11,249,878	1,532,426
2045-2047	<u>798,493</u>	<u>38,959</u>
Total principal payments	<u>\$58,874,914</u>	
Total interest payments		<u>\$ 49,868,466</u>

At June 30, 2009 Sampson County had \$30,889 in an installment purchase obligation outstanding for Water and Sewer District II. This obligation is being serviced by the Water and Sewer District Enterprise Fund. This installment agreement was to finance the construction of water lines. This agreement requires 108 monthly payments of \$3,861 plus interest at an annual rate of 1 percent of the outstanding balance at the beginning of each calendar year. Installment purchase debt service requirements to maturity, including interest of \$927 are as follows:

<u>Year Ending June 30</u>	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 30,889	\$ 927

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

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The Water District's general obligation bonds payable at June 30, 2009 are comprised of the following individual issues which are serviced by the Water Districts:

\$4,982,000 Water Series A bonds issued on February 28, 2000, due in annual installments of \$51,000 to \$202,000 through June 1, 2039 with the first installment due June 1, 2002; 5.125 percent interest rate.	\$ 4,500,000
\$421,000 Water Series B bonds issued on February 28, 2000 Due in annual installments of \$5,000 to \$20,000 through June 1, 2039 with the first installment due June 1, 2002; 4.75 percent interest rate.	378,000
\$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 with the first installment due June 1, 1998; 5.125 percent interest rate.	921,500
\$2,486,000 Water Series A bonds issued on January 26, 2004, due in annual installments of \$37,545 to \$112,725 Through June 1, 2043 with the first installment due June 1, 2004; 4.375 percent interest rate	2,371,000
\$948,000 Water Series B bonds issued on January 26, 2004 due in annual installments of \$14,726 to \$41,800 Through June 1, 2043 with the first installment due June 1, 2004; 4.5 percent interest rate.	904,000
\$2,297,000 Water Series A bonds issued on May 4, 2005 due in annual installments of \$97,623 to 123,753 through June 2, 2044 with the first installment due June 1, 2005; 4.25 percent interest rate	2,216,000
\$1,486,000 Water Series A bonds issued on May 4, 2005 due in annual installments of \$63,155 to 80,395 through June 2, 2044 with the first installment due June 1, 2005; 4.25 percent interest rate	1,434,000
	<u>\$ 12,724,500</u>

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Annual debt service requirements to maturity for the District's general obligation bonds, including interest of \$11,692,131 are as follows:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2010	\$ 193,500	\$ 595,343
2011	202,500	586,188
2012	211,500	576,602
2013	221,500	566,588
2014	232,500	556,096
2015-2019	1,335,500	2,604,452
2020-2024	1,678,500	2,256,793
2025-2029	2,101,000	1,819,184
2030-2034	2,498,000	1,279,913
2035-2039	2,604,000	676,329
2040-2044	1,446,000	174,643
Total principal payments	<u>\$12,724,500</u>	
Total interest payments		<u>\$ 11,692,131</u>

Sampson County had a legal debt margin of \$147,781,840 at June 30, 2009.

**c. Revenue Bonds**

On January 15, 1999, the Sampson Area Development Corporation issued \$25,750,000 in Revenue Bonds to finance the construction of schools in Sampson County. This is a revenue bond installment purchase issue. The installment purchase 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 January 15, 1999 to finance the construction and renovation of several school buildings. The transactions calls for twenty-five annual principal payments of \$700,000 to \$1,045,000 and fifty semiannual interest payments, due on December 1 and June 1, at interest rates varying from 4.00 percent to 5.00 percent. These revenue bonds which mature through June 1, 2024 are reported in the general fund because they are being repaid from general fund revenues.

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Annual debt service requirements to maturity for the County's revenue bonds, including interest of \$5,930,899 are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 1,045,000	\$ 732,023
2011	1,045,000	687,088
2012	1,045,000	641,108
2013	1,045,000	594,083
2014	1,045,000	546,013
2015-2019	5,225,000	1,986,023
2020-2024	<u>5,225,000</u>	<u>744,561</u>
Total principal payments	<u>\$ 15,675,000</u>	
Total interest payments		<u>\$ 5,930,899</u>

On September 22, 2004, the County issued \$5.7 million of Hospital Revenue Bonds, Series 2004A, to finance capital improvements at Sampson Regional Medical Center, Inc. The bonds carry an interest rate at adjusted one month LIBOR rate plus .90 percent, due in monthly installments of principal of \$55,556 plus interest, maturing April, 2013. During the fiscal year ended June 30, 2006 the County issued \$4.3 million of Hospital Revenue Bonds, Series 2004B, dated September 22, 2004. The bonds carry an interest rate at adjusted one month LIBOR rate plus .90 percent, due in monthly installments of principal of \$55,556 plus interest. Payments begin in May 2013 and the bonds mature in September 2019. On January 29, 2007 the County issued \$5.5 million in Hospital Refund Bonds, Series 2007. The bonds carry an interest of 70% of the adjusted one month LIBOR rate plus .813% through February 2009 and 70% of the adjusted one month LIBOR rate plus .748% thereafter. Interest only is due monthly through February 2009. Monthly installments of principal in the amount of \$22,917 plus interest is due beginning March 2009 and maturing March 2029. 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.

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Revenue bond debt service requirements to maturity for Sampson Regional Medical Center, Inc., including interest of \$3,007,776, are as follows:

Year Ending September 30	Principal	Interest
2009	\$ 850,000	\$ 403,020
2010	941,667	370,676
2011	941,667	339,013
2012	941,667	307,351
2013	941,667	275,688
2014-2018	4,708,335	903,502
2019-2023	2,041,664	302,418
2024-2028	1,375,000	105,598
2029	91,667	510
Total principal payments	<u>\$ 12,833,334</u>	
Total interest payments		<u>\$ 3,007,776</u>

**d. State Clean Water Bond Loan**

The County has a State Clean Water Bond Loan for construction of water lines. The loan calls for 20 annual payments of \$20,450 plus interest at 5.5948 percent beginning September 30, 1997. This debt is serviced by the Water and Sewer District I Enterprise Fund.

\$143,150

Debt service requirements to maturity, including interest of \$27,127 are as follows:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2010	\$ 20,450	\$ 7,449
2011	20,450	6,271
2012	20,450	5,105
2013	20,450	3,857
2014	20,450	2,671
2015-2016	<u>40,900</u>	<u>1,774</u>
Total principal payments	<u>\$ 143,150</u>	
Total interest payments		<u>\$ 27,127</u>

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 percent beginning June 1, 2004. This debt is serviced by the Water and Sewer District II Enterprise Fund.

\$ 695,604

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 percent beginning June 1, 2008. This debt is serviced by the Water and Sewer District II Enterprise Fund.

1,482,105  
\$2,177,709

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Debt service requirements to maturity, including interest of \$791,190 are as follows:

<u>Year Ending June 30</u>	<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 139,005	\$ 90,326
2011	139,005	85,309
2012	139,005	80,281
2013	139,005	75,335
2014	139,005	70,327
2015-2019	695,026	269,470
2020-2024	695,026	115,279
2025	92,632	4,863
Total principal payments	<u>\$ 2,177,709</u>	
Total interest payments		<u>\$ 791,190</u>

**e. Certificates of Participation**

On November 29, 2006, the Sampson Area Development Corporation issued \$55,060,000 in Certificates of Participation to finance the construction of schools in Sampson County. This is a installment purchase issue. The installment purchase 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 Board of Education that transfers the rights and responsibilities for maintenance and insurance of the property to the Boards of Education. The lease calls for \$10 annual lease payments and also contains a fair market value purchase option. The lease term is until the facilities are transferred to the County Board of Education. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded as an asset of the County.

The installment purchase was executed on November 29, 2007 to finance the construction of two new high school buildings. The transactions calls for twenty-seven annual principal payments of \$1,575,000 to \$2,620,000 and fifty-nine semiannual interest payments, due on November 15 and May 15, at interest rates varying from 4.00 percent to 5.00 percent. These certificates of participation which mature through June 1, 2036 are reported in the general fund because they are being repaid from general fund revenues.

This debt was issued at a premium that is included in the net debt service and is being amortized over the term of the debt.



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Annual debt service requirements to maturity for the County's certificates of participation, including interest of \$41,381,085 and unamortized bond premium of \$2,282,883 are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 1,659,551	\$ 2,599,935
2011	1,659,551	2,536,935
2012	1,659,551	2,473,935
2013	1,659,551	2,410,935
2014	1,659,551	2,347,935
2015-2019	8,297,755	10,621,425
2020-2024	8,297,755	8,697,175
2025-2029	13,522,755	6,247,450
2030-2034	13,517,755	3,096,900
2035-2036	<u>5,409,102</u>	<u>348,460</u>
Total principal payments	<u>\$ 57,342,877</u>	
Total interest payments		<u>\$ 41,381,085</u>

**f. 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. As of June 30, 2009, there were two series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$44,605,000.

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**g. Changes in General Long-Term Obligations**

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2009:

	Balance July 1, 2008	Increases	Decreases	Balance June 30, 2009	Current Portion of Balance
<b>Governmental activities:</b>					
Installment purchases	\$ 52,651,707	\$7,500,683	\$1,277,476	\$ 58,874,914	\$ 1,461,381
Revenue bonds	16,720,000	-	1,045,000	15,675,000	1,045,000
Certificates of Participation	55,060,000	-	-	55,060,000	1,575,000
Unamortized premium on COPs	2,367,434	-	84,551	2,282,883	84,551
Unfunded pension liability	54,517	48,341	30,000	72,858	-
Other post-employment benefits	-	1,404,873	-	1,404,873	-
Compensated absences	1,378,370	986,166	967,585	1,396,951	965,000
Total governmental activities	<u>\$ 128,232,028</u>	<u>\$9,940,063</u>	<u>\$3,404,612</u>	<u>\$ 134,767,479</u>	<u>\$ 5,130,932</u>
<b>Business-type activities:</b>					
General obligation debt	\$ 12,909,000	\$ -	\$ 184,500	\$ 12,724,500	\$ 193,500
Installment purchases	77,222	-	46,333	30,889	30,889
State Clean Water bonds	2,480,315	-	159,455	2,320,860	159,455
Other post-employment benefits	-	28,671	-	28,671	-
Compensated absences	31,257	18,401	17,704	31,954	12,782
Total business-type activities	<u>\$ 15,497,794</u>	<u>\$ 47,072</u>	<u>\$ 407,992</u>	<u>\$ 15,136,874</u>	<u>\$ 396,626</u>
<b>Discretely presented component units:</b>					
Revenue bonds	\$ 13,500,000	\$ -	\$ 666,666	\$ 12,833,334	\$ 850,000
Capital Leases	\$ -	\$2,743,000	\$ 274,637	\$ 2,468,363	\$ 347,568
Compensated absences	2,059,126	2,052,511	2,059,126	2,052,511	2,052,511
Total discretely presented component units:	<u>\$ 15,559,126</u>	<u>\$4,795,511</u>	<u>\$3,000,429</u>	<u>\$ 17,354,208</u>	<u>\$ 3,250,079</u>

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.

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

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**C. Interfund Balances and Activity**

Transfers to/from other funds at June 30, 2009, consists of the following:	
From the General fund to the Revaluation fund to accumulate resources for the octennial revaluation of real property	\$ 196,427
From the General fund to the County Capital Reserve fund to accumulate resources for improvements to the airport	30,000
From the General fund to the Sampson Area Transportation fund to provide for the transportation of the elderly	57,171
From the General fund to the Agri-Exposition Center fund to supplement other funding resources	269,443
From the General fund to Sampson County Water District 2 fund to supplement other funding resources	28,000
From the General fund to the Recreation Western District Park Special Revenue fund to supplement other funding resources	<u>167,036</u>
Total Transfers out from the General Fund	<u>748,077</u>
From the School Capital reserve fund to the General fund to pay debt on school projects and school capital outlay	1,638,187
From the School Construction Capital Project Fund to the General Fund to pay debt service on school building projects	773,529
From the County Capital Reserve fund to the General Fund to pay maintenance and repair costs on the Livestock Arena	<u>1,004</u>
Total Transfers in to the General Fund	<u>2,412,720</u>
From the County Capital Reserve Fund to the Recreation Western District Park Special Revenue Fund to supplement other funding resources	<u>26,492</u>
From the School Capital reserve fund to the School Construction Capital Project fund to supplement other funding resources	<u>416,519</u>
From the County Capital Reserve fund to the Airport Capital Projects fund for airport improvements	<u>46,180</u>
Total	<u>\$ 3,649,988</u>
Included in the above are interfund transfers to/from nonmajor governmental funds:	
From the General fund to the Revaluation fund to accumulate resources for the octennial revaluation of real property	\$ 196,427
From the General fund to the County Capital Reserve fund to accumulate resources for improvements to the airport	30,000
From the General fund to the Sampson Area Transportation fund to provide for the transportation of the elderly	57,171
From the General fund to the Recreation Western District Park Special Revenue fund to supplement other funding resources	167,036
From the County Capital Reserve Fund to the Recreation Western District Park Special Revenue Fund to supplement other funding resources	<u>26,492</u>
Total Transfers in to the Nonmajor Governmental Funds	<u>\$ 477,126</u>

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

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From the County Capital Reserve fund to the Airport Capital Projects fund for airport improvements	46,180
From the County Capital Reserve fund to the General Fund to pay maintenance and repair costs on the Livestock Arena	1,004
From the County Capital Reserve Fund to the Recreation Western District Park Special Revenue Fund to supplement other funding resources	<u>26,492</u>
Total Transfers from the Nonmajor Governmental Funds	<u>\$ 73,676</u>

Interfund balances at June 30, 2009, consists of the following:

Due to the General fund from:

Agri-Exposition Center Enterprise fund	\$ 113,102
Airport Apron 19.6.1 Capital Project Fund	311,179
School Construction Capital Project Fund	4,187,427

Nonmajor Governmental Funds:

County Buildings Capital Project fund	162,045
Head Start Special Revenue Fund	176,209
Sampson Area Transportation Special Revenue Fund	107,582
Airport Construction 12.9.1 Capital Project Fund	11,342
Airport Construction 12.8.1 Capital Project Fund	142,327
Airport Taxiway 12.6.2 Capital Project Fund	46,283
Community Development 07-C-1244 Special Revenue Fund	-
Community Development SFR-08 Special Revenue Fund	11,011
Recreation Western District Park Special Revenue Fund	123,865
Governor's Highway Safety Program Special Revenue Fund	<u>6,386</u>

Total nonmajor (other) governmental funds	<u>787,050</u>
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Total all funds	<u>\$ 5,398,758</u>
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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. Advances to enterprise funds will be repaid from receipts.

**IV. 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.

**V. Joint Ventures**

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

**SAMPSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2009**

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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, 2009. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$205,928 to the center to supplement its activities. Complete financial statements for the center may be obtained from the center's offices in Kenansville, North Carolina.

The County, in conjunction with the State of North Carolina and the Sampson County Board of Education participates in a joint venture to operate the 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 association serves as a non-voting, ex officio member of the 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 \$1,084,137 and \$82,791 to the Community College for operating and capital purposes, respectively, during the fiscal year ended June 30, 2009. 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, 2009. Complete financial statements for the Community College may be obtained from the Community College's administrative offices at Sunset Avenue, Clinton, North Carolina.

The Hospital's "Investment in Joint Venture" represents a 50% interest in Sampson Regional Cancer Center, LLC ("SRCC"). Since the Hospital does not control SRCC, the investment in SRCC is accounted for under the equity method. Under the equity method, the Hospital's investment in SRCC is recorded at cost, while the Hospital's share of SRCC's net income or loss increases or decreases the amount of investment and is recognized by the Hospital as non-operating revenue or loss. Any distributions made to the Hospital by SRCC reduce the amount of investment.

**VI. Supplemental and Additional Supplemental One-Half of One Percent Local Government Sales and Use Taxes**

State law (Chapter 105, Articles 40 and 42, of the North Carolina General Statutes) requires the County to use a portion of the proceeds of its supplemental and additional supplemental sales taxes, or local option sales taxes, for public school capital outlays or to retire public school indebtedness. During the fiscal year ended June 30, 2009, the County reported these local option sales taxes within its Special Revenue Funds. The County expended the restricted portion of these taxes for public school capital outlays.

**SAMPSON COUNTY, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2009**

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**VII. 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 determinations that cause benefit payments to be issued by the State. These amounts disclose this additional aid to County recipients which do not appear in the general purpose financial statements because they are not revenues and expenditures of the County.

	Federal	State
State/County Spec Assist	\$ -	\$ 697,573
Temporary Assistance to Needy Families	519,330	-
Medicaid	63,938,211	25,603,377
Food Stamp Program	12,722,604	-
Energy Assistance	468,417	-
Program for Women, Infants & Children	1,738,453	-
Title IV-E Foster Care	122,335	21,259
Totals	<u>\$ 79,461,353</u>	<u>\$ 26,322,209</u>

**VIII. 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 money 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.

## **REQUIRED SUPPLEMENTAL FINANCIAL DATA**

This section provides additional required data regarding the Law Enforcement Special Separation Allowance

Analysis of Funding Progress for Law Enforcement Special Separation Allowance

Schedule of Employer Contributions to the Law Enforcement Special Separation Allowance and Notes to the required schedules.

Analysis of Funding Progress for Other post-employment benefits

Schedule of Employer Contributions to the other post-employment benefits and Notes to the required schedules.





**SAMPSON COUNTY, NORTH CAROLINA  
 LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS**

**Exhibit A-1**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
12/31/92	\$ 57,977	\$ 58,347	\$ 370	99.37 %	\$ 650,927	0.06 %
12/31/93	67,161	74,121	6,960	90.61	769,726	0.90
12/31/94	74,843	86,563	11,720	86.46	780,160	1.50
12/31/95	83,439	107,379	23,940	77.71	822,729	2.91
12/30/96	104,744	124,261	19,517	84.29	874,601	2.23
12/30/97	135,701	131,271	(4,430)	103.37	1,022,206	(0.43)
12/31/98	166,239	141,291	(24,948)	117.66	1,199,117	(2.08)
12/31/99	198,072	122,716	(75,356)	161.41	1,017,985	(7.40)
12/30/00	202,067	176,376	(25,691)	114.57	1,156,176	(2.22)
12/30/01	201,233	216,160	14,927	93.09	1,202,408	1.24
12/31/02	204,552	224,862	20,310	90.97	1,209,468	1.68
12/31/03	180,497	277,576	97,079	65.03	1,414,782	6.86
12/31/04	189,532	329,012	139,480	57.61	1,600,276	8.72
12/31/05	223,924	341,022	117,098	65.66	2,042,795	5.73
12/31/06	222,808	381,130	158,322	58.46	2,405,621	6.58
12/31/07	223,934	448,971	225,037	49.88	2,361,153	9.53
12/31/08	237,323	490,969	253,646	48.34	2,795,847	9.07

**SAMPSON COUNTY, NORTH CAROLINA  
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ANALYSIS OF FUNDING PROGRESS**

**Exhibit A-2**

**Trend Information**

Year Ended June 30	Annual Required Contribution	Percentage Contributed
1993	\$ 6,826	100.00 %
1994	5,410	100.00
1995	7,401	100.00
1996	11,025	100.00
1997	11,508	100.00
1998	10,309	100.00
1999	9,284	100.00
2000	2,696	100.00
2001	18,510	100.00
2002	19,599	100.00
2003	19,824	100.00
2004	20,454	100.00
2005	29,547	100.00
2006	37,007	54.20
2007	38,003	52.45
2008	46,510	43.00
2009	54,507	62.06

Notes to the Required Schedules:

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

Valuation Date	December 31, 2008
Actuarial cost method	Project unit credit
Amortization method	Level percent of pay closed
Remaining amortization period	22 years
Asset valuation	Market value
Actuarial assumptions:	
Investment rate of return	7.25%
Projected salary increases	4.5% to 12.3%
Includes inflation at	3.75%
Cost-of-living adjustments	N/A

**SAMPSON COUNTY, NORTH CAROLINA  
 OTHER POST-EMPLOYMENT BENEFITS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROGRESS**

**Exhibit A-3**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Projected Unit Credit (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
12/31/08	\$ -	\$ 11,510,000	\$ 11,510,000	- %	\$ 18,251,607	63.06 %

**SAMPSON COUNTY, NORTH CAROLINA  
OTHER POST-EMPLOYMENT BENEFITS  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ANALYSIS OF FUNDING PROGRESS**

**Exhibit A-4**

**Trend Information**

<u>Year Ended June 30</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2009	\$ 1,677,000	14.52 %

Notes to the Required Schedules:

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

Valuation Date	December 31, 2008
Actuarial cost method	Project unit credit
Amortization method	Level percent open
Remaining amortization period	30 years
Asset valuation	Market value
Actuarial assumptions:	
Investment rate of return	4%
Medical cost trend	10% - 5%
Includes inflation at	3.75%
Cost-of-living adjustments	None

## **GENERAL FUND**

The General Fund is the County's chief operating fund. It accounts for the revenues and expenditures traditionally associated with operating governmental service functions.



**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
BALANCE SHEET  
June 30, 2009**

**Exhibit B-1**

**ASSETS**

Cash and cash equivalents	\$ 15,143,860
Receivables (net)	
Taxes	2,616,539
Accounts	4,288,098
Due from other funds	5,398,758
Inventories	9,353
	<u>                    </u>
TOTAL ASSETS	<u>\$ 27,456,608</u>

**LIABILITIES AND FUND BALANCES**

Current Liabilities:	
Accounts payable and accrued liabilities	\$ 1,378,300
Deferred revenues	2,681,406
	<u>                    </u>
Total Liabilities	<u>4,059,706</u>
 Fund Balances:	
Reserved for inventories	9,353
Reserved for debt payments	1,058,656
Reserved for encumbrances	417,483
Reserved by State statute	4,288,098
Reserved for Law Enforcement	259,642
Unreserved:	
Designated for subsequent years	4,748,820
Undesignated	12,614,850
	<u>                    </u>
Total Fund Balances	<u>23,396,902</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 27,456,608</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 1 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
<b>Revenues</b>			
Taxes:			
Ad valorem	\$	\$ 28,699,230	\$
Penalties and interest		295,328	
Total	<u>28,660,610</u>	<u>28,994,558</u>	<u>333,948</u>
Sales Tax:			
One cent		3,053,039	
One half cent article 40		2,030,033	
One half cent article 42		1,153,353	
One half cent article 44		917,416	
One quarter cent article 46		977,796	
Total	<u>8,852,901</u>	<u>8,131,637</u>	<u>(721,264)</u>
Restricted:			
State grants		15,347,041	
Federal grants		194,478	
Court facility fees		253,383	
Local grants		104,364	
Total	<u>14,335,379</u>	<u>15,899,266</u>	<u>1,563,887</u>
Permits and Fees:			
Register of deeds		343,578	
Inspection		287,670	
Local subdivision fees		25,795	
Franchise		67,535	
Total	<u>782,959</u>	<u>724,578</u>	<u>(58,381)</u>



**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 2 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Sales and Services:			
Tax Collection Fees:			
Town of Turkey		376	
Town of Salemburg		202	
Town of Roseboro		824	
Town of Newton Grove		312	
Town of Garland		415	
Town of Autryville		100	
Town of Harrells		364	
City of Clinton		50,528	
Tax collection		36,100	
Jail fees		1,779,943	
Sheriff fees		587,308	
Landfill fees			
Health fees		1,227,110	
Ambulance fees		2,011,147	
Aging services fees		503,462	
Total	<u>6,041,216</u>	<u>6,198,191</u>	<u>156,975</u>
Investment Earnings	<u>250,000</u>	<u>332,821</u>	<u>82,821</u>
Miscellaneous:			
Board of elections		19,067	
Short-term vehicle lease		12,584	
Recreation		113,910	
Sales tax refund		16,443	
Rent		1,740,117	
Other		172,116	
Total	<u>1,997,336</u>	<u>2,074,237</u>	<u>76,901</u>
Total revenues	<u>60,920,401</u>	<u>62,355,288</u>	<u>1,434,887</u>
<b>Expenditures</b>			
General Government			
Governing Body			
Salaries and employee benefits		94,360	
Operations and maintenance		51,453	
Total	<u>154,873</u>	<u>145,813</u>	<u>9,060</u>
Administration			
Salaries and employee benefits		289,430	
Operations and maintenance		47,539	
Total	<u>360,299</u>	<u>336,969</u>	<u>23,330</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 3 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Airport			
Operations and maintenance		49,539	
Total	<u>75,097</u>	<u>49,539</u>	<u>25,558</u>
Finance			
Salaries and employee benefits		608,423	
Operations and maintenance		561,228	
Capital outlay		18,492	
Total	<u>1,255,637</u>	<u>1,188,143</u>	<u>67,494</u>
Data Processing			
Salaries and employee benefits		287,170	
Operations and maintenance		219,262	
Capital outlay		15,268	
Total	<u>559,088</u>	<u>521,700</u>	<u>37,388</u>
Communications Tower			
Operations and maintenance		32,642	
Total	<u>37,462</u>	<u>32,642</u>	<u>4,820</u>
Tax Administration			
Salaries and employee benefits		812,136	
Operations and maintenance		205,182	
Total	<u>1,049,350</u>	<u>1,017,318</u>	<u>32,032</u>
Legal			
Salaries and employee benefits		99,251	
Operations and maintenance		7,553	
Total	<u>141,806</u>	<u>106,804</u>	<u>35,002</u>
Courts			
Operations and maintenance		5,336	
Total	<u>8,035</u>	<u>5,336</u>	<u>2,699</u>
Criminal Justice Partnership Program			
Operations and maintenance	<u>83,310</u>	<u>83,310</u>	<u>-</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 4 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Board of Elections			
Salaries and employee benefits		137,657	
Operations and maintenance		127,121	
Total	<u>336,699</u>	<u>264,778</u>	<u>71,921</u>
Register of Deeds			
Salaries and employee benefits		384,529	
Operations and maintenance		120,532	
Total	<u>545,533</u>	<u>505,061</u>	<u>40,472</u>
Public Buildings			
Salaries and employee benefits		467,543	
Operations and maintenance		1,068,925	
Total	<u>1,793,530</u>	<u>1,536,468</u>	<u>257,062</u>
Total General Government	<u>6,400,719</u>	<u>5,793,881</u>	<u>606,838</u>
Public Safety			
Sheriff			
Salaries and employee benefits		3,925,526	
Operations and maintenance		1,007,554	
Capital outlay		608,437	
Total	<u>5,802,796</u>	<u>5,541,517</u>	<u>261,279</u>
Jail			
Salaries and employee benefits		1,949,029	
Operations and maintenance		1,208,271	
Capital outlay		74,044	
Total	<u>3,430,463</u>	<u>3,231,344</u>	<u>199,119</u>
Communications			
Salaries and employee benefits		796,880	
Operations and maintenance		59,764	
Capital outlay		737,454	
Total	<u>1,642,065</u>	<u>1,594,098</u>	<u>47,967</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 5 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Emergency Management			
Salaries and employee benefits		334,528	
Operations and maintenance		103,690	
Capital outlay		9,827	
Total	<u>485,190</u>	<u>448,045</u>	<u>37,145</u>
Volunteer Fire Departments			
Assistance to County fire departments	<u>269,089</u>	<u>245,432</u>	<u>23,657</u>
Inspections			
Salaries and employee benefits		308,868	
Operations and maintenance		59,137	
Total	<u>389,422</u>	<u>368,005</u>	<u>21,417</u>
Coroner			
Professional services	<u>43,065</u>	<u>34,550</u>	<u>8,515</u>
Rescue			
Salaries and employee benefits		1,976,035	
Assistance to County rescue units		211,716	
Operations and maintenance		567,206	
Capital outlay		41,153	
Total	<u>3,141,759</u>	<u>2,796,110</u>	<u>345,649</u>
Dive Team			
Contracted services	<u>18,920</u>	<u>18,920</u>	<u>-</u>
Animal Control			
Salaries and employee benefits		168,183	
Operations and maintenance		84,504	
Total	<u>287,888</u>	<u>252,687</u>	<u>35,201</u>
Total Public Safety	<u>15,510,657</u>	<u>14,530,708</u>	<u>979,949</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 6 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Environmental Protection			
Solid Waste			
Contracted services		825,789	
Operations and maintenance		13,287	
Total	<u>935,167</u>	<u>839,076</u>	<u>96,091</u>
Forestry			
State forestry program	<u>125,573</u>	<u>105,741</u>	<u>19,832</u>
Horticulture Project	<u>2,543</u>	<u>1,339</u>	<u>1,204</u>
Master Gardener Program	<u>1,133</u>	<u>317</u>	<u>816</u>
Lagoon Management	<u>5,077</u>	<u>3,779</u>	<u>1,298</u>
Senior Health Information Program	<u>6,010</u>	<u>3,004</u>	<u>3,006</u>
Cooperative Extension Seminars	<u>2,650</u>	<u>727</u>	<u>1,923</u>
4-H Allstars Program			
Salaries and employee benefits		16,128	
Operations and maintenance		10,625	
Total	<u>27,288</u>	<u>26,753</u>	<u>535</u>
4-H Prevention Program			
Salaries and employee benefits		31,861	
Operations and maintenance		16,595	
Total	<u>48,665</u>	<u>48,456</u>	<u>209</u>
Total Environmental Protection	<u>1,154,106</u>	<u>1,029,192</u>	<u>124,914</u>
Economic and Physical Development			
Planning and Zoning			
Contracted services		171,475	
Total	<u>179,660</u>	<u>171,475</u>	<u>8,185</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 7 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Industrial Development			
Salaries and employee benefits		132,891	
Operations and maintenance		112,697	
Capital outlay		2,805	
Total	<u>476,316</u>	<u>248,393</u>	<u>227,923</u>
Industrial Utility			
Operations and maintenance		152,545	
Capital outlay		1,739,013	
Total	<u>1,959,169</u>	<u>1,891,558</u>	<u>67,611</u>
N.C. Cooperative Extension Service			
Salaries and employee benefits		336,917	
Operations and maintenance		73,229	
Total	<u>414,919</u>	<u>410,146</u>	<u>4,773</u>
Beaver Management			
Contracted services	<u>67,140</u>	<u>42,185</u>	<u>24,955</u>
Soil Conservation			
Salaries and employee benefits		184,085	
Operations and maintenance		9,773	
Total	<u>198,294</u>	<u>193,858</u>	<u>4,436</u>
Total Economic and Physical Development	<u>3,295,498</u>	<u>2,957,615</u>	<u>337,883</u>
Human Services			
Mental Health Administration			
Eastpointe Mental Health	<u>205,928</u>	<u>205,928</u>	<u>-</u>
Veterans			
Salaries and employee benefits		90,156	
Operations and maintenance		13,026	
Total	<u>116,115</u>	<u>103,182</u>	<u>12,933</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 8 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Youth Needs Task Force			
Salaries and employee benefits		46,705	
Programs		125,608	
	<u>176,737</u>	<u>172,313</u>	<u>4,424</u>
Health			
Administration			
Salaries and employee benefits		22,129	
Operations and maintenance		61,060	
Capital outlay		8,734	
Total	<u>124,524</u>	<u>91,923</u>	<u>32,601</u>
Kate B. Reynolds Grant			
Salaries and employee benefits		59,633	
Operations and maintenance		33,002	
Total	<u>94,420</u>	<u>92,635</u>	<u>1,785</u>
Tuberculosis - CDC			
Salaries and employee benefits		59,447	
Operations and maintenance		8,341	
Total	<u>69,524</u>	<u>67,788</u>	<u>1,736</u>
Tuberculosis Medical Services			
Professional services	<u>2,271</u>	<u>2,271</u>	<u>-</u>
Communicable Disease			
Salaries and employee benefits		120,702	
Operations and maintenance		30,761	
Total	<u>151,868</u>	<u>151,463</u>	<u>405</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 9 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Adult Services			
Salaries and employee benefits		70,797	
Operations and maintenance		44,631	
Total	<u>122,417</u>	<u>115,428</u>	<u>6,989</u>
Health Promotion			
Salaries and employee benefits		40,676	
Operations and maintenance		1,973	
Total	<u>49,660</u>	<u>42,649</u>	<u>7,011</u>
Breast and Cervical Cancer			
Salaries and employee benefits		10,494	
Operations and maintenance		11,553	
Total	<u>25,499</u>	<u>22,047</u>	<u>3,452</u>
Healthy Carolinians			
Operations and maintenance	<u>23,727</u>	<u>22,342</u>	<u>1,385</u>
Immunization			
Salaries and employee benefits		52,236	
Operations and maintenance		7,878	
Capital outlay		3,400	
Total	<u>66,705</u>	<u>63,514</u>	<u>3,191</u>
Maternal Health			
Salaries and employee benefits		556,870	
Operations and maintenance		119,475	
Total	<u>725,339</u>	<u>676,345</u>	<u>48,994</u>
Family Planning			
Salaries and employee benefits		215,795	
Operations and maintenance		110,048	
Total	<u>338,032</u>	<u>325,843</u>	<u>12,189</u>
WIC			
Salaries and employee benefits		232,009	
Operations and maintenance		62,835	
Total	<u>313,504</u>	<u>294,844</u>	<u>18,660</u>



**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 10 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Child Services Coordination			
Salaries and employee benefits		150,327	
Operations and maintenance		13,514	
Total	173,190	163,841	9,349
Childhood Lead Poisoning Prevention			
Operations and maintenance	6,000	-	6,000
Child Health			
Salaries and employee benefits		135,446	
Operations and maintenance		31,985	
Total	183,091	167,431	15,660
Environmental Health			
Salaries and employee benefits		405,376	
Operations and maintenance		35,822	
Total	460,302	441,198	19,104
Food and Lodging			
Travel	7,178	7,178	-
State Bio-Terrorism			
Salaries and employee benefits		48,402	
Operations and maintenance		1,944	
Total	55,180	50,346	4,834
Total Health	2,992,431	2,799,086	193,345

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 11 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Social Services			
Administration			
Salaries and employee benefits		5,744,240	
Operations and maintenance		877,947	
Capital outlay		179,071	
Total	<u>6,859,983</u>	<u>6,801,258</u>	<u>58,725</u>
Assistance			
Food stamp issuance		20,060	
WFBG programs		262,714	
Medicaid transportation		924,088	
Daycare		2,874,906	
Smart Start Daycare			
Medicaid		1,923,372	
AA-AD-AB rest homes		697,340	
Aid to the blind		5,093	
Crisis intervention program		214,035	
In-Home services		13,209	
Foster care		248,228	
Adoption assistance		112,721	
Project share		2,774	
Other programs		120,215	
Total	<u>8,725,262</u>	<u>7,418,755</u>	<u>1,306,507</u>
Total Social Services	<u>15,585,245</u>	<u>14,220,013</u>	<u>1,365,232</u>
Aging and In-Home Services			
Personal Care CAP Medicaid			
Salaries and employee benefits		379,964	
Operations and maintenance		58,495	
Total	<u>447,572</u>	<u>438,459</u>	<u>9,113</u>
Transportation			
Salaries and employee benefits		26,687	
Total	<u>26,688</u>	<u>26,687</u>	<u>1</u>
Personal Care Block Grant			
Salaries and employee benefits		132,575	
Operations and maintenance		17,726	
Total	<u>157,928</u>	<u>150,301</u>	<u>7,627</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 12 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Home Repairs			
Salaries and employee benefits		75,004	
Operations and maintenance		52,396	
Total	<u>128,370</u>	<u>127,400</u>	<u>970</u>
Senior Center and Senior Ctr Outreach			
Salaries and employee benefits		73,971	
Operations and maintenance		9,186	
Total	<u>87,499</u>	<u>83,157</u>	<u>4,342</u>
Adult Daycare			
Salaries and employee benefits		130,509	
Operations and maintenance		97,232	
Total	<u>252,503</u>	<u>227,741</u>	<u>24,762</u>
Information/Case Assistance			
Salaries and employee benefits		29,728	
Operations and maintenance		466	
Total	<u>30,721</u>	<u>30,194</u>	<u>527</u>
Nutrition Program			
Salaries and employee benefits		86,044	
Operations and maintenance		250,898	
Total	<u>364,858</u>	<u>336,942</u>	<u>27,916</u>
Family Caregiver Support			
Salaries and employee benefits		19,660	
Operations and maintenance		18,854	
Total	<u>38,741</u>	<u>38,514</u>	<u>227</u>
Total Aging and In-Home Services	<u>1,534,880</u>	<u>1,459,395</u>	<u>75,485</u>
Total Human Services	<u>20,611,336</u>	<u>18,959,917</u>	<u>1,651,419</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 13 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Education			
Contributions to other units			
Current Expense			
Sampson County Board of Education		6,607,276	
Clinton City Board of Education		2,547,116	
Sampson Community College		1,084,137	
Capital Outlay			
Sampson County Board of Education		691,669	
Clinton City Board of Education		108,713	
Sampson Community College		82,791	
Total Education	<u>11,725,786</u>	<u>11,121,702</u>	<u>604,084</u>
Culture and Recreation			
Library			
Salaries and employee benefits		678,308	
Operations and maintenance		168,653	
Capital outlay		71,205	
Total	<u>945,192</u>	<u>918,166</u>	<u>27,026</u>
Special Appropriations			
Special projects	<u>112,307</u>	<u>105,948</u>	<u>6,359</u>
Recreation			
Salaries and employee benefits		535,795	
Operations and maintenance		111,959	
Programs		210,940	
Capital outlay		20,739	
Total Recreation	<u>983,398</u>	<u>879,433</u>	<u>103,965</u>
Total Culture and Recreation	<u>2,040,897</u>	<u>1,903,547</u>	<u>137,350</u>
Debt Service			
Principal		2,322,476	
Interest and fees		5,285,802	
Administration		99,990	
Total Debt Service	<u>8,762,382</u>	<u>7,708,268</u>	<u>1,054,114</u>
Contingency	<u>12,020</u>	<u>-</u>	<u>12,020</u>

**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit B-2  
Page 14 of 14**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Total expenditures	<u>69,513,401</u>	<u>64,004,830</u>	<u>5,508,571</u>
Excess (deficiency) of revenues over expenditures	<u>(8,593,000)</u>	<u>(1,649,542)</u>	<u>6,943,458</u>
<b>Other financing sources (uses)</b>			
Transfers in	1,406,466	2,412,720	1,006,254
Transfers out	(749,935)	(748,077)	1,858
Installment purchase debt issued	<u>717,941</u>	<u>650,000</u>	<u>(67,941)</u>
Total Other Financing Sources (Uses)	<u>1,374,472</u>	<u>2,314,643</u>	<u>940,171</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>(7,218,528)</u>	<u>665,101</u>	<u>7,883,629</u>
Appropriated Fund Balance	<u>7,218,528</u>	<u>-</u>	<u>(7,218,528)</u>
Net change in fund balance	-	665,101	665,101
Fund balance - beginning	-	<u>22,731,801</u>	-
Fund balance - ending	<u>\$ -</u>	<u>\$ 23,396,902</u>	<u>\$ 665,101</u>



## **MAJOR CAPITAL PROJECT FUNDS**

County and City Schools Construction Capital Project Fund - accounts for the funds used in the construction and renovation of various building for use by the Sampson County and Clinton City Boards of Education.

Airport Apron Construction Capital Project Fund - accounts for the fund used in the construction of the airport apron.





**SAMPSON COUNTY, NORTH CAROLINA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL-COUNTY & CITY SCHOOLS CONSTRUCTION -**  
**CAPITAL PROJECT FUND**  
**From Inception and for the Fiscal Year Ended June 30, 2009**

**Exhibit B-3**

	Project Authorization	Prior Years	Actual Current Year	Inception to Date	Variance with Final Positive (Negative)
<b>Revenues</b>					
State, Federal and Local Grants:					
State DOT	\$ 519,850	\$ -	\$ -	\$ -	\$ (519,850)
Investment earnings	2,218,428	3,224,743	75,914	3,300,657	1,082,229
Donations	496,500	-	-	-	(496,500)
Sales tax refund	<u>1,668,949</u>	<u>547,971</u>	<u>1,165,631</u>	<u>1,713,602</u>	<u>44,653</u>
Total revenues	<u>4,903,727</u>	<u>3,772,714</u>	<u>1,241,545</u>	<u>5,014,259</u>	<u>110,532</u>
<b>Expenditures</b>					
School Construction:					
Union Middle School	6,004	-	-	-	6,004
Union High School	32,616,538	29,892,550	2,665,400	32,557,950	58,588
CE Perry Elementary School	12,440,000	466,087	271,829	737,916	11,702,084
Midway High School	31,723,237	28,128,461	2,648,725	30,777,186	946,051
Clinton High School	30,996,500	26,434,572	3,221,903	29,656,475	1,340,025
Clinton City Schools other	2,024,000	1,654,444	260,101	1,914,545	109,455
Sampson County Schools other	2,000,000	-	683,863	683,863	1,316,137
Other costs	871,092	814,656	5,387	820,043	51,049
Other construction	404,277	-	-	-	404,277
Community Facilities	<u>2,536,536</u>	<u>-</u>	<u>978,026</u>	<u>978,026</u>	<u>1,558,510</u>
Total expenditures	<u>115,618,184</u>	<u>87,390,770</u>	<u>10,735,234</u>	<u>98,126,004</u>	<u>17,492,180</u>
Excess (deficiency) of revenues over expenditures	<u>(110,714,457)</u>	<u>(83,618,056)</u>	<u>(9,493,689)</u>	<u>(93,111,745)</u>	<u>17,602,712</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in (out)					
To General Fund for:					
Debt payment	(785,392)	-	(773,529)	(773,529)	11,863
From School capital reserve	416,519	-	416,519	416,519	-
COPs debt premium	2,536,536	2,536,536	-	2,536,536	-
COPS debt issuance costs	(453,206)	(453,206)	-	(453,206)	-
Loan proceeds	<u>109,000,000</u>	<u>82,625,439</u>	<u>5,228,269</u>	<u>87,853,708</u>	<u>(21,146,292)</u>
Total other financing uses	<u>110,714,457</u>	<u>84,708,769</u>	<u>4,871,259</u>	<u>89,580,028</u>	<u>(21,134,429)</u>
Revenues and Other Sources Over (Under)					
Expenditures and Other Uses	<u>-</u>	<u>1,090,713</u>	<u>(4,622,430)</u>	<u>(3,531,717)</u>	<u>(3,531,717)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,090,713</u>	<u>(4,622,430)</u>	<u>\$ (3,531,717)</u>	<u>\$ (3,531,717)</u>
Fund balance - beginning			<u>1,090,713</u>		
Fund balance - ending			<u>\$ (3,531,717)</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
AIRPORT EXPANSION CAPITAL PROJECT FUND - TAXIWAY & APRON  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit B-4**

Project Number: 36244.19.6.1	Project Authorization	Actual			Variance with Final Positive (Negative)
		Prior Years	Current Year	Inception to Date	
<b>Revenues</b>					
State, Federal, and Local Grants:					
Federal AIR-21	\$ 1,440,000	\$ -	\$ -	\$ -	\$ (1,440,000)
City of Clinton	80,000	-	37,073	37,073	(42,927)
Total revenues	<u>1,520,000</u>	<u>-</u>	<u>37,073</u>	<u>37,073</u>	<u>(1,482,927)</u>
<b>Expenditures</b>					
Capital Expansion:					
Administration	6,473	-	65	65	6,408
Engineering	483,808	132,784	321,419	454,203	29,605
Construction costs	1,109,719	-	968,112	968,112	141,607
Total expenditures	<u>1,600,000</u>	<u>132,784</u>	<u>1,289,596</u>	<u>1,422,380</u>	<u>177,620</u>
Excess (deficiency) of revenues over expenditures	<u>(80,000)</u>	<u>(132,784)</u>	<u>(1,252,523)</u>	<u>(1,385,307)</u>	<u>(1,305,307)</u>
<b>Other Financing Sources</b>					
Transfers In:					
From Airport Capital Reserve	80,000	-	46,180	46,180	(33,820)
Total other financing sources	80,000	-	46,180	46,180	(33,820)
Net change in fund balance	<u>\$ -</u>	<u>\$ (132,784)</u>	<u>(1,206,343)</u>	<u>\$ (1,339,127)</u>	<u>\$ (1,339,127)</u>
Fund balance - beginning			<u>(132,784)</u>		
Fund balance - ending			<u>\$ (1,339,127)</u>		

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Emergency Telephone System Fund-accounts for the revenues used to provide enhanced 911 services for Sampson County.

Sampson Area Transportation Fund-accounts for the revenues to operate the County's transportation system.

Head Start Grant Projects Fund-accounts for the revenues to provide preschool education and services to eligible children in Sampson County.

County Capital Reserve Fund-accounts for the accumulation of funds for major County facility construction and renovation.

Employment and Training Grant Project Fund-accounts for the revenues to provide on-the-job training, job placement, and educational opportunities to eligible participants in Sampson County.

Fire Districts Fund-accounts for the revenues of seventeen fire districts in the County.

Revaluation Fund-accounts for the revenues necessary to cover the cost of real property revaluation.

Sampson Soil & Water Conservation District Fund-accounts for the activity of the soil and water conservation district.

Community Development Block Grant Projects-accounts for grants received for community development activities.

Governor's Highway Safety Program-accounts for grants received to fund personnel and programs related to highway safety.

Urgent Home Repair Program-accounts for grant received to repair homes for low income citizens.

Homeland Security Equipment-accounts for grant funds used to equip the mobile command post.

Recreation Western District Park-accounts for funds received to build a park in the Western District.

### Capital Project Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Airport Expansion Capital Project Funds-accounts for the funds used in the expansion of the Clinton-Sampson Airport.

Courthouse Annex I Construction-accounts for funds used in the construction of a new courthouse and offices for the District Attorney.

County Buildings Capital Project Fund-accounts for the funds used in the construction and renovation of various County office buildings.

### Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources through special district ad valorem taxes and payment of school districts' long-term principal, interest and related costs.



**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
 Page 1 of 7**

	Special Revenue Funds			
	Emergency Telephone System	Sampson Area Transportation	Head Start	County Capital Reserve
<b>ASSETS</b>				
Cash and cash equivalents	\$ 923,728	\$ -	\$ -	\$ 559,521
Taxes receivable (net)	-	-	-	-
Other receivables	-	184,658	65,860	-
<b>TOTAL ASSETS</b>	<b>\$ 923,728</b>	<b>\$ 184,658</b>	<b>\$ 65,860</b>	<b>\$ 559,521</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Current Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 20,522	\$ 11,855	\$ 33,372	\$ -
Due to General Fund	-	107,582	176,209	-
Deferred tax revenue	-	-	-	-
<b>Total Liabilities</b>	<b>20,522</b>	<b>119,437</b>	<b>209,581</b>	<b>-</b>
<b>Fund Balances (Deficits):</b>				
Reserved for encumbrances	-	-	-	-
Reserved by State statute	-	184,657	65,860	-
<b>Unreserved:</b>				
Designated for subsequent years	125,743	40,278	54,841	4,000
Undesignated	777,463	(159,714)	(264,422)	555,521
<b>Total Fund Balances (Deficits)</b>	<b>903,206</b>	<b>65,221</b>	<b>(143,721)</b>	<b>559,521</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 923,728</b>	<b>\$ 184,658</b>	<b>\$ 65,860</b>	<b>\$ 559,521</b>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
 Page 2 of 7**

	Special Revenue Funds			
	Employment and Training	Fire Districts	Revaluation	Soil and Water District
<b>ASSETS</b>				
Cash and cash equivalents	\$ 8,873	\$ 516,114	\$ 1,080,069	\$ 30,654
Taxes receivable (net)	-	137,638	-	-
Other receivables	2,299	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 11,172</b>	<b>\$ 653,752</b>	<b>\$ 1,080,069</b>	<b>\$ 30,654</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Current Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 152	\$ 10,388	\$ 38,224	\$ -
Due to General Fund	-	-	-	-
Deferred tax revenue	-	137,638	-	-
<b>Total Liabilities</b>	<b>152</b>	<b>148,026</b>	<b>38,224</b>	<b>-</b>
<b>Fund Balances (Deficits):</b>				
Reserved for encumbrances	-	-	-	-
Reserved by State statute	2,299	-	-	-
<b>Unreserved:</b>				
Designated for subsequent years	-	82,400	770,749	-
Undesignated	8,721	423,326	271,096	30,654
<b>Total Fund Balances (Deficits)</b>	<b>11,020</b>	<b>505,726</b>	<b>1,041,845</b>	<b>30,654</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,172</b>	<b>\$ 653,752</b>	<b>\$ 1,080,069</b>	<b>\$ 30,654</b>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
 Page 3 of 7**

	Special Revenue Funds			
	Community Development 07-C-1673	Community Development SFR-08	Govenor's Highway Safety Prog	Urgent Home Repair Project
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,503	\$ -	\$ -	\$ 171
Taxes receivable (net)	-	-	-	-
Other receivables	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 4,503</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 171</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Current Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 5,341	\$ 12,920	\$ -	\$ -
Due to General Fund	-	11,011	6,386	-
Deferred tax revenue	-	-	-	-
<b>Total Liabilities</b>	<b>5,341</b>	<b>23,931</b>	<b>6,386</b>	<b>-</b>
<b>Fund Balances (Deficits):</b>				
Reserved for encumbrances	-	-	-	-
Reserved by State statute	-	-	-	-
<b>Unreserved:</b>				
Designated for subsequent years	-	-	-	-
Undesignated	(838)	(23,931)	(6,386)	171
<b>Total Fund Balances (Deficits)</b>	<b>(838)</b>	<b>(23,931)</b>	<b>(6,386)</b>	<b>171</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 4,503</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 171</b>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
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	Special Revenue Funds		
	Recreation Western Dist. Park	Homeland Security Equipment	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ 24,875	\$ 3,148,508
Taxes receivable (net)	-	-	137,638
Other receivables	-	-	252,817
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 24,875</b>	<b>\$ 3,538,963</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Current Liabilities:</b>			
Accounts payable and accrued liabilities	\$ 166,639	\$ -	\$ 299,413
Due to General Fund	123,865	-	425,053
Deferred tax revenue	-	-	137,638
<b>Total Liabilities</b>	<b>290,504</b>	<b>-</b>	<b>862,104</b>
<b>Fund Balances (Deficits):</b>			
Reserved for encumbrances	-	-	-
Reserved by State statute	-	-	252,816
<b>Unreserved:</b>			
Designated for subsequent years	-	-	1,078,011
Undesignated	(290,504)	24,875	1,346,032
<b>Total Fund Balances (Deficits)</b>	<b>(290,504)</b>	<b>24,875</b>	<b>2,676,859</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 24,875</b>	<b>\$ 3,538,963</b>



**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
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	Capital Project Funds		
	Airport Taxiway 12.6.2	Airport Construction 12.8.1	Airport Construction 12.9.1
<b>ASSETS</b>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Taxes receivable (net)	-	-	-
Other receivables	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ -	\$ 24,115	\$ -
Due to General Fund	46,283	142,327	11,342
Deferred tax revenue	-	-	-
<b>Total Liabilities</b>	<b>46,283</b>	<b>166,442</b>	<b>11,342</b>
Fund Balances (Deficits):			
Reserved for encumbrances	-	-	-
Reserved by State statute	-	-	-
Unreserved:			
Designated for subsequent years	-	-	-
Undesignated	(46,283)	(166,442)	(11,342)
<b>Total Fund Balances (Deficits)</b>	<b>(46,283)</b>	<b>(166,442)</b>	<b>(11,342)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
 Page 6 of 7**

	Capital Project Funds		Total Nonmajor Capital Project Funds
	Courthouse Annex Renovation	County Bldgs Construction & Renovation	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 85,661	\$ -	\$ 85,661
Taxes receivable (net)	-	-	-
Other receivables	-	26,673	26,673
<b>TOTAL ASSETS</b>	<b>\$ 85,661</b>	<b>\$ 26,673</b>	<b>\$ 112,334</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 24,115
Due to General Fund	-	162,045	361,997
Deferred tax revenue	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>162,045</b>	<b>386,112</b>
Fund Balances (Deficits):			
Reserved for encumbrances	-	-	-
Reserved by State statute	-	26,674	26,674
Unreserved:			
Designated for subsequent years	-	-	-
Undesignated	85,661	(162,046)	(300,452)
<b>Total Fund Balances (Deficits)</b>	<b>85,661</b>	<b>(135,372)</b>	<b>(273,778)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 85,661</b>	<b>\$ 26,673</b>	<b>\$ 112,334</b>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2009**

**Exhibit C-1  
 Page 7 of 7**

	Debt Service Fund	Total Nonmajor Governmental Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 23,737	\$ 3,257,906
Taxes receivable (net)	-	137,638
Other receivables	-	279,490
<b>TOTAL ASSETS</b>	<b><u>\$ 23,737</u></b>	<b><u>\$ 3,675,034</u></b>
<b>LIABILITIES AND FUND BALANCES</b>		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ -	\$ 323,528
Due to General Fund	-	787,050
Deferred tax revenue	-	137,638
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>1,248,216</u></b>
Fund Balances (Deficits):		
Reserved for encumbrances	-	-
Reserved by State statute	-	279,490
Unreserved:		
Designated for subsequent years	-	1,078,011
Undesignated	<u>23,737</u>	<u>1,069,317</u>
<b>Total Fund Balances (Deficits)</b>	<b><u>23,737</u></b>	<b><u>2,426,818</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 23,737</u></b>	<b><u>\$ 3,675,034</u></b>

**SAMPSON COUNTY, NORTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009**

**Exhibit C-2  
Page 1 of 7**

	Special Revenue Funds			
	Emergency Telephone System	Sampson Area Transportation	Head Start	County Capital Reserve
<b>Revenues</b>				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
State, federal and local grants	-	499,002	2,888,529	-
Fees	489,334	81,924	-	-
Investment earnings	10,427	629	-	7,924
Miscellaneous	-	-	-	-
Total revenues	<u>499,761</u>	<u>581,555</u>	<u>2,888,529</u>	<u>7,924</u>
<b>Expenditures</b>				
General government	-	-	-	-
Public safety	236,091	-	-	-
Environmental protection	-	-	-	-
Human services	-	679,502	2,999,569	-
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>236,091</u>	<u>679,502</u>	<u>2,999,569</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>263,670</u>	<u>(97,947)</u>	<u>(111,040)</u>	<u>7,924</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	57,171	-	30,000
Transfers out	-	-	-	(73,676)
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>57,171</u>	<u>-</u>	<u>(43,676)</u>
Net change in fund balances	263,670	(40,776)	(111,040)	(35,752)
Fund balances - beginning	<u>639,536</u>	<u>105,997</u>	<u>(32,681)</u>	<u>595,273</u>
Fund balances - ending	<u>\$ 903,206</u>	<u>\$ 65,221</u>	<u>\$ (143,721)</u>	<u>\$ 559,521</u>

**SAMPSON COUNTY, NORTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009**

**Exhibit C-2  
Page 2 of 7**

	Special Revenue Funds			
	Employment and Training	Fire Districts	Revaluation	Soil and Water District
<b>Revenues</b>				
Ad valorem taxes	\$ -	\$ 1,911,113	\$ -	\$ -
Sales taxes	-	-	-	-
State, federal and local grants	273,076	-	-	4,900
Fees	-	-	-	-
Investment earnings	-	10,346	13,334	406
Miscellaneous	-	-	-	509
Total revenues	<u>273,076</u>	<u>1,921,459</u>	<u>13,334</u>	<u>5,815</u>
<b>Expenditures</b>				
General government	-	-	126,967	-
Public safety	-	1,992,620	-	-
Environmental protection	-	-	-	1,771
Human services	262,057	-	-	-
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>262,057</u>	<u>1,992,620</u>	<u>126,967</u>	<u>1,771</u>
Excess (deficiency) of revenues over expenditures	<u>11,019</u>	<u>(71,161)</u>	<u>(113,633)</u>	<u>4,044</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	196,427	-
Transfers out	-	-	-	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>196,427</u>	<u>-</u>
Net change in fund balances	11,019	(71,161)	82,794	4,044
Fund balances - beginning	<u>1</u>	<u>576,887</u>	<u>959,051</u>	<u>26,610</u>
Fund balances - ending	<u>\$ 11,020</u>	<u>\$ 505,726</u>	<u>\$ 1,041,845</u>	<u>\$ 30,654</u>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009**

**Exhibit C-2  
 Page 3 of 7**

	Special Revenue Funds			
	Community Development 07-C-1673	Community Development SFR-08	Governor's Highway Safety Program	Urgent Home Repair
<b>Revenues</b>				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
State, federal and local grants	263,035	311,766	-	-
Fees	-	-	-	-
Investment earnings	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>263,035</u>	<u>311,766</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
General government	-	-	-	-
Public safety	-	-	-	-
Environmental protection	-	-	-	-
Human services	255,716	328,065	-	4,545
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>255,716</u>	<u>328,065</u>	<u>-</u>	<u>4,545</u>
Excess (deficiency) of revenues over expenditures	<u>7,319</u>	<u>(16,299)</u>	<u>-</u>	<u>(4,545)</u>
<b>Other Financing Sources (Uses)</b>				
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	7,319	(16,299)	-	(4,545)
Fund balances - beginning	<u>(8,157)</u>	<u>(7,632)</u>	<u>(6,386)</u>	<u>4,716</u>
Fund balances - ending	<u>\$ (838)</u>	<u>\$ (23,931)</u>	<u>\$ (6,386)</u>	<u>\$ 171</u>

**SAMPSON COUNTY, NORTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009**

**Exhibit C-2  
Page 4 of 7**

	Special Revenue Funds		
	Recreation Western District Park	Homeland Security Equipment	Total Nonmajor Special Revenue Funds
<b>Revenues</b>			
Ad valorem taxes	\$ -	\$ -	\$ 1,911,113
Sales taxes	-	-	-
State, federal and local grants	24,119	-	4,264,427
Fees	-	-	571,258
Investment earnings	-	-	43,066
Miscellaneous	30,000	-	30,509
Total revenues	<u>54,119</u>	<u>-</u>	<u>6,820,373</u>
<b>Expenditures</b>			
General government	-	-	126,967
Public safety	-	-	2,228,711
Environmental protection	-	-	1,771
Human services	-	-	4,529,454
Culture and recreation	538,276	-	538,276
Capital Expansion	-	-	-
Total Expenditures	<u>538,276</u>	<u>-</u>	<u>7,425,179</u>
Excess (deficiency) of revenues over expenditures	<u>(484,157)</u>	<u>-</u>	<u>(604,806)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in	193,528	-	477,126
Transfers out	-	-	(73,676)
Installment purchase debt issued	-	-	-
Total other financing sources (uses)	<u>193,528</u>	<u>-</u>	<u>403,450</u>
Net change in fund balances	(290,629)	-	(201,356)
Fund balances - beginning	125	24,875	2,878,215
Fund balances - ending	<u>\$ (290,504)</u>	<u>\$ 24,875</u>	<u>\$ 2,676,859</u>

**SAMPSON COUNTY, NORTH CAROLINA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2009**

**Exhibit C-2  
Page 5 of 7**

	Capital Project Funds		
	Airport Taxiway 12.6.2	Airport Construction 12.8.1	Airport Construction 12.9.1
<b>Revenues</b>			
Ad valorem taxes	\$ -	\$ -	\$ -
Sales taxes	-	-	-
State, federal and local grants	-	-	-
Fees	-	-	-
Investment earnings	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
General government	-	-	-
Public safety	-	-	-
Environmental protection	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Capital Expansion	<u>39,034</u>	<u>117,186</u>	<u>11,342</u>
Total Expenditures	<u>39,034</u>	<u>117,186</u>	<u>11,342</u>
Excess (deficiency) of revenues over expenditures	<u>(39,034)</u>	<u>(117,186)</u>	<u>(11,342)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in	-	-	-
Transfers out	-	-	-
Installment purchase debt issued	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(39,034)	(117,186)	(11,342)
Fund balances - beginning	<u>(7,249)</u>	<u>(49,256)</u>	<u>-</u>
Fund balances - ending	<u>\$ (46,283)</u>	<u>\$ (166,442)</u>	<u>\$ (11,342)</u>



**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009**

**Exhibit C-2  
 Page 6 of 7**

	Capital Project Funds		
	Courthouse Annex Renovations	County Bldgs Construction Renovations	Total Nonmajor Capital Project Funds
<b>Revenues</b>			
Ad valorem taxes	\$ -	\$ -	\$ -
Sales taxes	-	26,674	26,674
State, federal and local grants	-	-	-
Fees	-	-	-
Investment earnings	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>26,674</u>	<u>26,674</u>
<b>Expenditures</b>			
General government	-	-	-
Public safety	-	-	-
Environmental protection	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Capital Expansion	-	1,279,957	1,447,519
Total Expenditures	<u>-</u>	<u>1,279,957</u>	<u>1,447,519</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(1,253,283)</u>	<u>(1,420,845)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in	-	-	-
Transfers out	-	-	-
Installment purchase debt issued	-	1,622,414	1,622,414
Total other financing sources (uses)	<u>-</u>	<u>1,622,414</u>	<u>1,622,414</u>
Net change in fund balances	-	369,131	201,569
Fund balances - beginning	<u>85,661</u>	<u>(504,503)</u>	<u>(475,347)</u>
Fund balances - ending	<u>\$ 85,661</u>	<u>\$ (135,372)</u>	<u>\$ (273,778)</u>

**SAMPSON COUNTY, NORTH CAROLINA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended June 30, 2009**

**Exhibit C-2  
 Page 7 of 7**

	Debt Service Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>		
Ad valorem taxes	\$ -	\$ 1,911,113
Sales taxes	-	26,674
State, federal and local grants	-	4,264,427
Fees	-	571,258
Investment earnings	-	43,066
Miscellaneous	-	30,509
Total revenues	<u>-</u>	<u>6,847,047</u>
<b>Expenditures</b>		
General government	-	126,967
Public safety	-	2,228,711
Environmental protection	-	1,771
Human services	-	4,529,454
Culture and recreation	-	538,276
Capital Expansion	-	1,447,519
Total Expenditures	<u>-</u>	<u>8,872,698</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(2,025,651)</u>
<b>Other Financing Sources (Uses)</b>		
Transfers in	-	477,126
Transfers out	-	(73,676)
Installment purchase debt issued	-	1,622,414
Total other financing sources (uses)	<u>-</u>	<u>2,025,864</u>
Net change in fund balances	-	213
Fund balances - beginning	<u>23,737</u>	<u>2,426,605</u>
Fund balances - ending	<u>\$ 23,737</u>	<u>\$ 2,426,818</u>

**SAMPSON COUNTY, NORTH CAROLINA  
EMERGENCY TELEPHONE SYSTEM FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-3**

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
NC 911 PSAP fees	\$ 344,253	\$ 489,334	\$ 145,081
Investment earnings	-	10,427	10,427
Total revenues	<u>344,253</u>	<u>499,761</u>	<u>155,508</u>
<b>Expenditures</b>			
Operations and maintenance	85,396	42,991	42,405
Telephone and postage	107,047	105,646	1,401
Contracted services	139,810	80,454	59,356
Capital outlay	12,000	7,000	5,000
Total expenditures	<u>344,253</u>	<u>236,091</u>	<u>108,162</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	263,670	<u>\$ 263,670</u>
Fund balance - beginning		<u>639,536</u>	
Fund balance - ending		<u>\$ 903,206</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
SAMPSON AREA TRANSPORTATION  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-4**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
State Grants:			
Transportation-capital improvements	\$ 160,470	\$ 155,112	\$ (5,358)
Transportation-riders	189,852	192,497	2,645
Development funds	133,820	133,463	(357)
Workfirst	17,930	17,930	-
Mileage fees	110,850	81,924	(28,926)
Miscellaneous	-	-	-
Investment earnings	-	629	629
Total revenues	<u>612,922</u>	<u>581,555</u>	<u>(31,367)</u>
<b>Expenditures</b>			
Salaries and employee benefits	380,372	353,592	26,780
Gas, oil, and tires	83,977	48,446	35,531
Maintenance and repairs	20,407	532	19,875
Operations	49,322	46,762	2,560
Returned to State agency	38,555	38,555	-
Insurance and bonds	15,598	14,827	771
Capital outlay	<u>179,002</u>	<u>176,788</u>	<u>2,214</u>
Total expenditures	<u>767,233</u>	<u>679,502</u>	<u>87,731</u>
Excess (deficiency) of revenues over expenditures	<u>(154,311)</u>	<u>(97,947)</u>	<u>56,364</u>
<b>Other Financing Sources (Uses)</b>			
Transfers:			
From General fund	<u>57,171</u>	<u>57,171</u>	<u>-</u>
Total other financing sources (uses)	57,171	57,171	-
Revenues and Other Finance Sources (Uses) Over (Under) Expenditures	(97,140)	(40,776)	56,364
Appropriated Fund Balance	<u>97,140</u>	<u>-</u>	<u>(97,140)</u>
Net change in fund balance	<u>\$ -</u>	<u>(40,776)</u>	<u>\$ (40,776)</u>
Fund balance - beginning		<u>105,997</u>	
Fund balance - ending		<u>\$ 65,221</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
GRANTS PROJECT - HEAD START PROGRAMS  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-5**

	Final Budget	Reported in Prior Year	Current Year	Total Actual	Variance Positive (Negative)
<b>Revenues</b>					
State & Federal Grants:					
USDA food 9/30/09	\$ -	\$ -	\$ 211,393	\$ 211,393	\$ 211,393
USDA food 9/30/08	322,789	224,225	30,057	254,282	(68,507)
DHHS Head Start	2,090,775	-	2,105,604	2,105,604	14,829
Sampson Co Partnership for Children	550,000	-	541,475	541,475	(8,525)
Total revenues	<u>2,963,564</u>	<u>224,225</u>	<u>2,888,529</u>	<u>3,112,754</u>	<u>149,190</u>
<b>Expenditures</b>					
Food Program Ended 9/30/09:					
Salaries and employee benefits	-	-	80,980	80,980	(80,980)
Food and provisions	-	-	121,108	121,108	(121,108)
Operations and maintenance	-	-	679	679	(679)
Total food program	<u>-</u>	<u>-</u>	<u>202,767</u>	<u>202,767</u>	<u>(202,767)</u>
Food Program Ending 9/30/08:					
Salaries and employee benefits	98,093	82,971	12,728	95,699	2,394
Food and provisions	223,533	204,588	19,375	223,963	(430)
Operations and maintenance	1,163	78	-	78	1,085
Total food program	<u>322,789</u>	<u>287,637</u>	<u>32,103</u>	<u>319,740</u>	<u>3,049</u>
Head Start Programs:					
Salaries and employee benefits	1,650,361	-	1,650,819	1,650,819	(458)
Operations and maintenance	406,816	-	388,262	388,262	18,554
PA-20 Employee training	28,798	-	28,798	28,798	-
Capital Outlay	4,800	-	4,172	4,172	-
	<u>2,090,775</u>	<u>-</u>	<u>2,072,051</u>	<u>2,072,051</u>	<u>18,096</u>
More At Four Programs:					
Salaries and employee benefits	390,182	-	390,182	390,182	-
Operations and maintenance	96,583	-	82,122	82,122	14,461
Food and provisions	103,856	-	101,939	101,939	1,917
Capital Outlay	173,246	-	118,405	118,405	54,841
Total head start programs	<u>763,867</u>	<u>-</u>	<u>692,648</u>	<u>692,648</u>	<u>71,219</u>
Total expenditures	<u>3,177,431</u>	<u>287,637</u>	<u>2,999,569</u>	<u>3,287,206</u>	<u>(110,403)</u>
Excess (deficiency) of revenues over expenditures	(213,867)	(63,412)	(111,040)	(174,452)	38,787
Appropriated Fund Balance	213,867	-	-	-	(213,867)
Net change in fund balance	<u>\$ -</u>	<u>\$ (63,412)</u>	<u>(111,040)</u>	<u>\$ (174,452)</u>	<u>\$ (175,080)</u>
Fund balance - beginning			(32,681)		
Fund balance - ending			<u>\$ (143,721)</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
COUNTY CAPITAL RESERVE  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-6**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Investment earnings:			
Library reserve	\$ -	\$ 277	\$ 277
Airport reserve	-	6,247	6,247
Livestock arena reserve	-	812	812
Schools capital outlay reserve	-	104	104
Water line repairs	-	484	484
Total revenues	<u>-</u>	<u>7,924</u>	<u>7,924</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in (out)			
To Airport Capital Projects	(46,180)	(46,180)	-
To Western District Park Project	(26,492)	(26,492)	-
To General fund	(2,000)	(1,004)	996
From General Fund for Airport Reserve	30,000	30,000	-
Total other financing sources (uses)	<u>(44,672)</u>	<u>(43,676)</u>	<u>996</u>
Excess (deficiency) of revenues over expenditures	(44,672)	(35,752)	8,920
Appropriated Fund Balance	<u>44,672</u>	<u>-</u>	<u>(44,672)</u>
Net change in fund balance	<u>\$ -</u>	<u>(35,752)</u>	<u>\$ (35,752)</u>
Fund balance - beginning		<u>595,273</u>	
Fund balance - ending		<u>\$ 559,521</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
EMPLOYMENT AND TRAINING PROGRAMS  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-7**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
State Grants:			
Workforce Investment Act Youth	\$ 98,708	\$ 86,789	\$ (11,919)
Workforce Investment Act Adult	122,275	105,952	(16,323)
Workforce Investment Act Dislocated	62,448	56,574	(5,874)
Other grants	<u>40,733</u>	<u>23,761</u>	<u>(16,972)</u>
Total revenues	<u>324,164</u>	<u>273,076</u>	<u>(51,088)</u>
<b>Expenditures</b>			
Workforce Investment Act Youth	98,708	78,653	20,055
Workforce Investment Act Adult	122,275	100,792	21,483
Workforce Investment Act Dislocated	62,448	52,419	10,029
Other	<u>40,733</u>	<u>30,193</u>	<u>10,540</u>
Total expenditures	<u>324,164</u>	<u>262,057</u>	<u>62,107</u>
Excess (deficiency) of revenues over expenditures	-	11,019	11,019
<b>Other Financing Sources (Uses)</b>			
Transfer from General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	-	-	-
Revenues and Other Financing Sources (Uses) Over (Under) Expenditures	-	11,019	11,019
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	11,019	<u>\$ 11,019</u>
Fund balance - beginning		<u>1</u>	
Fund balance - ending		<u>\$ 11,020</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
 FIRE DISTRICTS  
 SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2009**

**Exhibit C-8**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Ad Valorem Taxes:			
Current year	\$ 1,804,372	\$ 1,833,888	\$ 29,516
Prior year	61,712	77,225	15,513
Investment earnings	<u>-</u>	<u>10,346</u>	<u>10,346</u>
Total revenues	<u>1,866,084</u>	<u>1,921,459</u>	<u>55,375</u>
<b>Expenditures</b>			
Fire protection	<u>1,993,264</u>	<u>1,992,620</u>	<u>(644)</u>
Total expenditures	<u>1,993,264</u>	<u>1,992,620</u>	<u>(644)</u>
Excess (deficiency) of revenues over expenditures	(127,180)	(71,161)	56,019
Appropriated Fund Balance	<u>127,180</u>	<u>-</u>	<u>(127,180)</u>
Net change in fund balance	<u>\$ -</u>	<u>(71,161)</u>	<u>\$ (71,161)</u>
Fund balance - beginning		<u>576,887</u>	
Fund balance - ending		<u>\$ 505,726</u>	



**SAMPSON COUNTY, NORTH CAROLINA  
FIRE DISTRICTS  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BY DISTRICT  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-9**

<u>District</u>	<u>Ad Valorem Taxes &amp; Investment Earnings</u>	<u>Fire Protection Transfers to Districts</u>	<u>Revenues Over (Under) Expenditures</u>	<u>Fund Balance June 30, 2008</u>	<u>Fund Balance June 30, 2009</u>
Coharie	\$ 125,220	\$ 124,067	\$ 1,153	\$ 55,825	\$ 56,978
Franklin	113,661	109,868	3,793	27,503	31,296
Godwin-Falcon	21,182	21,079	103	5,331	5,434
Halls	104,783	104,200	583	7,956	8,539
Herring	108,264	118,870	(10,606)	42,473	31,867
Honeycutt-Salemburg	123,652	130,500	(6,848)	29,417	22,569
Newton Grove	57,326	68,997	(11,671)	26,338	14,667
Piney Grove	65,056	62,713	2,343	11,172	13,515
Plain View	187,843	181,890	5,953	39,687	45,640
Spivey's Corner	99,477	97,735	1,742	6,465	8,207
Turkey	101,238	95,790	5,448	14,232	19,680
Vanns Crossroads	53,017	61,600	(8,583)	21,466	12,883
Clinton	355,801	379,886	(24,085)	110,408	86,323
Clement	129,908	145,025	(15,117)	54,145	39,028
Autryville	92,158	100,800	(8,642)	36,898	28,256
Garland	66,417	57,300	9,117	19,144	28,261
Taylor's Bridge	116,456	132,300	(15,844)	68,427	52,583
	<u>\$ 1,921,459</u>	<u>\$ 1,992,620</u>	<u>\$ (71,161)</u>	<u>\$ 576,887</u>	<u>\$ 505,726</u>

**SAMPSON COUNTY, NORTH CAROLINA  
 REVALUATION FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2009**

**Exhibit C-10**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Investment earnings	<u>\$ -</u>	<u>\$ 13,334</u>	<u>\$ 13,334</u>
<b>Expenditures</b>			
Real property appraisals	<u>196,427</u>	<u>126,967</u>	<u>69,460</u>
Excess (deficiency) of revenues over expenditures	(196,427)	(113,633)	82,794
<b>Other Financing Sources</b>			
Transfer from General Fund	<u>196,427</u>	<u>196,427</u>	<u>-</u>
Revenues and Other Financing Sources			
Over (Under) Expenditures	-	82,794	82,794
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>82,794</u>	<u>\$ 82,794</u>
Fund balance - beginning		<u>959,051</u>	
Fund balance - ending		<u>\$ 1,041,845</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 Fiscal Year Ended June 30, 2009**

**Exhibit C-11**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
State Grant	\$ 4,000	\$ 4,900	\$ 900
Miscellaneous	1,500	509	(991)
Investment earnings	<u>-</u>	<u>406</u>	<u>406</u>
Total revenues	5,500	5,815	315
<b>Expenditures</b>			
Travel	600	325	275
Departmental supplies	<u>4,900</u>	<u>1,446</u>	<u>3,454</u>
Total expenditures	5,500	1,771	3,729
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	4,044	<u>\$ 4,044</u>
Fund balance - beginning		<u>26,610</u>	
Fund balance - ending		<u>\$ 30,654</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
COMMUNITY DEVELOPMENT GRANT PROJECT  
SCATTERED SITES PROJECT - 07-C-1673  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-12**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State and local grants	\$ 400,000	\$ -	\$ 263,035	\$ 263,035	\$ (136,965)
Total revenue	<u>400,000</u>	<u>-</u>	<u>263,035</u>	<u>263,035</u>	<u>(136,965)</u>
<b>Expenditures</b>					
Administration	36,500	4,657	2,897	7,554	28,946
Planning	3,500	3,500	-	3,500	-
Clearance activity	20,000	-	4,800	4,800	15,200
Relocation assistance	295,000	-	248,019	248,019	46,981
Housing rehabilitation	45,000	-	-	-	45,000
Total expenditures	<u>400,000</u>	<u>8,157</u>	<u>255,716</u>	<u>263,873</u>	<u>136,127</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (8,157)</u>	7,319	<u>\$ (838)</u>	<u>\$ (838)</u>
Fund balance - beginning			<u>(8,157)</u>		
Fund balance - ending			<u>\$ (838)</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
COMMUNITY DEVELOPMENT GRANT PROJECT  
SINGLE FAMILY REHABILITATION SFR-08  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-13**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State and local grants	\$ 400,000	\$ -	\$ 311,766	\$ 311,766	\$ (88,234)
Total revenue	<u>400,000</u>	<u>-</u>	<u>311,766</u>	<u>311,766</u>	<u>(88,234)</u>
<b>Expenditures</b>					
Administration	31,995	7,550	24,445	31,995	-
Soft cost	44,190	82	17,857	17,939	26,251
Relocation assistance	1,800	-	1,800	1,800	-
Housing rehabilitation	322,015	-	283,963	283,963	38,052
Total expenditures	<u>400,000</u>	<u>7,632</u>	<u>328,065</u>	<u>335,697</u>	<u>64,303</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (7,632)</u>	(16,299)	<u>\$ (23,931)</u>	<u>\$ (23,931)</u>
Fund balance - beginning			(7,632)		
Fund balance - ending			<u>\$ (23,931)</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
CRIME CONTROL & PUBLIC SAFETY GRANT PROJECT  
GOVERNOR'S HIGHWAY SAFETY PROGRAM GRANT  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-14**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State and local grants	\$ 330,906	\$ 328,931	\$ -	\$ 328,931	\$ (1,975)
Total revenue	<u>330,906</u>	<u>328,931</u>	<u>-</u>	<u>328,931</u>	<u>(1,975)</u>
<b>Expenditures</b>					
Salaries and employee benefits	759,280	741,226	-	741,226	18,054
Operations and maintenance	11,583	-	-	-	11,583
Total expenditures	<u>770,863</u>	<u>741,226</u>	<u>-</u>	<u>741,226</u>	<u>29,637</u>
Excess (deficiency) of revenues over expenditures	<u>(439,957)</u>	<u>(412,295)</u>	<u>-</u>	<u>(412,295)</u>	<u>27,662</u>
<b>Other Financing Sources:</b>					
Transfers:					
From General fund	<u>439,957</u>	<u>405,909</u>	<u>-</u>	<u>405,909</u>	<u>(34,048)</u>
Total other financing sources	<u>439,957</u>	<u>405,909</u>	<u>-</u>	<u>405,909</u>	<u>(34,048)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (6,386)</u>	<u>-</u>	<u>\$ (6,386)</u>	<u>\$ (6,386)</u>
Net change in fund balance			-		
Fund balance - beginning			<u>(6,386)</u>		
Fund balance - ending			<u>\$ (6,386)</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, 2009**

**Exhibit C-15**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State and local grants	\$ 125,000	\$ 125,000	\$ -	\$ 125,000	\$ -
Interest earned	390	826	-	826	436
Total revenue	<u>125,390</u>	<u>125,826</u>	<u>-</u>	<u>125,826</u>	<u>436</u>
<b>Expenditures</b>					
Salaries and employee benefits	10,728	5,607	-	5,607	5,121
Department supplies	3,500	3,362	-	3,362	138
Contracted services	<u>111,162</u>	<u>112,141</u>	<u>4,545</u>	<u>116,686</u>	<u>(5,524)</u>
Total expenditures	<u>125,390</u>	<u>121,110</u>	<u>4,545</u>	<u>125,655</u>	<u>(265)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 4,716</u>	<u>(4,545)</u>	<u>\$ 171</u>	<u>\$ 171</u>
Fund balance - beginning			<u>4,716</u>		
Fund balance - ending			<u>\$ 171</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
RECREATION PARK PROJECT  
WESTERN DISTRICT PARK  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-16**

	Project Authorization	Actual			Variance Positive (Negative)
		Prior Years	Current Year	Inception to Date	
<b>Revenues</b>					
Federal grants	\$ 592,822	\$ -	\$ -	\$ -	\$ (592,822)
State, and local grants	124,210	51,486	24,119	75,605	(48,605)
Donations	176,799	76,803	30,000	106,803	(69,996)
Total revenue	<u>893,831</u>	<u>128,289</u>	<u>54,119</u>	<u>182,408</u>	<u>(711,423)</u>
<b>Expenditures</b>					
Contingency	40,000	-	-	-	40,000
Administration	14,930	1,321	8,672	9,993	4,937
Engineering & contract services	115,830	65,719	43,810	109,529	6,301
Construction	628,619	5,000	347,266	352,266	276,353
Land	62,680	56,124	-	56,124	6,556
Capital Outlay	185,300	-	138,528	138,528	46,772
Total expenditures	<u>1,047,359</u>	<u>128,164</u>	<u>538,276</u>	<u>666,440</u>	<u>380,919</u>
Excess (deficiency) of revenues over expenditures	<u>(153,528)</u>	<u>125</u>	<u>(484,157)</u>	<u>(484,032)</u>	<u>(330,504)</u>
<b>Other Financing Sources:</b>					
Transfers:					
From Capital reserve fund	26,492	-	26,492	26,492	-
From General fund	127,036	-	167,036	167,036	40,000
Total other financing sources	<u>153,528</u>	<u>-</u>	<u>193,528</u>	<u>193,528</u>	<u>40,000</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 125</u>	<u>(290,629)</u>	<u>\$ (290,504)</u>	<u>\$ (290,504)</u>
Net change in fund balance			(290,629)		
Fund balance - beginning			125		
Fund balance - ending			<u>\$ (290,504)</u>		



**SAMPSON COUNTY, NORTH CAROLINA  
HOMELAND SECURITY GRANT PROJECT  
2006 EQUIPMENT  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-17**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State and local grants	\$ 50,649	\$ 75,513	\$ -	\$ 75,513	\$ 24,864
Total revenue	<u>50,649</u>	<u>75,513</u>	<u>-</u>	<u>75,513</u>	<u>24,864</u>
<b>Expenditures</b>					
Department supplies	26,309	26,309	-	26,309	-
Capital Outlay	24,340	24,329	-	24,329	11
Total expenditures	<u>50,649</u>	<u>50,638</u>	<u>-</u>	<u>50,638</u>	<u>11</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 24,875</u>	<u>-</u>	<u>\$ 24,875</u>	<u>\$ 24,875</u>
Fund balance - beginning			<u>24,875</u>		
Fund balance - ending			<u>\$ 24,875</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
AIRPORT EXPANSION CAPITAL PROJECT FUND - TAXIWAY REHABILITATION  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-18**

Project Number: 36237.12.6.2

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State, Federal, and Local Grants:					
Federal Air-21	\$ 269,638	\$ 227,597	\$ -	\$ 227,597	\$ (42,041)
City of Clinton	14,980	12,645	-	12,645	(2,335)
Total revenues	<u>284,618</u>	<u>240,242</u>	<u>-</u>	<u>240,242</u>	<u>(44,376)</u>
<b>Expenditures</b>					
Capital Expansion:					
Engineering	6,529	6,529	-	6,529	-
Land	226,432	187,398	39,034	226,432	-
Construction costs	66,637	66,637	-	66,637	-
Total expenditures	<u>299,598</u>	<u>260,564</u>	<u>39,034</u>	<u>299,598</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(14,980)</u>	<u>(20,322)</u>	<u>(39,034)</u>	<u>(59,356)</u>	<u>(44,376)</u>
<b>Other Financing Sources (Uses)</b>					
Transfer from Airport Capital Reserve	<u>14,980</u>	<u>13,073</u>	<u>-</u>	<u>13,073</u>	<u>(1,907)</u>
Total other financing sources	14,980	13,073	-	13,073	(1,907)
Net change in fund balance	<u>\$ -</u>	<u>\$ (7,249)</u>	(39,034)	<u>\$ (46,283)</u>	<u>\$ (46,283)</u>
Fund balance - beginning			<u>(7,249)</u>		
Fund balance - ending			<u>\$ (46,283)</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
AIRPORT EXPANSION CAPITAL PROJECT FUND - LAND ACQUISITION  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
From Inception and for the Year Ended June 30, 2009**

**Exhibit C-19**

Project Number: 36237.12.8.1

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State, Federal, and Local Grants:					
Federal AIR-21	\$ 150,000	\$ -	\$ -	\$ -	\$ (150,000)
City of Clinton	8,334	-	-	-	(8,334)
Total revenues	<u>158,334</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(158,334)</u>
<b>Expenditures</b>					
Capital Expansion:					
Professional services	115,631	49,256	66,150	115,406	225
Land	51,036	-	51,036	51,036	-
Total expenditures	<u>166,667</u>	<u>49,256</u>	<u>117,186</u>	<u>166,442</u>	<u>225</u>
Excess (deficiency) of revenues over expenditures	<u>(8,333)</u>	<u>(49,256)</u>	<u>(117,186)</u>	<u>(166,442)</u>	<u>(158,109)</u>
<b>Other Financing Sources</b>					
Transfers In:					
From Airport Capital Reserve	8,333	-	-	-	(8,333)
Total other financing sources	<u>8,333</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,333)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (49,256)</u>	<u>(117,186)</u>	<u>\$ (166,442)</u>	<u>\$ (166,442)</u>
Fund balance - beginning			<u>(49,256)</u>		
Fund balance - ending			<u>\$ (166,442)</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, 2009**

**Exhibit C-20**

Project Number: 36237.12.9.1

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State, Federal, and Local Grants:					
Federal AIR-21	\$ 111,240	\$ -	\$ -	\$ -	\$ (111,240)
City of Clinton	6,180	-	-	-	(6,180)
Total revenues	<u>117,420</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(117,420)</u>
<b>Expenditures</b>					
Capital Expansion:					
Land	123,600	-	11,342	11,342	112,258
Total expenditures	<u>123,600</u>	<u>-</u>	<u>11,342</u>	<u>11,342</u>	<u>112,258</u>
Excess (deficiency) of revenues over expenditures	<u>(6,180)</u>	<u>-</u>	<u>(11,342)</u>	<u>(11,342)</u>	<u>(5,162)</u>
<b>Other Financing Sources</b>					
Transfers In:					
From Airport Capital Reserve	6,180	-	-	-	(6,180)
Total other financing sources	<u>6,180</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,180)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(11,342)</u>	<u>\$ (11,342)</u>	<u>\$ (11,342)</u>
Fund balance - beginning			-		
Fund balance - ending			<u>\$ (11,342)</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, 2009**

**Exhibit C-21**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State, Federal, and Local Grants:					
Federal-USDA	\$ 100,000	\$ 100,000	\$ -	\$ 100,000	\$ -
Investment earnings	-	-	-	-	-
Sales tax refund	-	3,283	-	3,283	3,283
Total revenues	<u>100,000</u>	<u>103,283</u>	<u>-</u>	<u>103,283</u>	<u>3,283</u>
<b>Expenditures</b>					
Capital Expansion:					
Engineering	142,104	60,051	-	60,051	82,053
Construction costs	1,849,147	1,849,147	-	1,849,147	-
Legal and administration	5,514	5,190	-	5,190	324
Capitalized interest	75,000	75,000	-	75,000	-
Contingency	-	-	-	-	-
Total expenditures	<u>2,071,765</u>	<u>1,989,388</u>	<u>-</u>	<u>1,989,388</u>	<u>82,377</u>
Excess (deficiency) of revenues over expenditures	<u>(1,971,765)</u>	<u>(1,886,105)</u>	<u>-</u>	<u>(1,886,105)</u>	<u>85,660</u>
<b>Other Financing Sources (Uses)</b>					
Transfer to general fund	(78,235)	(78,234)	-	(78,234)	1
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>1,971,765</u>	<u>1,971,766</u>	<u>-</u>	<u>1,971,766</u>	<u>1</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 85,661</u>	<u>-</u>	<u>\$ 85,661</u>	<u>\$ 85,661</u>
Fund balance - beginning			<u>85,661</u>		
Fund balance - ending			<u>\$ 85,661</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, 2009**

**Exhibit C-22**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
<b>Revenues</b>					
State grant	\$ 140,000	\$ 140,000	\$ -	\$ 140,000	\$ -
Donations	75,000	15,000	-	15,000	(60,000)
Sales Tax Refund	40,000	27,486	26,674	54,160	14,160
Total revenues	<u>255,000</u>	<u>182,486</u>	<u>26,674</u>	<u>209,160</u>	<u>(45,840)</u>
<b>Expenditures</b>					
Capital Expansion					
Renovation of various buildings	\$ 912,200	\$ 118,445	\$ 336,759	\$ 455,204	\$ 456,996
County administration offices	1,068,935	895,164	88,964	984,128	84,807
Public works building	862,800	862,800	-	862,800	-
Animal shelter	550,000	550,000	-	550,000	-
Early childhood education center	5,000,000	1,747	41,000	42,747	4,957,253
Cooperative extension building	1,928,000	1,868,000	-	1,868,000	60,000
Human services building	8,614,065	7,513,947	813,234	8,327,181	286,884
Total expenditures	<u>18,936,000</u>	<u>11,810,103</u>	<u>1,279,957</u>	<u>13,090,060</u>	<u>5,845,940</u>
Excess (deficiency) of revenues over expenditures	<u>(18,681,000)</u>	<u>(11,627,617)</u>	<u>(1,253,283)</u>	<u>(12,880,900)</u>	<u>5,800,100</u>
<b>Other Financing Sources (Uses)</b>					
Transfer from general fund	58,000	58,000	-	58,000	-
Installment purchase debt issued	18,623,000	11,065,114	1,622,414	12,687,528	(5,935,472)
Total other financing sources	<u>18,681,000</u>	<u>11,123,114</u>	<u>1,622,414</u>	<u>12,745,528</u>	<u>(5,935,472)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (504,503)</u>	369,131	<u>\$ (135,372)</u>	<u>\$ (135,372)</u>
Fund balance - beginning			(504,503)		
Fund balance - ending			<u>\$ (135,372)</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2009**

**Exhibit C-23**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Ad valorem taxes current year	\$ -	-	-
Ad valorem taxes prior year	-	-	-
Investment earnings	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>			
Debt service	-	-	-
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance - beginning		<u>23,737</u>	
Fund balance - ending		<u>\$ 23,737</u>	





## **ENTERPRISE FUNDS**

Enterprise Funds are used to account for the operation of the County's water system and it's Agri-Exposition Center. The Funds are operated and financed in a manner similar to a private business-where the intent of the governing body is that costs of providing goods and services to the general public on a continuing basis be financed or recovered through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

### Individual Fund Descriptions:

Water and Sewer Enterprise Fund-accounts for the operations of the County's water system within two special districts created by Sampson County.

Water and Sewer Construction Fund-accounts for the initial construction of water lines within the water districts.

Agri-Exposition Center Enterprise Fund-accounts for the operations of the Sampson Agri-Exposition Center.



**SAMPSON COUNTY, NORTH CAROLINA  
WATER AND SEWER FUND - DISTRICT II  
SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP)  
For the Fiscal Year Ended June 30, 2009**

**Exhibit D-1**

	2009		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Charges for Services:			
Water sales	\$	\$ 1,788,250	\$
Penalties		30,987	
Tap fees		42,804	
Miscellaneous		61,300	
Total Operating Revenues	<u>1,894,512</u>	<u>1,923,341</u>	<u>28,829</u>
Nonoperating Revenues:			
Interest earnings		11,048	
Total Nonoperating Revenues	<u>-</u>	<u>11,048</u>	<u>11,048</u>
Total Revenues	<u>1,894,512</u>	<u>1,934,389</u>	<u>39,877</u>
Expenditures:			
Salaries and employee benefits		197,735	
Bulk water purchases		378,364	
Travel		1,473	
Contracted services		39,999	
Operations and maintenance		135,762	
Debt service principal		351,338	
Debt service interest		640,954	
Total Expenditures	<u>1,922,512</u>	<u>1,745,625</u>	<u>176,887</u>
Revenues Over (Under) Expenditures	<u>(28,000)</u>	<u>188,764</u>	<u>216,764</u>
Other Financing Sources:			
Transfer from general fund	<u>28,000</u>	<u>28,000</u>	<u>-</u>
Revenues, Other Financing Sources, and Appropriated Fund Balance Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 216,764</u>	<u>\$ 216,764</u>
Reconciliation from budgetary basis (modified accrual) to full accrual Revenues and Other Financing Sources Over (Under) Expenditures		<u>\$ 216,764</u>	
Reconciling Items:			
Debt principal		351,338	
Other post-employment benefits		(12,437)	
Compensated absences		(394)	
Accrued interest		1,166	
Depreciation		(692,623)	
USDA grant Water Construction Fund		165,283	
Total reconciling items		<u>(187,667)</u>	
Change in net assets		<u>\$ 29,097</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
WATER AND SEWER LINE CONSTRUCTION FUND  
SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP)**

**From Inception and for the Year Ended June 30, 2009**

**Exhibit D-2**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues:					
State Federal and Local Grants:					
USDA Rural Development	\$ 165,283	\$ -	\$ 165,283	\$ 165,283	\$ -
Sales Tax Refund	331,574	331,574	-	331,574	-
Investment earnings	25,065	25,065	-	25,065	-
Total Revenues	<u>521,922</u>	<u>356,639</u>	<u>165,283</u>	<u>521,922</u>	<u>-</u>
Expenditures:					
Administration	-	-	-	-	-
Engineering	226,100	39,655	28,203	67,858	158,242
Other professional services	65,450	-	2,250	2,250	63,200
Land	60,000	-	-	-	60,000
Construction	2,286,639	241,882	5,000	246,882	2,039,757
Capital outlay	165,283	-	158,737	158,737	6,546
Contingency	96,500	-	-	-	96,500
Capitalized interest	238,800	-	-	-	238,800
Legal	10,000	450	-	450	9,550
Total Expenditures	<u>3,148,772</u>	<u>281,987</u>	<u>194,190</u>	<u>476,177</u>	<u>2,672,595</u>
Revenues Over (Under) Expenditures	(2,626,850)	74,652	(28,907)	45,745	2,672,595
Other Financing Sources:					
Installment purchase debt proceeds	<u>2,626,850</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,626,850)</u>
	<u>2,626,850</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,626,850)</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 74,652</u>	<u>\$ (28,907)</u>	<u>\$ 45,745</u>	<u>\$ 45,745</u>

**SAMPSON COUNTY, NORTH CAROLINA  
WATER AND SEWER FUND - DISTRICT I  
SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP)  
For the Fiscal Year Ended June 30, 2009**

**Exhibit D-3**

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Charges for Services:			
Water sales	\$	\$ 519,169	\$
Penalties		8,996	
Tap fees		8,993	
Miscellaneous		17,797	
Total Operating Revenues	<u>538,220</u>	<u>554,955</u>	<u>16,735</u>
Nonoperating Revenues:			
Interest earnings		16,572	
Total Nonoperating Revenues	<u>-</u>	<u>16,572</u>	<u>16,572</u>
Total Revenues	<u>538,220</u>	<u>571,527</u>	<u>33,307</u>
Expenditures:			
Salaries and employee benefits		75,705	
Bulk water purchases		188,792	
Travel		428	
Contracted services		11,613	
Operations and maintenance		44,170	
Debt service principal		38,950	
Debt service interest		56,844	
Total Expenditures	<u>538,220</u>	<u>416,502</u>	<u>121,718</u>
Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 155,025</u>	<u>\$ 155,025</u>
Reconciliation from budgetary basis (modified accrual) to full accrual Revenues and Other Financing Sources Over (Under) Expenditures		<u>\$ 155,025</u>	
Reconciling Items:			
Debt principal		38,950	
Other post-employment benefits		(6,798)	
Depreciation		(100,080)	
Compensated absences		(219)	
Accrued interest		175	
Total reconciling items		<u>(67,972)</u>	
Change in net assets		<u>\$ 87,053</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
AGRI-EXPOSITION CENTER FUND  
SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP)  
For the Fiscal Year Ended June 30, 2009**

**Exhibit D-4**

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Charges for Services:			
Rental	\$	\$ 142,216	\$
Ticket sales		99,598	
Advertising		15,940	
Miscellaneous		32,941	
Total Revenues	<u>400,850</u>	<u>290,695</u>	<u>(110,155)</u>
Expenditures:			
Salaries and employee benefits		127,040	
Advertising		9,303	
Travel		7,030	
Telephone and postage		11,197	
Operations and maintenance		127,649	
Utilities		81,000	
Contracted services		201,569	
Departmental supplies		9,316	
Insurance		2,538	
Total Expenditures	<u>670,293</u>	<u>576,642</u>	<u>93,651</u>
Revenues Over (Under) Expenditures	(269,443)	(285,947)	(16,504)
Other Financing Sources:			
Transfer in from general fund	<u>269,443</u>	<u>269,443</u>	<u>-</u>
Revenues, Other Financing Sources, Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (16,504)</u>	<u>\$ (16,504)</u>
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual Revenues and Other Financing Sources Over (Under) Expenditures		<u>\$ (16,504)</u>	
Reconciling Items:			
Depreciation		(99,210)	
Compensated absences		(83)	
Other post-employment benefits		(9,436)	
Capital outlay		-	
Total reconciling items		<u>(108,729)</u>	
Change in net assets		<u>\$ (125,233)</u>	

**SAMPSON COUNTY, NORTH CAROLINA  
EMPLOYEE HOSPITALIZATION INSURANCE INTERNAL SERVICE FUND  
SCHEDULE OF REVENUES AND EXPENDITURES  
FINANCIAL PLAN AND ACTUAL (NON-GAAP)  
For the Fiscal Year Ended June 30, 2009**

**Exhibit D-5**

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Operating revenues:			
Charges for services	\$	\$ 4,875,567	\$
Miscellaneous		38,561	
Total Operating Revenues	<u>5,494,443</u>	<u>4,914,128</u>	<u>(580,315)</u>
Nonoperating Revenues:			
Interest earnings		63,297	
Total Nonoperating Revenues	<u>-</u>	<u>63,297</u>	<u>63,297</u>
Total Revenues	<u>5,494,443</u>	<u>4,977,425</u>	<u>(517,018)</u>
Expenditures:			
Insurance claims paid		5,332,782	
Total Expenditures	<u>5,494,443</u>	<u>5,332,782</u>	<u>161,661</u>
Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (355,357)</u>	<u>\$ (355,357)</u>
Reconciliation from Financial Plan Basis (Modified Accrual) to Full Accrual			
Revenues Over (Under) Expenditures		<u>\$ (355,357)</u>	
Change in net assets		<u>\$ (355,357)</u>	





## AGENCY FUNDS

Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments, and/or other funds.

Individual Fund Descriptions:

### **Agency Funds:**

Social Services-accounts for moneys deposited with the County for the benefit of certain individuals in the County.

4-H-accounts for moneys deposited with the County for the benefit of the Sampson County 4-H club.

Tax Collection-accounts for the collection of taxes and special assessments for various towns in Sampson County

Motor Vehicle Tax Collection-accounts for the collection of motor vehicle taxes for all of the towns in Sampson County.

Fines and Forfeitures-accounts for funds received from the courts and paid to the boards of education.

Detention Center-accounts for funds received from inmates at the Sampson County Detention Center and used by the inmates to purchase items from the canteen and phone cards.

Miscellaneous-accounts for funds received from various sources and paid to County agencies and businesses.

Motor Vehicle 3% Interest-accounts for the three percent interest on the first month of delinquent motor vehicle taxes to the County is required to remit to the North Carolina Department of Motor Vehicles.



**SAMPSON COUNTY, NORTH CAROLINA**  
**AGENCY FUNDS**  
**COMBINING BALANCE SHEET**  
**June 30, 2009**

**Exhibit E-1**  
**Page 1 of 2**

	Social Services Funds	4-H Funds	Miscellaneous	Property Tax Collection Funds	Motor Vehicle Tax Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 70,936	\$ 19,237	\$ 207,892	\$ 5,953	\$ 30,353
Accounts receivable	-	-	6,831	-	-
<b>TOTAL ASSETS</b>	<b><u>\$ 70,936</u></b>	<b><u>\$ 19,237</u></b>	<b><u>\$ 214,723</u></b>	<b><u>\$ 5,953</u></b>	<b><u>\$ 30,353</u></b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 22,611	\$ 5,953	\$ 30,353
Miscellaneous liabilities	70,936	19,237	192,112	-	-
<b>TOTAL LIABILITIES</b>	<b><u>\$ 70,936</u></b>	<b><u>\$ 19,237</u></b>	<b><u>\$ 214,723</u></b>	<b><u>\$ 5,953</u></b>	<b><u>\$ 30,353</u></b>

**SAMPSON COUNTY, NORTH CAROLINA  
 AGENCY FUNDS  
 COMBINING BALANCE SHEET  
 June 30, 2009**

**Exhibit E-1  
 Page 2 of 2**

	<u>Fines and Forfeitures</u>	<u>Detention Center Trust</u>	<u>Motor Vehicle 3% Interest</u>	<u>Total June 30, 2009</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 49,624	\$ 3,931	\$ 387,926
Accounts receivable	<u>47,750</u>	<u>-</u>	<u>-</u>	<u>54,581</u>
<b>TOTAL ASSETS</b>	<u><b>\$ 47,750</b></u>	<u><b>\$ 49,624</b></u>	<u><b>\$ 3,931</b></u>	<u><b>\$ 442,507</b></u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 47,750		\$ 264	\$ 106,931
Miscellaneous liabilities	<u>-</u>	<u>49,624</u>	<u>3,667</u>	<u>335,576</u>
<b>TOTAL LIABILITIES</b>	<u><b>\$ 47,750</b></u>	<u><b>\$ 49,624</b></u>	<u><b>\$ 3,931</b></u>	<u><b>\$ 442,507</b></u>

**SAMPSON COUNTY, NORTH CAROLINA**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS**  
**AND LIABILITIES - AGENCY FUNDS**  
**For the Fiscal Year Ended June 30, 2009**

**Exhibit E-2**  
**Page 1 of 2**

	Balance July 1	Additions	Deductions	Balance June 30
<b>Social Services Funds</b>				
Assets:				
Cash and cash equivalents	\$ 116,572	\$ 424,208	\$ 469,844	\$ 70,936
Accounts receivable	-	-	-	-
	<u>116,572</u>	<u>424,208</u>	<u>469,844</u>	<u>70,936</u>
Liabilities:				
Miscellaneous liabilities	116,572	905,195	950,831	70,936
	<u>\$ 116,572</u>	<u>\$ 905,195</u>	<u>\$ 950,831</u>	<u>\$ 70,936</u>
<b>4-H Funds</b>				
Assets:				
Cash and cash equivalents	\$ 20,576	\$ 28,084	\$ 29,423	\$ 19,237
Accounts receivable	-	-	-	-
	<u>20,576</u>	<u>28,084</u>	<u>29,423</u>	<u>19,237</u>
Liabilities:				
Accounts payable	210	-	210	-
Miscellaneous liabilities	20,366	29,423	30,552	19,237
	<u>\$ 20,576</u>	<u>\$ 29,423</u>	<u>\$ 30,762</u>	<u>\$ 19,237</u>
<b>Miscellaneous Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 384,945	\$ 4,046,150	\$ 4,223,203	\$ 207,892
Accounts receivable	12	6,831	12	6,831
	<u>384,957</u>	<u>4,052,981</u>	<u>4,223,215</u>	<u>214,723</u>
Liabilities:				
Accounts payable	858	23,140	1,387	22,611
Miscellaneous liabilities	384,099	4,207,253	4,399,240	192,112
	<u>\$ 384,957</u>	<u>\$ 4,230,393</u>	<u>\$ 4,400,627</u>	<u>\$ 214,723</u>
<b>Tax Collection Funds</b>				
Assets:				
Cash and cash equivalents	\$ 5,953	\$ 2,351,160	\$ 2,351,160	\$ 5,953
	<u>5,953</u>	<u>2,351,160</u>	<u>2,351,160</u>	<u>5,953</u>
Liabilities:				
Accounts payable	5,953	2,351,160	2,351,160	5,953
	<u>\$ 5,953</u>	<u>\$ 2,351,160</u>	<u>\$ 2,351,160</u>	<u>\$ 5,953</u>
<b>Motor Vehicle Tax Funds</b>				
Assets:				
Cash and cash equivalents	\$ 30,048	\$ 398,159	\$ 397,854	\$ 30,353
	<u>30,048</u>	<u>398,159</u>	<u>397,854</u>	<u>30,353</u>
Liabilities:				
Accounts payable	30,045	397,854	397,546	30,353
Miscellaneous liabilities	3	-	3	-
	<u>\$ 30,048</u>	<u>\$ 397,854</u>	<u>\$ 397,549</u>	<u>\$ 30,353</u>

**SAMPSON COUNTY, NORTH CAROLINA  
 AGENCY FUNDS  
 COMBINING STATEMENT OF CHANGES IN ASSETS  
 AND LIABILITIES - AGENCY FUNDS  
 For the Fiscal Year Ended June 30, 2009**

**Exhibit E-2  
 Page 2 of 2**

	Balance July 1	Additions	Deductions	Balance June 30
<u>Fines and Forfeitures</u>				
Assets:				
Cash and cash equivalents	\$ -	\$ 569,786	\$ 569,786	\$ -
Accounts receivable	52,837	47,750	52,837	47,750
	<u>52,837</u>	<u>617,536</u>	<u>622,623</u>	<u>47,750</u>
Liabilities:				
Accounts payable	52,837	47,750	52,837	47,750
	<u>\$ 52,837</u>	<u>\$ 47,750</u>	<u>\$ 52,837</u>	<u>\$ 47,750</u>
<u>Detention Center Trust</u>				
Assets:				
Cash and cash equivalents	\$ 67,827	\$ 25,587	\$ 43,790	\$ 49,624
	<u>67,827</u>	<u>25,587</u>	<u>43,790</u>	<u>49,624</u>
Liabilities:				
Miscellaneous liabilities	67,827	25,587	43,790	49,624
	<u>\$ 67,827</u>	<u>\$ 25,587</u>	<u>\$ 43,790</u>	<u>\$ 49,624</u>
<u>Motor Vehicle 3% Interest</u>				
Assets:				
Cash and cash equivalents	\$ 4,115	\$ 61,560	\$ 61,744	\$ 3,931
	<u>4,115</u>	<u>61,560</u>	<u>61,744</u>	<u>3,931</u>
Liabilities:				
Accounts payable	-	61,744	61,480	264
Miscellaneous liabilities	4,115	685	1,133	3,667
	<u>\$ 4,115</u>	<u>\$ 62,429</u>	<u>\$ 62,613</u>	<u>\$ 3,931</u>
	Balance			Balance
	July 1	Additions	Deductions	June 30
<u>Total of all Agency Funds</u>				
Assets:				
Cash and cash equivalents	\$ 630,036	\$ 7,904,694	\$ 8,146,804	\$ 387,926
Accounts receivable	52,849	54,581	52,849	54,581
	<u>682,885</u>	<u>7,959,275</u>	<u>8,199,653</u>	<u>442,507</u>
Liabilities:				
Accounts payable	89,903	2,881,648	2,864,620	106,931
Miscellaneous liabilities	592,982	5,168,143	5,425,549	335,576
	<u>\$ 682,885</u>	<u>\$ 8,049,791</u>	<u>\$ 8,290,169</u>	<u>\$ 442,507</u>

## **ADDITIONAL FINANCIAL DATA**

This section contains additional information on property taxes, interfund and component unit transfers.

Schedule of Ad Valorem Taxes Receivables

Analysis of Current Tax Levy

Ten Largest Taxpayers

Analysis of Current Tax Levy-County-Wide and Special Districts

Schedule of Special School District Ad Valorem Tax Revenues

Schedule of Interfund Transfers





**SAMPSON COUNTY, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF AD VALOREM TAXES RECEIVABLE  
June 30, 2009**

**Exhibit F-1**

	Uncollected Balance July 1, 2008	Additions	Collections and Credits	Uncollected Balance June 30, 2009
County-wide:				
General County	<u>\$ 2,525,532</u>	<u>\$29,393,752</u>	<u>\$29,137,745</u>	<u>\$ 2,781,539</u>
School Districts:				
Clinton Supplemental Current Expense	<u>59,840</u>	<u>1,607,199</u>	<u>1,588,969</u>	<u>78,070</u>
Fire Districts:				
Plain View	17,052	195,146	192,223	19,975
Spivey's Corner	4,477	101,721	100,679	5,519
Halls	7,305	107,686	106,149	8,842
Franklin	11,314	116,811	115,566	12,559
Turkey	6,500	103,596	103,146	6,950
Vanns	2,859	53,766	53,439	3,186
Godwin-Falcon	809	21,410	21,390	829
Coharie	10,011	130,284	127,184	13,111
Herring	6,687	109,795	109,184	7,298
Honeycutt-Salemburg	11,326	126,096	125,388	12,034
Piney Grove	4,259	65,660	66,039	3,880
Newton Grove	3,767	59,481	57,975	5,273
Clinton	23,843	362,616	361,454	25,005
Clement	10,071	132,731	131,840	10,962
Autryville	6,068	92,894	93,275	5,687
Garland	4,198	68,269	67,320	5,147
Taylor's Bridge	3,475	108,409	108,238	3,646
Taylor's Bridge Service	626	8,517	8,608	535
	<u>134,647</u>	<u>1,964,888</u>	<u>1,949,097</u>	<u>150,438</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>\$ 2,542,219</u>	<u>\$32,965,839</u>	<u>\$32,675,811</u>	<u>\$ 2,832,247</u>
Reconciliation with Revenues				
Taxes Ad Valorem General Fund		\$28,699,230		
Penalties and interest		295,328		
Taxes Ad Valorem School District		1,558,208		
Taxes Ad Valorem Fire Districts		1,911,113		
Discounts, adjustments and releases		457,730		
Amounts written off per statute of limitations		44,230		
Total Collections and Credits		<u>\$32,965,839</u>		

**SAMPSON COUNTY, NORTH CAROLINA  
ANALYSIS OF CURRENT TAX LEVY  
COUNTY-WIDE LEVY  
For the Fiscal Year Ended June 30, 2009**

**Exhibit F-2  
Page 1 of 2**

	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	\$ 3,184,142,604	.845	\$26,906,005	\$24,328,418	\$ 2,577,587
Motor vehicles taxed at prior year rate	<u>175,718,025</u>	.810	<u>1,423,316</u>	<u>-</u>	<u>1,423,316</u>
Total	<u>3,359,860,629</u>		<u>28,329,321</u>	<u>24,328,418</u>	<u>4,000,903</u>
Discoveries:	125,976,331	.845	1,064,500	1,064,500	-
Abatements:					
Real, personal, & business property	(12,120,000)	.845	(102,414)	(102,414)	-
Motor vehicles	<u>(6,320,000)</u>	.845	<u>(53,404)</u>	<u>-</u>	<u>(53,404)</u>
Total Property Valuation	<u>3,467,396,960</u>		<u>(155,818)</u>	<u>(102,414)</u>	<u>(53,404)</u>
Net Levy			29,238,003	25,290,504	3,947,499
Uncollected taxes at June 30, 2009			<u>1,465,104</u>	<u>806,201</u>	<u>658,903</u>
Current year taxes collected			<u>27,772,899</u>	<u>24,484,303</u>	<u>3,288,596</u>
Current levy collection percentage			<u>94.99%</u>	<u>96.81%</u>	<u>83.31%</u>

**SAMPSON COUNTY, NORTH CAROLINA  
ANALYSIS OF CURRENT TAX LEVY  
COUNTY-WIDE LEVY  
For the Fiscal Year Ended June 30, 2009**

**Secondary Market Disclosures:**

Assessed Valuation:

Assesment ratio (1)		100 %
Real property	\$	2,666,874,550
Personal property		695,213,090
Public service companies (2)		<u>105,309,320</u>
Total assessed valuation	\$	3,467,396,960
Tax rate per \$100		<u>0.845</u>
Levy (includes discoveries, releases and abatements) (3)	\$	29,238,003

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

School district		1,607,201
Fire protection districts		<u>1,965,889</u>
Total	\$	<u><u>3,573,090</u></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**

**Exhibit F-3**

**For the Fiscal Year Ended June 30, 2009**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2008 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Smithfield Foods, Inc.	Meat Packing	\$ 59,924,661	1.73 %
Prestage Farms, Inc.	Swine/Poultry Grower	58,829,374	1.70
Carroll's Foods, Inc./Carroll's Realty	Swine/Poultry Grower	41,733,346	1.20
Progress Energy Carolina	Utility	41,210,091	1.19
South River Electric Membership Corp.	Utility	26,042,625	0.75
Murphy Farms, Inc.	Swine/Poultry Grower	24,901,907	0.72
Cohaire Farms Company	Swine Grower/Feed Mills	18,627,740	0.54
Schindler Elevator Corp.	Escalator Manufacturer	15,932,818	0.46
Carolina Telephone	Utility	15,287,176	0.44
Allen Canning Co.	Food Packing	13,663,456	0.39
		<u>\$ 316,153,194</u>	<u>9.12 %</u>

**SAMPSON COUNTY, NORTH CAROLINA  
ANALYSIS OF CURRENT TAX LEVY  
COUNTY-WIDE AND SPECIAL DISTRICTS  
For the Fiscal Year Ended June 30, 2009**

**Exhibit F-4  
Page 1 of 2**

	<u>Total Property Valuation</u>	<u>Rate Per \$100 of Value</u>	<u>Amount of Levy</u>	<u>Discoveries</u>	<u>Abatements</u>
County-Wide					
Real, Personal, and Business Property	\$ 2,986,639,053	.845	\$24,328,418	\$ 1,064,500	\$ 102,414
Registered Motor Vehicles	480,757,907	.845	4,000,903	-	53,404
	<u>3,467,396,960</u>		<u>28,329,321</u>	<u>1,064,500</u>	<u>155,818</u>
Clinton School District Supplemental Tax	999,205,000	.160	<u>1,562,862</u>	<u>44,351</u>	<u>8,485</u>
Fire Districts:					
Plain View	211,823,333	.090	190,641	3,900	1,806
Spivey's Corner	107,085,556	.090	96,377	5,217	270
Halls	147,707,143	.070	103,395	4,080	371
Franklin	139,482,500	.080	111,586	4,838	559
Turkey	167,516,667	.060	100,510	2,472	596
Vanns	57,096,667	.090	51,387	2,281	165
Godwin-Falcon	20,706,000	.100	20,706	686	132
Coharie	146,975,294	.085	124,929	4,312	1,077
Herring	125,464,706	.085	106,645	3,006	364
Honeycutt-Salemburg	120,979,000	.100	120,979	4,898	452
Piney Grove	83,974,667	.075	62,981	2,561	313
Newton Grove	88,421,538	.065	57,474	1,715	99
Clinton	380,094,054	.0925	351,587	10,514	1,987
Clement	161,311,250	.080	129,049	3,373	944
Autryville	93,921,053	.095	89,225	3,540	488
Garland	82,462,500	.080	65,970	2,140	337
Taylor's Bridge	147,510,000	.070	103,257	5,048	132
Taylor's Bridge Service	22,060,000	.035	7,721	501	36
			<u>1,894,419</u>	<u>65,082</u>	<u>10,128</u>
Grand Total			<u>\$31,786,602</u>	<u>\$ 1,173,933</u>	<u>\$ 174,431</u>

**SAMPSON COUNTY, NORTH CAROLINA  
ANALYSIS OF CURRENT TAX LEVY  
COUNTY-WIDE AND SPECIAL DISTRICTS  
For the Fiscal Year Ended June 30, 2009**

**Exhibit F-4  
Page 2 of 2**

	<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	\$ 25,290,504	\$806,201	\$24,484,303	96.81	%
Registered Motor Vehicles	3,947,499	658,903	3,288,596	83.31	
	<u>29,238,003</u>	<u>1,465,104</u>	<u>27,772,899</u>	<u>94.99</u>	
Clinton School District Supplemental Tax	<u>1,598,728</u>	<u>59,789</u>	<u>1,538,939</u>	<u>96.26</u>	
Fire Districts:					
Plain View	192,735	13,348	179,387	93.07	
Spivey's Corner	101,324	3,442	97,882	96.60	
Halls	107,104	6,396	100,708	94.03	
Franklin	115,865	8,388	107,477	92.76	
Turkey	102,386	4,899	97,487	95.22	
Vanns	53,503	2,260	51,243	95.78	
Godwin-Falcon	21,260	534	20,726	97.49	
Coharie	128,164	9,450	118,714	92.63	
Herring	109,287	5,307	103,980	95.14	
Honeycutt-Salemburg	125,425	8,007	117,418	93.62	
Piney Grove	65,229	3,000	62,229	95.40	
Newton Grove	59,090	4,276	54,814	92.76	
Clinton	360,114	18,131	341,983	94.97	
Clement	131,478	7,341	124,137	94.42	
Autryville	92,277	3,953	88,324	95.72	
Garland	67,773	3,927	63,846	94.21	
Taylor's Bridge	108,173	2,716	105,457	97.49	
Taylor's Bridge Service	8,186	371	7,815	95.47	
	<u>1,949,373</u>	<u>105,746</u>	<u>1,843,627</u>	<u>94.58</u>	
Grand Total	<u>\$ 32,786,104</u>	<u>\$ 1,630,639</u>	<u>\$31,155,465</u>	<u>95.03</u>	%

**SAMPSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF SCHOOL DISTRICT AD VALOREM TAX REVENUES**  
**June 30, 2009**

**Exhibit F-5**

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	<u>Ad Valorem Tax Levy</u>		<u>Total</u>
	<u>Current Year</u>	<u>Prior Years</u>	<u>Revenue</u>
Clinton Supplemental Current Expense	<u>\$ 1,522,662</u>	<u>\$ 35,546</u>	<u>\$ 1,558,208</u>

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF INTERFUND TRANSFERS  
For the Fiscal Year Ended June 30, 2009**

**Exhibit F-6**

	Transfers	
	From	To
Transfers From/To Other Funds		
General Fund		
Revaluation Fund	\$ -	\$ 196,427
County Capital Reserve Fund	1,004	30,000
School Capital Reserve Fund	1,638,187	-
Sampson Area Transportation Fund	-	57,171
Special Revenue-Western District Park	-	167,036
Capital Project-School Construction Fund	773,529	-
Sampson County Water & Sewer District II	-	28,000
Agri-Exposition Center Fund	-	269,443
Special Revenue Funds:		
Revaluation Fund		
General Fund	196,427	-
Western District Park Fund		
General Fund	167,036	-
County Capital Reserve Fund	26,492	
County Capital Reserve Fund		
Western District Park Fund	-	26,492
Sampson Area Transportation Fund		
General Fund	57,171	-
County Capital Reserve Fund		
General Fund	30,000	1,004
Airport Expansion Capital Projects	-	46,180
School Capital Reserve Fund		
General Fund	-	1,638,187
School Construction Capital Project Fund	-	416,519
Capital Project Funds:		
Airport Expansion Capital Projects		
County Capital Reserve Fund	46,180	-
School Construction Capital Project Fund		
General Fund	-	773,529
School Capital Reserve Fund	416,519	-
Enterprise Funds:		
Water & Sewer District Fund		
General Fund	28,000	-
Agri-Exposition Center Fund		
General Fund	269,443	-
Total Operating Transfers From/To Other Funds	<u>\$ 3,649,988</u>	<u>\$ 3,649,988</u>



## **CAPITAL ASSETS**

The Capital Assets Section provides information about capital assets used in the operation of governmental funds



**SAMPSON COUNTY, NORTH CAROLINA**  
**COMPARATIVE SCHEDULE OF GENERAL CAPITAL ASSETS - BY SOURCE**  
**June 30, 2009**

**Exhibit G-1**

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	<u>June 30,</u> <u>2009</u>
General Capital Assets:	
Land and improvements	\$ 4,824,476
Buildings	27,119,604
Equipment	16,916,091
Construction in progress	<u>106,873,148</u>
	<u>\$155,733,319</u>
Investment in General Capital Assets by Source	
General Fund	\$156,512,516
Head Start Program	<u>1,220,803</u>
	<u>\$157,733,319</u>

**SAMPSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION AND ACTIVITY**  
**June 30, 2009**

**Exhibit G-2**  
**Page 1 of 2**

	Construction in Progress	Land and Improvements	Buildings and Improvements	Equipment	Total
<b>General Government:</b>					
Governing Body	\$ -	\$ -	\$ -	\$ 47,107	\$ 47,107
Administration	-	-	-	36,988	36,988
Airport	-	-	-	3,372,791	3,372,791
Board of Elections	-	-	-	38,064	38,064
Criminal Justice Program	-	-	-	9,271	9,271
Finance	-	-	-	671,341	671,341
Data Processing	-	-	-	142,018	142,018
Tax Administration	-	-	-	158,007	158,007
Register of Deeds	-	-	-	76,930	76,930
Revaluation	-	-	-	10,000	10,000
Sampson Area Transportation	-	-	-	831,646	831,646
Public Buildings	-	-	26,862,800	527,831	27,390,631
Construction in progress	106,873,148	-	-	-	106,873,148
Land	-	4,824,476	-	-	4,824,476
<b>Total General Government</b>	<b>106,873,148</b>	<b>4,824,476</b>	<b>26,862,800</b>	<b>5,921,994</b>	<b>144,482,418</b>
<b>Public Safety:</b>					
Jail	-	-	-	775,303	775,303
Sheriff	-	-	-	2,655,700	2,655,700
Communications	-	-	-	1,428,063	1,428,063
Emergency Management	-	-	-	308,731	308,731
Animal Control	-	-	-	144,093	144,093
Inspections	-	-	-	8,100	8,100
Rescue	-	-	-	1,860,879	1,860,879
Courts	-	-	-	34,798	34,798
Domestic violence	-	-	-	20,634	20,634
Highway safety	-	-	-	127,029	127,029
Homeland security	-	-	-	36,477	36,477
E-911	-	-	-	458,394	458,394
<b>Total Public Safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,858,201</b>	<b>7,858,201</b>
<b>Economic and Physical Development:</b>					
Soil Conservation	-	-	-	4,500	4,500
Industrial Development	-	-	-	76,812	76,812
Cooperative Extension	-	-	-	203,490	203,490
<b>Total Economic and Physical Dev</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>284,802</b>	<b>284,802</b>
<b>Human Services:</b>					
Health	-	-	-	214,218	214,218
Social Services	-	-	-	1,052,614	1,052,614
Head Start Program	-	-	256,804	963,999	1,220,803
Aging	-	-	-	65,670	65,670
Juvenile Justice Programs	-	-	-	23,857	23,857
Lagoon	-	-	-	2,523	2,523
<b>Total Human Services</b>	<b>-</b>	<b>-</b>	<b>256,804</b>	<b>2,322,881</b>	<b>2,579,685</b>

**SAMPSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION AND ACTIVITY**  
**June 30, 2009**

**Exhibit G-2**  
**Page 2 of 2**

	<u>Construction in Progress</u>	<u>Land and Improvements</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>	<u>Total</u>
Culture and Recreation:					
Library	-	-	-	236,280	236,280
Recreation	-	-	-	291,933	291,933
Total Culture and Recreation	-	-	-	528,213	528,213
 Total General Capital Assets	 <u>\$ 106,873,148</u>	 <u>\$ 4,824,476</u>	 <u>\$ 27,119,604</u>	 <u>\$ 16,916,091</u>	 <u>\$ 155,733,319</u>

**SAMPSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**For the Year Ended June 30, 2009**

**Exhibit G-3**  
**Page 1 of 2**

	July 1, 2008	Additions and Transfers In	Retirements and Transfers Out	June 30, 2009
<b>General Government:</b>				
Governing Body	\$ 47,107	\$ -	\$ -	\$ 47,107
Administration	27,031	9,957	-	36,988
Airport	3,372,791	-	-	3,372,791
Board of Elections	38,064	-	-	38,064
Criminal Justice Program	9,271	-	-	9,271
Finance	597,539	73,802	-	671,341
Data Processing	133,606	8,412	-	142,018
Tax Administration	158,007	-	-	158,007
Register of Deeds	76,930	-	-	76,930
Revaluation	10,000	-	-	10,000
Sampson Area Transportation	654,858	176,788	-	831,646
Public Buildings	27,593,146	54,289	-	27,647,435
Construction in progress	94,344,762	13,472,350	943,964	106,873,148
Land	3,050,749	1,773,727	-	4,824,476
<b>Total General Government</b>	<b>130,113,861</b>	<b>15,569,325</b>	<b>943,964</b>	<b>144,739,222</b>
<b>Public Safety:</b>				
Jail	704,265	71,038	-	775,303
Sheriff	2,051,712	603,987	-	2,655,699
Communications	669,361	762,005	-	1,431,366
Emergency Management	308,731	-	-	308,731
Animal Control	136,378	7,715	-	144,093
Inspections	8,100	-	-	8,100
Rescue	1,821,013	39,867	-	1,860,880
Courts	34,798	-	-	34,798
Domestic violence	20,634	-	-	20,634
Highway safety	127,029	-	-	127,029
Homeland security	36,477	-	-	36,477
E-911	458,394	-	-	458,394
<b>Total Public Safety</b>	<b>6,376,892</b>	<b>1,484,612</b>	<b>-</b>	<b>7,861,504</b>
<b>Economic and Physical Development:</b>				
Soil Conservation	4,500	-	-	4,500
Cooperative extension	203,490	-	-	203,490
Industrial Development	76,812	-	-	76,812
<b>Total Economic and Physical Dev.</b>	<b>284,802</b>	<b>-</b>	<b>-</b>	<b>284,802</b>
<b>Human Services:</b>				
Health	198,781	12,134	-	210,915
Social Services	873,543	179,071	-	1,052,614
Head Start Program	816,963	147,036	-	963,999
Aging	65,670	-	-	65,670
Juvenile Justice Programs	23,857	-	-	23,857
Lagoon	2,523	-	-	2,523
<b>Total Human Services</b>	<b>1,981,337</b>	<b>338,241</b>	<b>-</b>	<b>2,319,578</b>

**SAMPSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**For the Year Ended June 30, 2009**

**Exhibit G-3**  
**Page 2 of 2**

	<u>July 1, 2008</u>	<u>Additions and Transfers In</u>	<u>Retirements and Transfers Out</u>	<u>June 30, 2009</u>
Culture and Recreation:				
Library	236,280	-	-	236,280
Recreation	291,933	-	-	291,933
Total Culture and Recreation	<u>528,213</u>	<u>-</u>	<u>-</u>	<u>528,213</u>
Education	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total General Capital Assets	<u>\$ 139,285,105</u>	<u>\$17,392,178</u>	<u>\$ 943,964</u>	<u>\$ 155,733,319</u>





# STATISTICAL SECTION

This part of the Lee County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends - These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time. The following schedules fall in this category:

- Net Assets by Component
- Changes in Net Assets
- Fund Balances, Governmental Funds
- Changes in Fund Balance, Governmental Funds

Revenue Capacity - These schedules present information to help the reader assess the factors affecting the County's ability to generate its property taxes. The following schedules fall in this category:

- Assessed Value and Actual Value of Taxable Property
- Direct and Overlapping Property Tax Rates
- Principal Property Taxpayers
- Property Tax Levies and Collections

Debt Capacity - These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future. The following schedules fall in this category:

- Ratio of Outstanding Debt by Type
- Ratio of Net General Obligation Bonded Debt Outstanding
- Legal Debt Margin Information
- Direct and Overlapping Governmental Activities Debt

Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments. The following schedules fall in this category:

- Demographic and Economic Statistics
- Principal Employers

Operating Information - This schedule contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs. The following schedule falls in this category;

- Full-time Equivalent County Government Employees by Function



**Sampson County, North Carolina**  
**Net Assets by Component,**  
**Last Seven Fiscal Years**  
(accrual basis of accounting)

	<b>Fiscal Year</b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
Governmental activities				
Invested in capital assets, net of related debt	\$ 4,770,070	\$ 6,214,265	\$ 6,916,838	\$ 14,417,625
Restricted	3,960,218	3,052,879	4,149,800	3,940,765
Unrestricted (deficit)	<u>(2,988,039)</u>	<u>(740,005)</u>	<u>1,538,456</u>	<u>2,574,694</u>
Total governmental activities net assets	<u>\$ 5,742,249</u>	<u>\$ 8,527,139</u>	<u>\$ 12,605,094</u>	<u>\$ 20,933,084</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 11,697,995	\$ 10,666,789	\$ 11,911,028	\$ 14,519,488
Unrestricted (deficit)	<u>(1,914,995)</u>	<u>(456,576)</u>	<u>(502,369)</u>	<u>494,298</u>
Total business-type activities	<u>\$ 9,783,000</u>	<u>\$ 10,210,213</u>	<u>\$ 11,408,659</u>	<u>\$ 15,013,786</u>
Primary government				
Invested in capital assets, net of related debt	\$ 16,468,065	\$ 16,881,054	\$ 18,827,866	\$ 28,937,113
Restricted	3,960,218	3,052,879	4,149,800	3,940,765
Unrestricted (deficit)	<u>(4,903,034)</u>	<u>(1,196,581)</u>	<u>1,036,087</u>	<u>3,068,992</u>
Total primary government net assets	<u>\$ 15,525,249</u>	<u>\$ 18,737,352</u>	<u>\$ 24,013,753</u>	<u>\$ 35,946,870</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB Statement 34 was implemented.

**Sampson County, North Carolina**  
**Net Assets by Component,**  
**Last Seven Fiscal Years**  
(accrual basis of accounting)

	<u>Fiscal Year 2007</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2009</u>
Governmental activities			
Invested in capital assets, net of related debt	\$ 14,513,534	\$ 17,571,903	\$ 25,821,270
Restricted	4,141,111	5,111,587	2,960,742
Unrestricted (deficit)	<u>10,656,352</u>	<u>11,475,465</u>	<u>7,772,831</u>
Total governmental activities net assets	<u>\$ 29,310,997</u>	<u>\$ 34,158,955</u>	<u>\$ 36,554,843</u>
Business-type activities			
Invested in capital assets, net of related debt	\$ 14,890,296	\$ 15,157,326	\$ 14,849,894
Unrestricted (deficit)	<u>909,182</u>	<u>1,514,217</u>	<u>1,812,566</u>
Total business-type activities	<u>\$ 15,799,478</u>	<u>\$ 16,671,543</u>	<u>\$ 16,662,460</u>
Primary government			
Invested in capital assets, net of related debt	\$ 29,403,830	\$ 32,729,229	\$ 40,671,164
Restricted	4,141,111	5,111,587	2,960,742
Unrestricted	<u>11,565,534</u>	<u>12,989,682</u>	<u>9,585,397</u>
Total primary government net assets	<u>\$ 45,110,475</u>	<u>\$ 50,830,498</u>	<u>\$ 53,217,303</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB Statement 34 was implemented.

**Sampson County, North Carolina**  
**Changes in Net Assets,**  
**Last Seven Fiscal Years**  
(accrual basis of accounting)

**Schedule 2**  
**Page 1 of 4**

	<b>Fiscal Year</b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
<b>Expenses</b>				
Governmental activities:				
General government	\$ 5,387,213	\$ 8,959,163	\$ 9,859,556	\$ 5,532,245
Public safety	7,798,069	9,361,637	10,173,869	11,682,537
Environmental protection	635,604	665,172	780,437	798,096
Economic and physical development	955,468	748,512	1,017,777	1,130,234
Human Services	20,758,675	20,127,954	21,404,854	22,224,354
Education	9,760,219	7,980,205	9,614,322	9,185,288
Cultural and recreation	1,394,705	1,740,072	2,120,471	1,903,306
Interest on long term debt	<u>1,302,372</u>	<u>1,284,727</u>	<u>1,260,455</u>	<u>1,135,689</u>
Total governmental activities	<u>47,992,325</u>	<u>50,867,442</u>	<u>56,231,741</u>	<u>53,591,749</u>
Business-type activities:				
Water District II	755,462	823,399	1,372,357	1,628,961
Water District I	360,565	376,604	391,396	429,368
Agri-Exposition Center	<u>551,017</u>	<u>697,549</u>	<u>768,340</u>	<u>804,283</u>
Total business-type activities	<u>1,667,044</u>	<u>1,897,552</u>	<u>2,532,093</u>	<u>2,862,612</u>
Total primary government expenses	<u>49,659,369</u>	<u>52,764,994</u>	<u>58,763,834</u>	<u>56,454,361</u>
<b>Program Revenues</b>				
Governmental activities				
Charges for services:				
General government	763,114	4,038,094	4,702,325	1,146,298
Public safety	1,717,472	1,432,458	1,452,624	1,253,486
Environmental protection	9,901	-	81,606	104,610
Economic and physical development	12,802	-	-	-
Human Services	1,340,346	1,401,736	2,447,791	2,175,915
Education	-	-	-	-
Cultural and recreation	95,913	-	109,289	-
Operating grants and contributions:				
General government	594,957	63,087	229,048	140,000
Public safety	165,973	232,833	317,997	2,476,272
Environmental protection	69,113	74,403	4,478	4,000
Economic and physical development	363,459	55,991	-	-
Human Services	13,618,449	13,397,070	14,318,365	14,129,976
Education	-	-	-	-
Cultural and recreation	178,123	-	-	-
Capital grants and contributions:				
Public Safety	-	-	412,954	-
Human Services	-	-	-	-
Cultural and recreation	-	-	-	-
Economic and physical development	-	-	-	-
Education	<u>320,000</u>	<u>-</u>	<u>57,272</u>	<u>-</u>
Total governmental activities program revenues	<u>19,249,622</u>	<u>20,695,672</u>	<u>24,133,749</u>	<u>21,430,557</u>

**Sampson County, North Carolina**  
**Changes in Net Assets,**  
**Last Seven Fiscal Years**  
(accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
<b>Business-type activities:</b>				
Charge for services - Water District II	751,155	862,837	994,468	1,678,400
Charge for services - Water District I	343,504	406,040	405,973	470,218
Capital contributions - Water District II	2,907,294	476,535	1,718,377	3,641,158
Charge for services - Agri-Exposition Center	312,784	340,466	308,155	332,625
Total business-type activities program revenues	<u>4,314,737</u>	<u>2,085,878</u>	<u>3,426,973</u>	<u>6,122,401</u>
Total primary government program revenues	<u>23,564,359</u>	<u>22,781,550</u>	<u>27,560,722</u>	<u>27,552,958</u>
<b>Net (Expense)/Revenue</b>				
Governmental activities	(28,742,703)	(30,171,770)	(32,097,992)	(32,161,192)
Business-type activities	<u>2,647,693</u>	<u>188,326</u>	<u>894,880</u>	<u>3,259,789</u>
Total primary government net (expense)/revenue	<u>\$ (26,095,010)</u>	<u>\$ (29,983,444)</u>	<u>\$ (31,203,112)</u>	<u>\$ (28,901,403)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
<b>Governmental activities:</b>				
Property taxes	\$ 20,260,655	\$ 22,749,936	\$ 22,691,481	\$ 26,906,803
Local option sales tax	8,548,876	9,516,572	11,346,015	11,374,626
Investment earnings	263,471	219,830	368,657	823,001
Miscellaneous	2,049,931	1,921,073	2,013,101	1,659,953
Transfers	<u>(204,330)</u>	<u>(227,462)</u>	<u>(243,307)</u>	<u>(275,201)</u>
Total governmental activities:	<u>30,918,603</u>	<u>34,179,949</u>	<u>36,175,947</u>	<u>40,489,182</u>
<b>Business-type activities:</b>				
Investment earnings	9,519	11,425	60,259	70,137
Transfers	<u>204,330</u>	<u>227,462</u>	<u>243,307</u>	<u>275,201</u>
Total business-type activities	<u>213,849</u>	<u>238,887</u>	<u>303,566</u>	<u>345,338</u>
Total primary government	<u>31,132,452</u>	<u>34,418,836</u>	<u>36,479,513</u>	<u>40,834,520</u>
<b>Change in Net Assets</b>				
Governmental activities	2,175,900	4,008,179	4,077,955	8,327,990
Business-type activities	<u>2,861,542</u>	<u>427,213</u>	<u>1,198,446</u>	<u>3,605,127</u>
Total primary government	<u>\$ 5,037,442</u>	<u>\$ 4,435,392</u>	<u>\$ 5,276,401</u>	<u>\$ 11,933,117</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB Statement 34 was implemented.

**Sampson County, North Carolina**  
**Changes in Net Assets,**  
**Last Seven Fiscal Years**  
(accrual basis of accounting)

**Schedule 2**  
**Page 3 of 4**

	<u>Fiscal Year 2007</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2009</u>
<b>Expenses</b>			
Governmental activities:			
General government	\$ 6,003,310	\$ 7,638,303	\$ 6,957,287
Public safety	13,152,048	15,025,358	16,484,063
Environmental protection	828,321	944,896	1,089,602
Economic and physical development	1,150,753	1,034,515	1,231,087
Human Services	23,489,981	22,651,851	23,988,290
Education	9,481,524	10,749,244	12,065,667
Cultural and recreation	1,867,072	1,965,100	2,529,858
Interest on long term debt	3,000,193	4,468,200	6,517,288
Total governmental activities	<u>58,973,202</u>	<u>64,477,467</u>	<u>70,863,142</u>
Business-type activities:			
Water District II	1,999,603	2,039,960	2,098,574
Water District I	488,124	480,484	484,475
Agri-Exposition Center	717,194	717,827	685,370
Total business-type activities	<u>3,204,921</u>	<u>3,238,271</u>	<u>3,268,419</u>
Total primary government expenses	<u>62,178,123</u>	<u>67,715,738</u>	<u>74,131,561</u>
<b>Program Revenues</b>			
Governmental activities			
Charges for services:			
General government	456,896	98,421	2,061,019
Public safety	1,196,878	4,135,205	4,928,343
Environmental protection	-	1,683,258	5,118
Economic and physical development	-	101,691	63,545.00
Human Services	3,466,777	1,759,015	1,812,472
Education	-	-	-
Cultural and recreation	-	135,322	154,486.00
Operating grants and contributions:			
General government	-	447,898	10,137
Public safety	1,056,042	384,234	912,173
Environmental protection	-	178,224	216,260
Economic and physical development	-	80,000	57,465
Human Services	13,799,629	13,780,833	14,219,486
Education	1,719,397	-	-
Cultural and recreation	-	235,396	156,267.00
Capital grants and contributions:			
Public Safety	-	-	-
Human Services	-	-	574,801
Cultural and recreation	-	-	54,119
Economic and physical development	-	208,660	37,073
Education	-	-	4,239,793
Total governmental activities program revenues	<u>21,695,619</u>	<u>23,228,157</u>	<u>29,502,557</u>

**Sampson County, North Carolina**  
**Changes in Net Assets,**  
**Last Seven Fiscal Years**  
(accrual basis of accounting)

**Schedule 2**  
**Page 4 of 4**

	<u>Fiscal Year 2007</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2009</u>
Business-type activities:			
Charge for services - Water District II	2,014,073	1,919,822	1,923,340
Charge for services - Water District I	507,112	546,478	554,955
Capital contributions - Water District II	852,898	894,229	165,283
Charge for services - Agri-Exposition Center	<u>335,720</u>	<u>368,010</u>	<u>290,694</u>
Total business-type activities program revenues	<u>3,709,803</u>	<u>3,728,539</u>	<u>2,934,272</u>
Total primary government program revenues	<u>3,709,803</u>	<u>3,963,935</u>	<u>3,090,539</u>
<b>Net (Expense)/Revenue</b>			
Governmental activities	(37,277,583)	(41,249,310)	(41,360,585)
Business-type activities	<u>504,882</u>	<u>490,268</u>	<u>(334,147)</u>
Total primary government net (expense)/revenue	<u>\$ (36,772,701)</u>	<u>\$ (40,759,042)</u>	<u>\$ (41,694,732)</u>
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental activities:			
Property taxes	\$ 28,768,866	\$ 29,576,667	\$ 31,246,374
Local option sales tax	12,175,963	12,721,138	10,731,680
Investment earnings	2,950,496	2,245,314	586,607
Miscellaneous	1,984,162	1,875,693	1,489,255
Transfers	<u>(223,991)</u>	<u>(321,544)</u>	<u>(297,443)</u>
Total governmental activities:	<u>45,655,496</u>	<u>46,097,268</u>	<u>43,756,473</u>
Business-type activities:			
Investment earnings	56,819	60,253	27,621
Transfers	<u>223,991</u>	<u>321,544</u>	<u>297,443</u>
Total business-type activities	<u>280,810</u>	<u>381,797</u>	<u>325,064</u>
Total primary government	<u>45,936,306</u>	<u>46,479,065</u>	<u>44,081,537</u>
<b>Change in Net Assets</b>			
Governmental activities	8,377,913	4,847,958	2,395,888
Business-type activities	<u>785,692</u>	<u>872,065</u>	<u>(9,083)</u>
Total primary government	<u>\$ 9,163,605</u>	<u>\$ 5,720,023</u>	<u>\$ 2,386,805</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB Statement 34 was implemented.



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

	<b>Fiscal Year</b>				
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Fund					
Reserved for:					
Inventories	\$ 20,875	\$ 20,845	\$ 14,070	\$ 14,070	\$ 14,053
Encumbrances	475,142	223,162	292,556	340,643	20,915
Prepaid expenses	-	-	-	-	-
Debt service	-	-	-	-	-
State statute	4,206,989	3,697,156	3,831,807	6,124,962	5,643,786
Law enforcement	2,591	-	37,872	37,643	37,643
Total reserved	<u>4,705,597</u>	<u>3,941,163</u>	<u>4,176,305</u>	<u>6,517,318</u>	<u>5,716,397</u>
Unreserved:					
Designated for subsequent year's expenditures	3,193,408	3,117,982	1,974,192	1,897,354	4,234,195
Undesignated	3,034,438	3,611,469	4,125,563	3,658,217	4,305,714
Total unreserved	<u>6,227,846</u>	<u>6,729,451</u>	<u>6,099,755</u>	<u>5,555,571</u>	<u>8,539,909</u>
Total General Fund	<u>\$10,933,443</u>	<u>\$10,670,614</u>	<u>\$10,276,060</u>	<u>\$12,072,889</u>	<u>\$14,256,306</u>
All Other Governmental Funds					
Reserved for:					
Encumbrances	\$ 27,102	\$ 1,310	\$ -	\$ 100,684	\$ -
Debt service	19,648	23,577	23,737	23,737	23,737
State statute	654,138	652,419	1,366,227	305,518	581,349
Total reserved	<u>700,888</u>	<u>677,306</u>	<u>1,389,964</u>	<u>429,939</u>	<u>605,086</u>
Unreserved:					
Designated for subsequent year's expenditures reported in:					
Special revenue funds	469,629	751,153	1,068,445	276,693	45,000
Unreserved, reported in:					
Special revenue funds	3,729,563	4,492,651	3,851,218	2,202,358	2,055,364
Capital project funds	12,021,231	4,759,685	3,226,888	1,522,968	526,411
Total unreserved	<u>16,220,423</u>	<u>10,003,489</u>	<u>8,146,551</u>	<u>4,002,019</u>	<u>2,626,775</u>
Total all other governmental funds	<u>\$16,921,311</u>	<u>\$10,680,795</u>	<u>\$ 9,536,515</u>	<u>\$ 4,431,958</u>	<u>\$ 3,231,861</u>

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

	Fiscal Year				
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2009</u>
General Fund					
Reserved for:					
Inventories	\$ 14,545	\$ 7,448	\$ 9,091	\$ 9,353	\$ 9,353
Encumbrances	43,459	11,436	57,359	1,517,511	417,483
Prepaid expenses	379,877	323,667	-	-	-
Debt service	-	-	253,079	676,229	1,058,656
State statute	6,488,434	9,140,428	5,690,799	5,589,713	9,573,754
Law enforcement	59,344	78,612	73,438	255,584	259,642
Total reserved	<u>6,985,659</u>	<u>9,561,591</u>	<u>6,083,766</u>	<u>8,048,390</u>	<u>11,318,888</u>
Unreserved:					
Designated for subsequent year's expenditures	4,131,583	3,235,759	3,297,751	5,077,569	4,748,820
Undesignated	<u>3,405,656</u>	<u>3,583,546</u>	<u>10,966,748</u>	<u>9,605,842</u>	<u>7,329,194</u>
Total unreserved	<u>7,537,239</u>	<u>6,819,305</u>	<u>14,264,499</u>	<u>14,683,411</u>	<u>12,078,014</u>
Total General Fund	<u>\$14,522,898</u>	<u>\$16,380,896</u>	<u>\$ 20,348,265</u>	<u>\$ 22,731,801</u>	<u>\$23,396,902</u>
All Other Governmental Funds					
Reserved for:					
Encumbrances	\$ 269,741	\$ 9,050	\$ 70,361	\$ -	\$ -
Debt service	23,737	23,737	-	-	-
State statute	1,208,674	2,978,246	3,989,223	2,402,659	2,162,067
Total reserved	<u>1,502,152</u>	<u>3,011,033</u>	<u>4,059,584</u>	<u>2,402,659</u>	<u>2,162,067</u>
Unreserved:					
Designated for subsequent year's expenditures reported in:					
Special revenue funds	-	405,843	1,581,216	685,463	1,611,951
Unreserved, reported in:					
Special revenue funds	5,317,987	5,997,379	5,890,434	6,868,949	6,425,395
Capital project funds	<u>795,745</u>	<u>(5,053,008)</u>	<u>28,920,825</u>	<u>(956,532)</u>	<u>(7,749,749)</u>
Total unreserved	<u>6,113,732</u>	<u>1,350,214</u>	<u>36,392,475</u>	<u>6,597,880</u>	<u>287,597</u>
Total all other governmental funds	<u>\$ 7,615,884</u>	<u>\$ 4,361,247</u>	<u>\$ 40,452,059</u>	<u>\$ 9,000,539</u>	<u>\$ 2,449,664</u>

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

**Schedule 4**  
**Page 1 of 2**

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<b>Revenues</b>					
Taxes:					
Property	\$ 16,880,751	\$ 17,523,253	\$ 18,862,125	\$ 19,782,970	\$ 22,733,336
Sales	6,941,485	7,122,411	7,615,679	6,711,730	7,428,376
Total taxes	23,822,236	24,645,664	26,477,804	26,494,700	30,161,712
Intergovernmental	18,088,015	14,511,564	14,110,239	14,990,074	13,657,708
Charges for Services	3,780,128	2,874,048	3,844,467	3,803,400	3,396,608
Interest	1,866,943	1,478,230	522,174	197,544	166,890
Miscellaneous	1,843,742	1,357,439	1,610,793	2,186,109	1,921,073
<b>Total Revenues</b>	<u>49,401,064</u>	<u>44,866,945</u>	<u>46,565,477</u>	<u>47,671,827</u>	<u>49,303,991</u>
<b>Expenditures</b>					
General Government	3,248,691	3,425,971	5,334,470	5,029,845	5,829,264
Public Safety	6,906,610	6,889,181	7,320,570	8,057,865	9,396,069
Environmental Protection	2,365,663	453,762	625,527	929,378	631,628
Economic Development	1,990,154	2,099,479	695,648	960,567	773,802
Human Services	13,209,356	14,692,248	19,240,431	20,854,407	20,104,369
Culture and Recreation	998,298	1,052,440	1,103,578	1,392,943	1,714,476
Education	7,810,493	7,855,733	8,171,368	7,659,785	7,980,205
Capital Outlay	17,094,063	11,950,826	2,102,961	2,699,514	2,516,259
Debt Service:					
Principal	1,828,775	2,147,727	2,226,102	2,309,074	2,570,026
Interest	1,927,103	1,409,804	1,372,527	1,302,372	1,263,322
Administration	14,430	17,741	18,876	19,170	21,405
<b>Total Expenditures</b>	<u>57,393,636</u>	<u>51,994,912</u>	<u>48,212,058</u>	<u>51,214,920</u>	<u>52,800,825</u>
Excess of revenues over (under) expenditures	<u>(7,992,572)</u>	<u>(7,127,967)</u>	<u>(1,646,581)</u>	<u>(3,543,093)</u>	<u>(3,496,834)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	1,591,464	1,939,201	2,227,033	2,673,403	2,572,815
Transfers out	(1,617,355)	(2,192,975)	(2,452,085)	(482,124)	(591,132)
Bond premium	-	-	-	-	-
Proceeds from installment purchase agreements	509,919	806,225	386,277	1,683,896	2,498,471
<b>Total other financing sources (uses)</b>	<u>484,028</u>	<u>552,451</u>	<u>161,225</u>	<u>3,875,175</u>	<u>4,480,154</u>
<b>Net change in fund balances</b>	<u>\$ (7,508,544)</u>	<u>\$ (6,575,516)</u>	<u>\$ (1,485,356)</u>	<u>\$ 332,082</u>	<u>\$ 983,320</u>

Debt service as a percentage of noncapital expenditures	9.32%	8.88%	7.80%	7.44%	7.62%
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Note: Amounts shown above for years prior to fiscal 2003 have been restated to show transfers in/out with component units as revenue and expenditures.

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

**Schedule 4**  
**Page 2 of 2**

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<b>Revenues</b>					
Taxes:					
Property	\$ 22,828,603	\$ 26,613,832	\$ 28,458,069	\$ 29,247,776	\$ 30,905,671
Sales	<u>11,557,039</u>	<u>11,374,626</u>	<u>12,175,963</u>	<u>12,721,138</u>	<u>10,758,354</u>
Total taxes	34,385,642	37,988,458	40,634,032	41,968,914	41,664,025
Intergovernmental	14,683,755	16,750,248	16,575,068	15,416,936	20,200,766
Charges for Services	4,530,772	4,680,309	5,076,600	6,467,477	7,494,027
Interest	368,657	823,001	2,822,341	2,245,314	523,311
Miscellaneous	<u>2,048,882</u>	<u>1,659,952</u>	<u>1,984,162</u>	<u>3,219,436</u>	<u>3,270,377</u>
Total Revenues	<u>56,017,708</u>	<u>61,901,968</u>	<u>67,092,203</u>	<u>69,318,077</u>	<u>73,152,506</u>
<b>Expenditures</b>					
General Government	6,285,374	5,805,608	5,645,849	5,816,668	5,920,848
Public Safety	11,077,628	12,329,932	13,198,403	14,583,084	16,759,419
Environmental Protection	749,749	806,139	822,197	952,865	1,030,963
Economic Development	1,045,549	1,133,549	1,141,525	1,149,066	2,957,615
Human Services	21,261,281	22,380,966	23,555,964	23,874,864	23,489,371
Culture and Recreation	2,127,740	1,932,452	1,862,851	2,014,854	2,441,823
Education	8,938,317	9,185,288	9,481,524	9,459,885	11,121,702
Capital Outlay	1,155,401	14,686,905	45,132,089	53,003,588	13,472,349
Debt Service:					
Principal	2,322,639	2,254,439	2,078,613	2,431,548	2,322,476
Interest	1,240,738	1,029,830	2,784,132	4,441,481	5,285,802
Administration	<u>19,717</u>	<u>68,658</u>	<u>91,010</u>	<u>100,319</u>	<u>99,990</u>
Total Expenditures	<u>56,224,133</u>	<u>71,613,766</u>	<u>105,794,157</u>	<u>117,828,222</u>	<u>84,902,358</u>
Excess of revenues over (under) expenditures	<u>(206,425)</u>	<u>(9,711,798)</u>	<u>(38,701,954)</u>	<u>(48,510,145)</u>	<u>(11,749,852)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers in	2,712,713	2,759,568	2,936,614	4,392,700	3,352,545
Transfers out	(2,956,020)	(2,937,337)	(3,160,606)	(4,714,244)	(3,649,988)
Bond premium	-	-	2,536,536	-	-
Proceeds from installment purchase agreements	<u>1,354,243</u>	<u>8,873,174</u>	<u>76,447,591</u>	<u>19,763,704</u>	<u>7,500,683</u>
Total other financing sources (uses)	<u>1,110,936</u>	<u>8,695,405</u>	<u>78,760,135</u>	<u>19,442,160</u>	<u>7,203,240</u>
Net change in fund balances	<u>\$ 904,511</u>	<u>\$ (1,016,393)</u>	<u>\$ 40,058,181</u>	<u>\$ (29,067,985)</u>	<u>\$ (4,546,612)</u>

Debt service as a percentage of noncapital expenditures	6.47%	5.77%	8.02%	10.60%	10.65%
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Note: Amounts shown above for years prior to fiscal 2003 have been restated to show transfers in/out with component units as revenue and expenditures.

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

<b>Fiscal Year</b>	<b>Real Property</b>				<b>Personal Property</b>	<b>Public Service Companies (2)</b>
	<b>Residential Property</b>	<b>Commercial Property</b>	<b>Industrial Property</b>	<b>Present-use Value (1)</b>		
2000	\$ 1,231,199,210	\$ 101,639,800	\$ 10,199,536	\$ 327,478,738	\$ 578,923,823	\$ 66,176,056
2001	1,267,136,955	104,780,138	10,199,536	326,036,280	671,329,505	66,774,523
2002	1,293,957,063	108,785,897	10,401,496	327,500,055	614,411,385	70,588,240
2003	1,342,698,237	109,066,198	10,401,496	325,065,008	677,006,789	63,808,060
2004 (5)	1,779,628,283	129,335,287	11,030,718	410,046,632	674,945,960	81,103,237
2005	1,799,934,156	135,881,167	11,030,718	414,672,733	688,752,515	85,761,896
2006	1,814,697,116	144,666,267	11,030,718	442,290,348	727,566,741	89,984,525
2007	1,976,004,862	144,861,741	11,225,121	425,425,158	669,633,758	107,465,858
2008	2,017,453,958	145,690,958	10,715,630	447,629,530	692,930,080	104,088,733
2009	2,060,956,229	144,215,630	10,417,365	451,285,326	695,213,090	105,309,320

Source: Annual County Report of Valuation and Property Tax Levies

Notes:

- (1) Present use value property is agricultural, horticultural and forestland for which the owner has applied for the property to be taxed at its present use. The difference in taxes on the present use basis and the taxes that would have been payable are a lien on the property and are deferred. The taxes become due if the property ceases to qualify for present use value. The preceding three fiscal years taxes are then required to be paid.
- (2) Public service companies valuations are provided to the County by the North Carolina Department of Revenue. These amounts include both real and personal property.
- (3) Per \$100 of value.
- (4) The estimated market value is calculated by dividing the assessed value by an assessment-to-sales ratio determined by the State Department of Revenue. The ratio is based on actual property sales which took place during the fiscal year.
- (5) Property in Sampson County is reassessed every eight years. The last reassessment was on January 1, 2003 and was the basis for fiscal 2004 taxes.

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

<b>Fiscal Year</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate (3)</b>	<b>Estimated Actual Taxable Value (4)</b>
2000	\$ 2,315,617,163	0.670	\$ 2,717,701,968
2001	2,446,256,937	0.695	2,896,497,898
2002	2,425,644,136	0.725	2,936,221,186
2003	2,528,045,788	0.750	3,223,080,042
2004 (5)	3,086,090,117	0.675	3,086,090,117
2005	3,136,033,185	0.675	3,211,582,289
2006	3,230,235,715	0.770	3,434,913,437
2007	3,334,616,498	0.810	3,747,847,533
2008	3,418,508,889	0.810	3,865,960,602
2008	3,467,396,960	0.845	3,922,595,168

Source: Annual County Report of Valuation and Property Tax Levies

Notes:

- (1) Present use value property is agricultural, horticultural and forestland for which the owner has applied for the property to be taxed at its present use. The difference in taxes on the present use basis and and the taxes that would have been payable are a lien on the property and are deferred. The taxes become due if the property ceases to qualify for present use value. The preceding three fiscal years taxes are then required to be paid.
- (2) Public service companies valuations are provided to the County by the North Carolina Department of Revenue. These amounts include both real and personal property.
- (3) Per \$100 of value.
- (4) The estimated market value is calculated by dividing the assessed value by an assessment-to-sales ratio determined by the State Department of Revenue. The ratio is based on actual property sales which took place during the fiscal year.
- (5) Property in Sampson County is reassessed every eight years. The last reassessment was on January 1, 2003 and was the basis for fiscal 2004 taxes.

**Sampson County, North Carolina**  
**Direct and Overlapping Property Tax Rates (Rate per \$100 of Valuation)**  
**Last Ten Fiscal Years**

**Schedule 6**

	<b>Fiscal Year Taxes are Payable</b>									
	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004 (1)</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
<b>Sampson County</b>	.670	.695	.725	.750	.675	.068	.077	.810	.810	.845
<b>Assessed by County for:</b>										
School Districts:										
Clinton City	.120	.130	.130	.130	.130	.130	.130	.130	.130	.160
School Debt Service Clinton	.010	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fire Districts:										
Piney Grove	.070	.070	.070	.070	.060	.070	.070	.070	.070	.075
Plain View	.090	.090	.090	.090	.090	.090	.090	.090	.090	.090
Halls	.065	.065	.065	.065	.065	.065	.065	.070	.070	.070
Spivey's Corner	.080	.090	.090	.090	.090	.090	.090	.090	.090	.090
Franklin	.070	.070	.070	.070	.060	.060	.070	.070	.070	.080
Turkey	.050	.050	.050	.050	.040	.040	.050	.050	.050	.060
Vanns	.090	.090	.090	.090	.090	.090	.090	.090	.090	.090
Godwin-Falcon	.100	.100	.100	.100	.100	.100	.100	.100	.100	.100
Herring	.080	.080	.080	.080	.075	.075	.075	.085	.085	.085
Coharie	.065	.065	.065	.065	.055	.055	.065	.065	.065	.085
Honeycutt-Salemburg	.060	.080	.080	.080	.075	.075	.080	.100	.100	.100
Newton Grove	.050	.050	.050	.050	.045	.045	.045	.045	.045	.065
Clinton	.080	.080	.090	.090	.080	.080	.090	.090	.090	.0925
Clement	.080	.080	.080	.080	.080	.080	.080	.080	.080	.080
Autryville	.080	.080	.080	.080	.080	.080	.095	.095	.095	.095
Garland	.070	.070	.070	.070	.050	.050	.050	.070	.070	.080
Taylor's Bridge	.060	.060	.070	.070	.070	.070	.070	.070	.070	.070
Taylor's Bridge Service District	.030	.030	.030	.030	.030	.030	.035	.035	.035	.035
<b>Overlapping Rates (2)</b>										
<b>Town of:</b>										
Autryville	.450	.450	.450	.450	.450	.450	.500	.500	.500	.500
Clinton	.430	.430	.430	.430	.410	.410	.410	.410	.410	.410
Garland	.670	.670	.670	.670	.600	.600	.650	.690	.720	.720
Harrells	.130	.130	.130	.130	.130	.130	.130	.130	.130	.130
Newton Grove	.360	.360	.360	.360	.360	.360	.360	.360	.360	.360
Roseboro	.700	.700	.700	.700	.650	.650	.670	.710	.710	.710
Salemburg	.370	.370	.370	.370	.320	.320	.320	.320	.320	.320
Turkey	.250	.250	.250	.250	.250	.250	.250	.250	.250	.250

Note: (1) Real property was revalued on January 1, 2003

(2) Overlapping rates are those of local and county governments that apply to property owners within Sampson County. Not all overlapping rates apply to all Sampson County property owners (e.g. the rates for special districts apply only to the proportion of the property owners whose property is located within the geographic boundaries of the special district.)

**Sampson County, North Carolina  
Principal Property Tax Payers,  
Current Year and Nine Years Ago**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2009</u>		
		<u>Assessed Valuation</u>	<u>Rank</u>	<u>Percentage of Total Assessed Valuation</u>
Smithfield Foods/The Lundy Packing Co.	Meat Packers	\$ 59,924,661	1	1.73 %
Prestage Farms, Inc	Swine/Poultry Grower	58,829,374	2	1.70
Carroll's Foods Inc.	Swine/Poultry Grower Real Estate	41,733,346	3	1.20
Progress Energy Carolina	Utiities	41,210,091	4	1.19
South River Electric Membership Co.	Utiities	26,042,625	5	0.75
Murphy Farms, Inc.	Swine/Poultry Grower	24,901,907	6	0.72
Coharie Farms Company	Swine Grower/Feed Mills	18,627,740	7	0.54
Schindler Elevator Corp.	Escalator Manufacturer	15,932,818	8	0.46
Carolina Telephone & Telegraph Co.	Utiities	15,287,176	9	0.44
Allen Canning Co.	Food Processing & Distribution	13,663,456	10	0.39
Alamac Knits/Schlafhorst	Textile Manufacturer			
Nash Johnson & Sons Farm	Agriculture			
Totals		<u>\$ 316,153,194</u>		<u>9.12</u>

%

Source: Sampson County Tax Department



**Sampson County, North Carolina  
Principal Property Tax Payers,  
Current Year and Nine Years Ago**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2000</u>		
		<u>Assessed Valuation</u>	<u>Rank</u>	<u>Percentage of Total Assessed Valuation</u>
Smithfield Foods/The Lundy Packing Co.	Meat Packers	\$ 25,730,623	3	1.11 %
Prestage Farms, Inc	Swine/Poultry Grower	46,877,105	1	2.02
Carroll's Foods Inc.	Swine/Poultry Grower Real Estate	16,772,057	7	0.72
Progress Energy Carolina	Utiities	17,816,879	5	0.77
South River Electric Membership Co.	Utiities	17,223,859	6	0.74
Murphy Farms, Inc.	Swine/Poultry Grower	21,930,830	4	0.95
Schindler Elevator Corp.	Escalator Manufacturer	16,382,292	8	0.71
Carolina Telephone & Telegraph Co.	Utiities	11,579,327	9	0.50
Alamac Knits/Schlafhorst	Textile Manufacturer	26,031,708	2	1.12
Nash Johnson & Sons Farm	Agriculture	9,599,701	10	0.41
Totals		<u>\$ 209,944,381</u>		<u>9.07</u>

%

Source: Sampson County Tax Department

**Sampson County, North Carolina  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(amounts expressed in thousands)**

**Schedule 8**

<u>Fiscal Year</u>	<u>Taxes Levied for the Fiscal Year</u>		<u>Total</u>	<u>Current Collections</u>	<u>Percentage of Adjusted Levy</u>	<u>Prior Years Collected</u>	<u>Total Collections</u>	<u>Percentage of Adjusted Levy</u>
<u>Year</u>	<u>(Original Levy)</u>	<u>Adjustments</u>						
2000	\$ 16,865	\$ 572	\$ 17,437	\$ 16,654	95.51 %	\$ 652	\$ 17,306	99.25 %
2001	18,440	599	19,039	17,708	93.01	991	18,699	98.21
2002	18,994	644	19,638	18,986	96.68	568	19,554	99.57
2003	20,466	726	21,192	19,970	94.23	765	20,735	97.84
2004	22,949	637	23,586	22,487	95.34	948	23,435	99.36
2005	23,236	665	23,901	22,899	95.81	925	23,824	99.68
2006	26,843	790	27,633	26,400	95.54	991	27,391	99.12
2007	28,927	1,050	29,977	28,582	95.35	1,004	29,586	98.70
2008	29,860	959	30,819	29,323	95.15	1,091	30,414	98.69
2009	31,787	999	32,786	31,155	95.03	1,140	32,295	98.50

Source: Sampson County Tax Department

**Sampson County, North Carolina**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Business-type Activities		
	General Obligation Bonds	Installment Purchase Revenue Bonds	Installment Loans	Certificates of Participation	General Obligation Bonds	Installment Loans	State Clean Water Loans
2000	\$ -	\$ 25,050,000	\$ 5,767,208	\$ -	\$ 6,473,000	\$ -	\$ 347,650
2001	-	24,010,000	5,629,171	-	6,429,556	-	365,361
2002	-	22,970,000	4,826,346	-	8,808,583	-	327,883
2003	-	21,930,000	3,980,076	-	8,794,500	305,027	265,850
2004	-	20,890,000	6,190,094	-	9,667,000	262,556	1,172,872
2005	-	19,850,000	6,261,698	-	13,372,000	216,223	1,450,297
2006	-	18,810,000	13,920,433	-	13,253,000	175,142	2,799,224
2007	-	17,765,000	34,274,411	55,060,000	13,084,500	122,165	2,639,770
2008	-	16,720,000	52,651,707	55,060,000	12,909,000	77,222	2,480,315
2009	-	15,675,000	58,874,914	55,060,000	12,724,500	30,889	2,320,860

Notes: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

(1) See Schedule 13 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Calendar 2006 personal income not available to calculate fiscal year 2007.

\* Information not available

**Sampson County, North Carolina  
Ratios of Outstanding Debt by Type,  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Total Primary Government</b>	<b>Per Capita (1)</b>	<b>Percentage of Personal Income (1)</b>
2000	\$ 37,637,858	\$ 695	3.05%
2001	36,434,088	606	2.84%
2002	36,932,812	611	2.91%
2003	35,275,453	572	2.63%
2004	38,182,522	614	2.63%
2005	41,150,218	657	2.63%
2006	48,957,799	773	3.14%
2007	122,945,846	1,919	7.31%
2008	139,898,244	2,168	*
2009	144,686,163	2,212	*

Notes: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

(1) See Schedule 13 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Calendar 2006 personal income not available to calculate fiscal year 2007.

\* Information not available

**Sampson County, North Carolina**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**

**Schedule 10**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Restricted to Repaying Principal</u>	<u>Total</u>	<u>Percentage of Actual Taxable Value of Property (2)</u>	<u>Per Capita(1)</u>
2000	\$ 6,473,000	\$ -	\$ 6,473,000	0.28 %	\$ 120
2001	6,429,556	-	6,429,556	0.26	107
2002	8,808,583	-	8,808,583	0.36	146
2003	8,794,500	-	8,794,500	0.35	143
2004	9,667,000	-	9,667,000	0.31	155
2005	13,372,000	-	13,372,000	0.43	214
2006	13,253,000	-	13,253,000	0.41	209
2007	13,084,500	-	13,084,500	0.39	204
2008	12,909,000	-	12,909,000	0.38	200
2009	12,724,500	-	12,724,500	0.37	195

Notes: Details regarding the County's outstanding debt can be found in the notes to the Financial Statements.

(1) See Schedule 13 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(2) See schedule 5 for property value data.

**Sampson County, North Carolina**  
**Legal Debt Margin Information,**  
**Last Ten Fiscal Years**  
(dollars in thousands)

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Assessed Value of Property	\$ 2,315,617	\$ 2,446,257	\$ 2,425,644	\$ 2,528,046	\$ 3,086,090
Debt Limit, 8% of Assessed Value (Statutory Limitation)	173,571	179,030	195,701	194,052	202,244
Amount of Debt Applicable to Limit					
Governmental Activities					
Installment purchase debt	30,817	29,639	27,796	25,910	27,080
Gross general obligation debt	6,473	6,430	8,809	8,795	9,667
Less: Amount available for repayment of general obligation bonds	-	-	-	-	-
Less: Debt outstanding for water and sewer purposes	<u>6,473</u>	<u>6,430</u>	<u>8,809</u>	<u>8,795</u>	<u>9,667</u>
Total net debt applicable to limit	<u>30,817</u>	<u>29,639</u>	<u>27,796</u>	<u>25,910</u>	<u>27,080</u>
Legal Debt Margin	<u>\$ 142,754</u>	<u>\$ 149,391</u>	<u>\$ 167,905</u>	<u>\$ 168,142</u>	<u>\$ 175,164</u>
Total net debt applicable to the limit as a percentage of debt limit	17.75%	16.56%	14.20%	13.35%	13.39%

Note: N.C. General Statute 159-55 limits the County's outstanding debt to 8% of the appraised value of property subject to taxation. The following deductions are made from gross debt to arrive at net debt applicable to the limit: (1) money held for payment of principal; (2) debt incurred for water, sewer, gas or electric power purposes; (3) uncollected special assessments, funding and refunding bonds not yet issued; and (4) revenue bonds.

The legal debt margin is the difference between the debt limit and the County's net debt outstanding applicable to the limit, and represents the County's legal borrowing authority.

**Sampson County, North Carolina**  
**Legal Debt Margin Information,**  
**Last Ten Fiscal Years**  
(dollars in thousands)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Assessed Value of Property	\$ 3,136,033	\$ 3,230,236	\$ 3,334,616	\$ 3,418,509	\$ 3,467,397
Debt Limit, 8% of Assessed Value (Statutory Limitation)	246,887	250,883	250,883	273,481	277,392
Amount of Debt Applicable to Limit					
Governmental Activities					
Installment purchase debt	26,112	32,730	107,099	124,432	129,610
Gross general obligation debt	13,372	13,253	13,085	12,909	12,725
Less: Amount available for repayment of general obligation bonds	-	-	-	-	-
Less: Debt outstanding for water and sewer purposes	<u>13,372</u>	<u>13,253</u>	<u>13,085</u>	<u>12,909</u>	<u>12,725</u>
Total net g.o. debt applicable to limit	<u>26,112</u>	<u>32,730</u>	<u>107,100</u>	<u>124,432</u>	<u>129,610</u>
Legal Debt Margin	<u>\$ 220,775</u>	<u>\$ 218,153</u>	<u>\$ 143,783</u>	<u>\$ 149,049</u>	<u>\$ 147,781</u>
Total net debt applicable to the limit as a percentage of debt limit	10.58%	13.05%	42.69%	45.50%	46.72%

Note: N.C. General Statute 159-55 limits the County's outstanding debt to 8% of the appraised value of property subject to taxation. The following deductions are made from gross debt to arrive at net debt applicable to the limit: (1) money held for payment of principal; (2) debt incurred for water, sewer, gas or electric power purposes; (3) uncollected special assessments, funding and refunding bonds not yet issued; and (4) revenue bonds.

The legal debt margin is the difference between the debt limit and the County's net debt outstanding applicable to the limit, and represents the County's legal borrowing authority.

**Sampson County, North Carolina**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2009**

**Schedule 12**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to Sampson County</u>	<u>Share of Direct and Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Sampson County	\$ 144,686,163	100.00 %	\$ 144,686,163
<b>Other debt</b>			
Autryville	108,307	100.00	108,307
Clinton	3,925,489	100.00	3,925,489
Garland	-	100.00	-
Harrells	-	100.00	-
Newton Grove	469,000	100.00	469,000
Roseboro	1,047,796	100.00	1,047,796
Salemburg	-	100.00	-
Turkey	-	100.00	-
<b>Total direct and overlapping debt</b>	<u><u>\$ 150,236,755</u></u>		<u><u>\$ 150,236,755</u></u>

Source: North Carolina Department of State Treasurer



**Sampson County, North Carolina  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

**Schedule 13**

<u>Year</u>	<u>Population(1)</u>	<u>Personal Income (2) (expressed in thousands)</u>	<u>Per Capita Personal Income (2)</u>	<u>Public School Enrollment(3)</u>	<u>Unemployment Rate(4)</u>	<u>Median Age</u>
2000	54,155	\$ 1,235,294	\$ 20,491	10,262	4.30 %	34.95
2001	60,161	1,283,959	21,137	10,415	4.80	35.06
2002	60,421	1,270,284	20,777	10,527	8.30	35.25
2003	61,654	1,341,422	21,754	10,678	7.30	35.40
2004	62,206	1,453,318	23,432	10,887	5.40	35.55
2005	62,630	1,564,334	25,111	11,026	5.20	35.70
2006	63,303	1,558,496	24,817	11,187	4.70	35.84
2007	64,057	1,682,258	26,553	11,268	4.60	36.02
2008	64,522	*	*	11,440	4.90	36.21
2009	65,396	*	*	11,507	5.60	36.38

\* Information not yet available.

**Notes:**

- (1) N.C. State Data Center. Estimates are as of beginning of fiscal year.
- (2) Bureau of Economic Analysis, U. S. Department of Commerce. Figures are for the prior calendar year
- (3) N.C. Department of Public Instruction, First Month Average Daily Membership
- (4) N. C. Employment Security Commission, Annual Average for prior calendar year.

**Sampson County, North Carolina  
Principal Employers  
Current Year and Nine Years Ago**

**Schedule 14  
Page 1 of 2**

<u>Employer</u>	<u>2009</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Smithfield Foods (Lundy Packing Co.)	1,600	1	5.02 %
Sampson County Schools	1,060	2	3.32
Prestage Farms, Inc.	750	3	2.35
Sampson County Government	650	4	2.04
Sampson Regional Medical Center	525	5	1.65
Liberty Health Care Group. LLC	430	6	1.35
Clinton City Schools	415	7	1.30
State of North Carolina	350	8	1.10
Hog Slat Company, Inc.	264	9	.83
Wal-Mart Associates Inc.	250	10	.78
Carrolls Foods, Inc.			
Garland Shirt Factory			
Alamac Kint Fabrics, Inc.			

Source: Sampson County Economic Development Department and N.C. Southeast Regional Economic Development Partnership Data Book.

**Sampson County, North Carolina  
Principal Employers  
Current Year and Nine Years Ago**

**Schedule 14  
Page 2 of 2**

<u>Employer</u>	<u>2000</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Smithfield Foods (Lundy Packing Co.)	1,151	1	3.99 %
Sampson County Schools	913	2	3.17
Prestage Farms, Inc.	703	3	2.44
Sampson County Government	436	7	1.51
Sampson Regional Medical Center	478	6	1.66
Liberty Health Care Group. LLC			
Clinton City Schools	332	8	1.15
State of North Carolina			
Hog Slat Company, Inc.	490	5	1.70
Wal-Mart Associates Inc.			
Carrolls Foods, Inc.	637	4	2.21
Garland Shirt Factory	293	9	1.02
Alamac Kint Fabrics, Inc.	238	10	.83

Source: Sampson County Economic Development Department and N.C. Southeast Regional Economic Development Partnership Data Book.

**Sampson County, North Carolina**  
**Full-time Equivalent County Government Employees by Function**  
**Last Ten Fiscal Years**

**Schedule 15**

<u>Function/Program</u>	<u>Full-time Equivalent Employees as of June 30</u>									
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General government	53	53	54	54	57	61	65	73	74	78
Public safety	129	130	137	148	163	173	188	191	220	232
Environmental protection	5	5	5	5	5	5	5	5	5	5
Economic and physical development	21	21	20	20	19	20	20	20	20	20
Human Services:										
Health	38	41	42	40	37	36	36	40	42	48
Social services	110	110	111	109	111	116	120	124	128	131
Other Human Services	<u>67</u>	<u>61</u>	<u>57</u>	<u>58</u>	<u>53</u>	<u>55</u>	<u>65</u>	<u>76</u>	<u>79</u>	<u>85</u>
Total Human Services	215	212	210	207	201	207	221	240	249	264
Cultural and recreation	13	13	15	29	32	32	33	35	35	35
Business Activity:										
Water/Sewer	3	4	4	4	5	5	6	6	6	6
Agri-Exposition Center	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>3</u>	<u>3</u>	<u>2</u>	<u>3</u>	<u>2</u>
Total Business Activity	5	6	6	6	7	8	9	8	9	8
<b>Total</b>	<b>441</b>	<b>440</b>	<b>447</b>	<b>469</b>	<b>484</b>	<b>506</b>	<b>541</b>	<b>572</b>	<b>612</b>	<b>642</b>

Source: County Finance Department

Note: This schedule represents number of persons employed as of June 30 of each year. Vacant positions are not included in the above numbers. Full-time personnel work 2,080 hours per year (less vacation and sick leave). For purposes of this schedule the number of part-time employees has been divided by the percentage of their hours worked within a 40 hour week to arrive at full-time equivalents.

## COMPLIANCE SECTION





CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA  
Gregory S. Adams, CPA  
Alan W. Thompson, CPA

Offices:  
Elizabethtown, NC  
Wilmington, NC  
Whiteville, NC

Report on Internal Control Over Financial Reporting And On Compliance  
and Other Matters Based on An Audit of Financial Statements  
Performed In Accordance With Government Auditing Standards

To the Board of County Commissioners  
Sampson County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina, as of and for the year ended June 30, 2009, which collectively comprises Sampson County's basic financial statements and have issued our report thereon dated January 30, 2010. We did not audit the financial statements of Sampson Regional Medical Center, Inc. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Sampson Regional Medical Center, Inc., is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. The financial statements of the Sampson Regional Medical Center, Inc. were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Sampson County's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiency described in the accompanying schedule of findings and responses to be significant deficiencies in internal control over financial reporting, listed as item 2009-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

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Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

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

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the County's response and accordingly, we express no opinion on it.

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

*Thompson, Price, Scott, Adams & Co., P.A.*

---

*Thompson, Price, Scott, Adams & Co., PA*  
January 30, 2010





CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA  
Gregory S. Adams, CPA  
Alan W. Thompson, CPA

Offices:  
Elizabethtown, NC  
Wilmington, NC  
Whiteville, NC

Report on Compliance with Requirements Applicable to each Major Federal Program and Internal Control over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act.

To the Board of County Commissioners  
Sampson County, North Carolina

Compliance

We have audited the compliance of Sampson County, North Carolina, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major federal programs for the year ended June 30, 2009. 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Sampson County's management. Our responsibility is to express an opinion on Sampson County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have 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. Our audit does not provide a legal determination on Sampson County's compliance with those requirements.

In our opinion, Sampson County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Sampson County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Sampson County's internal control over compliance with requirements that could have a direct and material effect on a major Federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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.

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A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of a compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the County's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the County's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control 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, as defined above.

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

*Thompson, Price, Scott, Adams & Co., P.A.*

---

*Thompson, Price, Scott, Adams & Co., PA*  
January 30, 2010



CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA  
Gregory S. Adams, CPA  
Alan W. Thompson, CPA

Offices:  
Elizabethtown, NC  
Wilmington, NC  
Whiteville, NC

Report on Compliance with Requirements Applicable to each Major State  
Program and Internal Control over Compliance in Accordance with OMB  
Circular A-133 and the State Single Audit Implementation Act

To the Board of County Commissioners  
Sampson County, North Carolina

Compliance

We have audited the compliance of Sampson County, North Carolina, with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major State programs for the year ended June 30, 2009. 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major State programs is the responsibility of Sampson County's management. Our responsibility is to express an opinion on Sampson County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; applicable sections of OMB Circular A-133 as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have 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. Our audit does not provide a legal determination on Sampson County's compliance with those requirements.

In our opinion, Sampson County complied, in all material respects, with the requirements referred to above that are applicable to each of its major State programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Sampson County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to State programs. In planning and performing our audit, we considered Sampson County's internal control over compliance with requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a State program on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies that adversely affects the entity's ability to administer a State program such that there is more than a remote likelihood that noncompliance with a type of a compliance requirement of a State program that is more than inconsequential will not be prevented or detected by the County's internal control.

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A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a State program will not be prevented or detected by the County's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control 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, as defined above.

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

*Thompson, Price, Scott, Adams & Co., P.A.*

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*Thompson, Price, Scott, Adams & Co., PA*  
January 30, 2010

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2009**

**Section I – Summary of Auditor’s Results**

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

Material Weakness(es) identified?	_____	Yes	_____	<u>X</u>	No
Significant Deficiency(s) identified that are not considered material weaknesses	_____	<u>X</u>	Yes	_____	None reported
Noncompliance material to financial statements noted	_____	Yes	_____	<u>X</u>	No

Federal Awards

Internal control over federal programs:

Material Weakness(es) identified?	_____	Yes	_____	<u>X</u>	No
Significant Deficiency(s) identified that are not considered material weaknesses	_____	Yes	_____	<u>X</u>	None reported

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

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133	_____	Yes	_____	<u>X</u>	No
---	-------	-----	-------	----------	----

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Names of Federal Program or Cluster</u>
10.551, 10561	Food Stamp Cluster
10.766	Communities Facilities Loans & Grants
93.778	Title XIX Medicaid

Federal programs that did not meet the criteria for a major program using the criteria discussed on OMB Circular No. A-133 Section .520 but were tested as a major program because the State mandated the Program be included are included in the list of major federal programs (WIC).

Dollar threshold used to distinguish between Type A and Type B Programs	_____	\$ 3,000,000
---	-------	--------------

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  
For the Year Ended June 30, 2009**

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**Section I – Summary of Auditor’s Results**

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State Awards

Internal control over State programs:

Material Weakness(es) identified?	_____	Yes	_____	<b>X</b>	No
Reportable condition(s) identified that are not considered material weaknesses	_____	Yes	_____	<b>X</b>	None reported

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

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act \_\_\_\_\_ Yes **X** No

Identification of major State programs:

Program Name

Title XIX Medicaid (The Medical Assistance Program which is a State match on a federal program also meets the criteria for a major State program, but this program has been included in the list of major federal programs above).

State/County Special Assistance for Adults  
Child Care Development Cluster  
Public School Building Capital Fund  
N.C. Education Lottery

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2009**

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**Section II – Financial Statement Findings**

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Finding: 2009-1 Segregation of Duties

Criteria: Duties should be segregated to provide reasonable assurance that transactions are handled appropriately.

Condition: There is a lack of segregation of duties among County personnel.

Effect: Transactions could be mishandled.

Cause: There are a limited number of personnel for certain functions.

Recommendation: The duties should be separated as much as possible and alternative controls should be used to compensate for lack of separation.

Views of responsible officials and planned corrective actions: The County agrees with this finding.

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**Section III – Federal and State Awards Findings and Questioned Costs**

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A. Compliance Findings

None reported.

B. Internal Controls

None reported.

**SAMPSON COUNTY, NORTH CAROLINA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
For the Year Ended June 30, 2009**

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Finding 08-1

Status: Still occurring



**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR JUNE 30, 2009**

**Exhibit K  
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Grantor/Pass-through Agency Program Title	Federal CFDA Number	State/ Pass-Through Grantor's Number	Federal (Direct and Pass-through) Expenditures	State Expenditures	Local Expenditures
<b>Federal Awards:</b>					
<b>US Department of Agriculture</b>					
<u>Food &amp; Nutrition Service</u>					
Passed through the N.C. Dept. of Health & Human Services Division of Social Services					
Food Stamp Cluster:					
Food Stamp Prog-Direct Benefit Pymt	10.551		\$ 12,722,604	\$ -	\$ -
Food Stamp E&T & Dependant Care	10.561		2,950	-	2,950
FNS Services Recovery-SNAP ARRA	10.561	9NC400407	8,342	-	-
Food Stamp Fraud Administration	10.561		3,178	-	3,178
State Administrative Matching Grants	10.561		528,400	-	528,400
Total Food Stamp Cluster			13,265,474	-	534,528
Passed through the N.C. Dept. of Health & Human Services Division of Public Health					
<u>Special Supplemental Nutrition Program</u>					
for Women, Infants & Children	10.557		291,815	-	-
Direct Benefit Payments for					
Special Supplemental Nutrition Program					
for Women, Infants & Children	10.557		1,738,453	-	-
Child Care & Adult Care Food Program	10.558		228,372	-	-
Total Special Supplemental Nutrition Program for Women, Infants & Children			2,258,640	-	-
<u>Rural Housing Service</u>					
Community Facilities Loans & Grants:					
Clinton High School Project	10.766		3,221,903	-	-
Union High School Project	10.766		2,665,400	-	-
Midway High School Project	10.766		2,648,725	-	-
Building Renovations Project	10.766		336,759	-	-
Human Services/BOE Project	10.766		813,234	-	-
County Administration Project	10.766		88,964	-	-
Total Community Facilities Loans & Grants			9,774,985	-	-
<u>Rural Utilities Service</u>					
Water & Waste Disposal System Direct Program					
Well Project	10.760		30,453	-	-
Water District II Phase 3	10.760		163,737	-	-
Total US Department of Agriculture			25,493,289	-	534,528
<b>US Department of Housing &amp; Urban Development</b>					
Passed through the NC Department of Commerce					
Home Investment Partnership Program	14.239	SFR08	328,065	-	-
Community Development Block Grant	14.228	07-C-1673	255,716	-	-
Total US Department of Housing & Urban Dev.			583,781	-	-

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR JUNE 30, 2009**

**Exhibit K  
Page 2 of 7**

Grantor/Pass-through Agency Program Title	Federal CFDA Number	State/ Pass-Through Grantor's Number	Federal (Direct and Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards continued:					
<b>US Department of Justice</b>					
<u>Bureau of Justice Assistance</u>					
State Criminal Alien Assistance	16.606		\$ 33,331	\$ -	\$ -
Total US Department of Justice			33,331	-	-
<b>US Department of Labor</b>					
<u>Employment &amp; Training Administration</u>					
Passed through the Mid-Carolina Council of Govts					
Dislocated Workers	17.255		56,574	-	-
Youth & Adult	17.250		192,741	-	-
Total US Department of Labor			249,315	-	-
<b>US Department of Transportation</b>					
<u>Federal Aviation Administration</u>					
Passed through the NC Dept. of Transportation					
State Aid to Airports:					
Taxiway and Apron	20.106	36244.19.6.1	1,160,636	-	128,960
Airport Construction	20.106	36237.12.9.1	10,208	-	1,134
Airport Construction	20.106	36237.12.8.1	105,467	-	11,719
Taxiway Rehabilitation & Approach	20.106	36237.12.6.2	33,131	-	5,903
Total Federal Aviation Administration			1,309,442	-	147,716
<u>Federal Transit Administration</u>					
Passed through the NC Dept. of Transportation					
Public Transportation Division					
Community Transportation:					
Administration Funds	20.509	09-CT-015	125,613	7,851	23,552
Capital Program (36233.94.10.3)	20.500	09-CT-015	137,877	17,235	17,235
Total Federal Transit Administration			263,490	25,086	40,787
<u>National Highway Traffic Administration</u>					
Gang Intervention & Suppression	20.600	082-1-07-001	87,021	-	29,007
Passed through the NC Dept. of Crime Control & Public Safety					
Haz Mat Emergency Preparedness	20.703		3,357	-	-
Total US Department of Transportation			1,663,310	25,086	217,510
<b>US Department of Homeland Security</b>					
Passed through NC Dept. of Crime Control & Public Safety					
Emergency Management Assistance	83.503		38,947	-	-
<b>US Dept. of Health &amp; Human Services</b>					
<u>Administration on Aging</u>					
Division of Aging and Adult Services					
Passed through the Mid-Carolina Council of Govts					
Aging Cluster					
Congregate Nutrition & Home Del Meal	93.045		214,060	-	20,205
Access Services	93.044		74,725	-	8,303
In-Home & Support Services	93.044		281,665	-	31,296
Total Aging Cluster			570,450	-	59,804

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR JUNE 30, 2009**

**Exhibit K  
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<u>Grantor/Pass-through Agency Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
Federal Awards continued:					
<b>US Dept. of Health &amp; Human Services continued</b>					
<u>Administration for Children &amp; Families</u>					
Passed through the NC Dept of Health & Human Svcs					
Division of Social Services					
Foster Care & Adoption Cluster					
Title IV-E CPS	93.658		\$ 70,314	\$ 31,459	\$ 38,854
Title IV-E Foster Care/Off Trn	93.658		119,407	-	119,407
Title IV-E Admin Co Paid to CCI	93.659		21,208	10,604	10,604
Title IV-E Adoption Subsidy & Vendor	93.659		140,277	26,170	35,946
Foster Care-Direct Benefit Payments	93.658		122,335	21,259	31,571
Adoption/Foster Care			<u>35,024</u>	<u>7,000</u>	<u>-</u>
Total Foster Care and Adoption			<u>508,565</u>	<u>96,492</u>	<u>236,382</u>
Temporary Assistance for Needy Families (TANF)-					
TANF-Family Preservation	93.556		1,006	-	-
TANF-Domestic Violence	93.558		4,372	-	-
TANF-Direct Benefit Payments	93.558		519,330	(86)	1,248
Work First Service	93.558		441,058	-	455,642
Work First Administration	93.558		83,946	-	159,059
Work First Demonstration Grant	93.558		144,494	-	-
Child Support ARRA	93.563	0904-NC4002	27,015	(374,113)	388,029
Child Support Enforcement	93.563		722,739	374,113	1,792
IV-D Offset Fees-Federal	93.563		4,562		2,365
Crisis Intervention Program	93.568		207,013	-	-
Low Income Home Energy Assistance Block Grant					
Administration	93.568		37,769	-	-
Direct Benefit Payments	93.568		468,417	-	-
Child Welfare Services-					
Permanency Planning Reg	93.645		14,072	4,691	-
Permanency Planning Spec	93.645		4,177	-	1,392
SSBG-Other Service & Training	93.667		260,613	27,234	95,949
SSBG-In Home Services	93.667		2,130	-	304
SSBG-In Home Services Over 60	93.667		12,737		1,819
SSBG-Adult Day Care Over 60	93.667		1,990	-	284
SSBG-Adult Day Care	93.667		564	2,287	407
Independent Living Grant (LINKS)	93.674		10,501	2,625	-
Direct Program:					
Head Start	93.600	01CH0319/32	2,058,556	-	697,188

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR JUNE 30, 2009**

**Exhibit K  
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Grantor/Pass-through Agency Program Title	Federal CFDA Number	State/ Pass-Through Grantor's Number	Federal (Direct and Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards continued:					
<b>US Dept. of Health &amp; Human Services continued</b>					
<u>Administration for Children and Families</u>					
Division of Social Services					
Division of Child Development					
Subsidized Child Care Cluster (Note 2)					
Child Care Development Fund					
Administration	93.596		\$ 111,334	\$ -	\$ -
Child Care & Development Discretionary	93.575		1,308,812	-	-
Child Care & Development Mandatory	93.596		244,456	-	-
Child Care & Development Match	93.596		491,900	270,736	-
Total Child Care Fund Cluster			<u>2,156,502</u>	<u>270,736</u>	<u>-</u>
Social Services Block Grant	93.667		8,861	-	-
TANF	93.558		422,291	-	-
Smart Start			-	7,703	-
State Appropriations			-	70,993	-
TANF-Maintenance of Effort			-	49,154	-
Total Subsidized Child Care			<u>2,587,654</u>	<u>398,586</u>	<u>-</u>
<u>Center for Medicare and Medicaid Services</u>					
Passed through the NC Dept of Health & Human Svcs.					
Division of Medical Assistance					
Medical Assistance Direct Benefit Pymts	93.778		63,938,211	25,603,377	1,923,372
Division of Social Services					
Medical Assistance Administration	93.778		1,142,786	-	1,142,786
MA Expansion	93.778		16,539	16,539	-
Adult Care Home Case Management	93.778		53,848	29,238	24,609
N.C. Health Choice	93.767		52,379	4,380	12,999
Total Division of Medical Assistance			<u>1,265,552</u>	<u>50,157</u>	<u>1,180,394</u>
Passed through the NC Dept of Health & Human Svcs.					
Division of Public Health					
Project Grants and Cooperative					
Agreements for Tuberculosis Control	93.116		39,133	-	-
Family Planning Services	93.217		68,996	-	-
TANF	93.558		9,314	-	-
Statewide Health Promotion	93.991		19,732	-	-
Immunization Program/Aid to County	93.268		21,974	-	-
Prevention Investigations & Tech Asst.	93.283		25,679	-	-
Maternal and Child Health					
Services Block Grant	93.994		188,585	-	-
Total Division of Public Health			<u>373,413</u>	<u>-</u>	<u>-</u>
Total US Dept. of Health & Human Services			<u>74,270,906</u>	<u>26,185,363</u>	<u>5,205,430</u>
Total Federal Awards			<u>102,332,879</u>	<u>26,210,449</u>	<u>5,957,468</u>

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR JUNE 30, 2009**

**Exhibit K  
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<u>Grantor/Pass-through Agency Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
State Awards:					
<b>NC Department of Health and Human Services</b>					
<u>Division of Social Services</u>					
State/County Special Assistance for Adults-Direct Benefit Pymts			\$ -	\$ 697,573	\$ 697,621
Foster Care Special Provision			-	17,347	-
Energy Assistance Private Grants			-	3,107	-
TANF Incentive			-	5,216	-
State Foster Home			-	57,935	57,935
SFHF Maximization			-	45,260	45,260
DCD Smart Start			-	42,534	-
State Aid to Counties			-	54,006	-
CWS Adoption Subsidy			-	83,588	5,146
F/C At Risk			-	3,523	1,956
Total Division of Social Services			-	1,010,089	807,918
<u>Division of Public Health</u>					
General			-	130,320	-
Minority Health			-	5,416	-
Public Health Nursing Training			-	800	-
Communicable Disease			-	3,659	-
Preparedness and Response			-	38,806	-
Risk Reduction/Health Promotion			-	14,659	-
Food and Lodging			-	7,178	-
Public Health Lab			-	639	-
Aids-State			-	500	-
Women's Preventative Health			-	11,084	-
Breast & Cervical Cancer Control			-	8,160	-
Healthy Carolinas Partnership Support			-	5,727	-
Environmental Health			-	6,500	434,698
Tuberculosis			-	60,163	-
Tuberculosis Medical Services			-	2,271	-
Total Division of Public Health			-	295,882	434,698
<u>Division of Aging &amp; Adult Services</u>					
Family Caregiver Support Program			-	32,518	5,999
Total Division of Aging & Adult Services			-	32,518	5,999

**SAMPSON COUNTY, NORTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR JUNE 30, 2009**

**Exhibit K  
Page 6 of 7**

Grantor/Pass-through Agency Program Title	Federal CFDA Number	State/ Pass-Through Grantor's Number	Federal (Direct and Pass-through) Expenditures	State Expenditures	Local Expenditures
State Awards continued:					
<b>NC Department of Transportation</b>					
Elderly and Disabled Transportation			\$ -	\$ 88,795	\$ -
Work First Transportation			-	17,930	-
Rural General Programs			-	91,843	-
Total NC Department of Transportation			-	198,568	-
<b>NC Department of Administration</b>					
Veterans Grant			-	2,000	-
<b>NC Dept of Juvenile Justice &amp; Delinquency Prevention</b>					
Juvenile Justice Crime Prevention Council Programs:					
Administration			-	3,923	-
Teen Court & Restitution			-	78,474	-
Passed to Subrecipients:					
Juvenile Innovations Program			-	35,639	-
First Baptist Church: Structured Daycare Program			-	25,403	-
Generation Upright Skill Building Program			-	1,356	-
Mount Pleasant Church: Guided Growth Program			-	24,006	-
Total NC Dept of Juvenile Justice & Delinquency Prevention			-	168,801	-
<b>NC Department of Cultural Resources</b>					
<u>Division of State Library</u>					
State Aid to Public Libraries			-	136,270	781,896
Total NC Dept of Cultural Resources			-	136,270	781,896
<b>NC Department of Public Instruction</b>					
N.C. Education Lottery			-	3,215,491	-
Public School Building Capital Fund			-	1,024,302	341,434
Total NC Dept of Public Instruction			-	4,239,793	341,434
<b>NC Housing Finance Agency</b>					
Urgent Repair Program			-	4,545	-
Total NC Housing Finance Agency			-	4,545	-
Total State Awards			-	6,088,466	2,371,945
Total Federal and State Awards			<u>\$102,332,879</u>	<u>\$32,298,915</u>	<u>\$ 8,329,413</u>

**SAMPSON COUNTY, NORTH CAROLINA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
 FOR THE YEAR JUNE 30, 2009**

<u>Grantor/Pass-through Agency Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-Through Grantor's Number</u>	<u>Federal (Direct and Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
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Notes to the Schedule of Expenditures of Federal and State Awards:

1) Basis of Presentation

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

2) The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes: Subsidized Child Care, Foster Care and Adoption.

3) Loans Outstanding

Sampson County had the following loan balances outstanding at June 30, 2009. These loan balances are not included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Outstanding</u>
Community Facilities Loans & Grants:		
Clinton High School Project	10.766	\$ 28,795,503
Detention Center Project	10.766	10,874,998
Human Services/Admin Building	10.766	9,101,620
Cooperative Extension/Animal Shel.	10.766	2,238,102
Courthouse Extension	10.766	1,858,082
Renovation of Various Offices	10.766	458,454
Public Works Building	10.766	862,800
Total		<u>\$ 54,189,559</u>