

SAMPSON COUNTY, NORTH CAROLINA

Annual Financial Report

For the Fiscal Year Ended June 30, 2020



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Financial Section

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Sampson County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina as of June 30, 2020, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Sampson County, North Carolina. The combining and individual fund statements, budgetary schedules, other schedules, as well as the accompanying Schedule of Expenditures of Federal and State Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the State Single Audit Implementation Act, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2020 on our consideration of Sampson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sampson County's internal control over financial reporting and compliance.

W GREENE PLLC

Whiteville, North Carolina
November 30, 2020

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, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

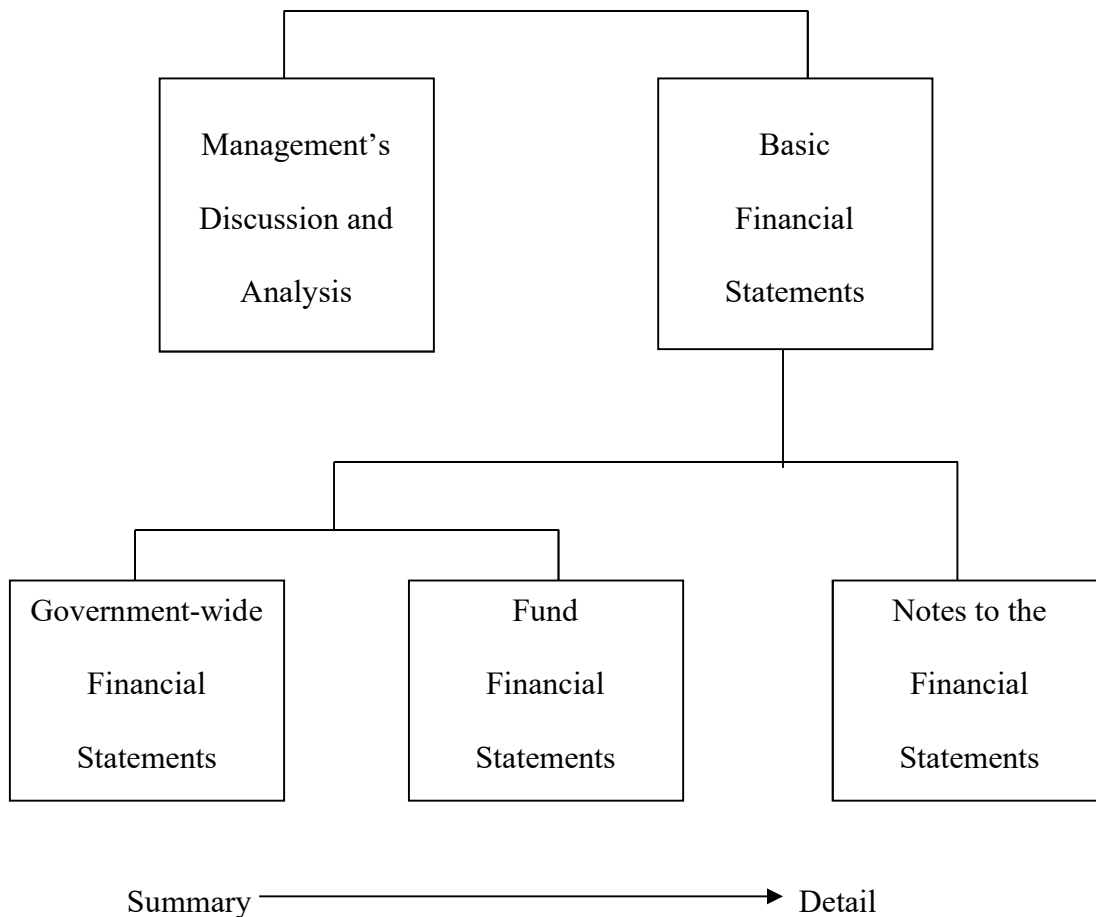
Financial Highlights

- The assets and deferred outflows of resources of Sampson County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$51,841,822(*net position*).
- The government's total net position increased by \$2,069,276, primarily due to increases in net position for the Governmental Activities.
- As of the close of the current fiscal year, Sampson County's governmental funds reported combined ending fund balances of \$41,379,093, an increase of \$2,724,411. Airport expansion capital project decreased the fund balance by \$149,107, Schools Capital Projects fund activity increased the fund balance by \$128,705 and School Construction Fund activity decreased the fund balance by \$58,729. Other Non-Major Governmental Funds activity increased fund balance by \$301,315. General fund activity increased fund balance by \$2,502,227. Approximately forty-eight percent (48%) of the fund balance amount, \$16,645,926, is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$16,645,926, or twenty-two percent (22%) of total general fund expenditures for the fiscal year.
- Sampson County's total long-term obligations decreased by \$4,406,969. Several factors led the decrease in total debt as follows:
 - Scheduled payments of principal loans and bonds.
 - No new loans.

Overview of the Financial Statements

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

Required Components of Annual Financial Report
Figure 1



Basic Financial Statements

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

The next statements (Exhibits 3 through 10) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. Following the notes is the **required supplemental information**, which contains funding information about the County's pension plans and post-employment benefits. After that section, **supplemental information** is provided to show details about the County's funds and internal service fund. Budgetary information required by the General Statutes also can be found in this part of the statements.

Government-wide Financial Statements

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

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

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The governmental activities include most of the County's basic services such as public safety, parks and recreation, and general administration. Property taxes and state and federal grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water and sewer services offered by Sampson County. The final category is the component units. Sampson Regional Medical Center is a public hospital operated by a not-for-profit corporation that has leased the hospital from the County for a period of 99 years. The County appoints the board of trustees for the hospital and has issued debt on its behalf. Sampson County Tourism Development Authority was created to develop tourism within the County.

The government-wide financial statements are on Exhibits 1 and 2 of this report.

Fund Financial Statements

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

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

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

Proprietary Funds – Sampson County has one kind of proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Sampson County uses enterprise funds to account for its water and sewer activities. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the functions of Sampson County. The County uses an internal service fund to account for one activity – its self-insured operations. Because this operation benefits predominantly governmental rather than business-type activities, the internal service fund has been included within the governmental activities in the government-wide financial statements

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Sampson County has six fiduciary funds, all 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 45 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 94 of this report.

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

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of resources of Sampson County exceeded its liabilities and deferred inflows of resources by \$51,841,822 as of June 30, 2020. The County's net position increased by \$2,069,276 for the fiscal year ended June 30, 2020. The largest portion \$38,868,720 seventy-five percent (75%) reflects the County's net investment in capital assets (e.g. land, buildings, machinery, and equipment). Sampson County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Sampson County's net investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Sampson County's net position \$16,350,873 thirty-two percent (32%) represents resources that are subject to external restrictions on how they may be used. The unrestricted net asset balance is a negative \$3,377,771 seven percent (-7%).

Sampson County's Net Position
Figure 2

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 48,489,993	\$ 44,842,150	\$ 3,976,915	\$ 3,883,437	\$ 52,466,908	\$ 48,725,587
Capital assets	123,211,718	125,914,419	23,839,279	24,055,659	147,050,997	149,970,078
Total assets	<u>\$ 171,701,711</u>	<u>\$ 170,756,569</u>	<u>\$ 27,816,194</u>	<u>\$ 27,939,096</u>	<u>\$ 199,517,905</u>	<u>\$ 198,695,665</u>
Deferred outflows of resources	\$ 7,285,240	\$ 6,814,257	\$ 145,374	\$ 131,476	7,430,614	6,945,733
Long-term liabilities outstanding	\$ 135,907,741	\$ 133,604,842	\$ 12,909,591	\$ 12,700,778	\$ 148,817,332	\$ 146,305,620
Other liabilities	2,846,593	6,637,989	270,861	638,027	3,117,454	7,276,016
Total liabilities	<u>\$ 138,754,334</u>	<u>\$ 140,242,831</u>	<u>\$ 13,180,452</u>	<u>\$ 13,338,805</u>	<u>\$ 151,934,786</u>	<u>\$ 153,581,636</u>
Deferred inflows of resources	\$ 3,151,962	\$ 2,262,839	\$ 19,949	\$ 24,377	\$ 3,171,911	\$ 2,287,216
Net position:						
Net investment in capital assets	\$ 26,656,718	\$ 26,664,419	\$ 12,212,002	\$ 11,954,987	\$ 38,868,720	\$ 38,619,406
Restricted	16,350,873	14,575,344	-	-	16,350,873	14,575,344
Unrestricted	(5,926,936)	(6,174,607)	2,549,165	2,752,403	(3,377,771)	(3,422,204)
Total net position	<u>\$ 37,080,655</u>	<u>\$ 35,065,156</u>	<u>\$ 14,761,167</u>	<u>\$ 14,707,390</u>	<u>\$ 51,841,822</u>	<u>\$ 49,772,546</u>

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

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

Sampson County's Changes in Net Position
Figure 3

	Governmental Activities		Business Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 10,559,240	\$ 9,705,875	\$ 3,268,786	\$ 3,422,768	\$ 13,828,026	\$ 13,128,643
Operating grants and contributions	14,108,358	14,115,941	-	-	14,108,358	14,115,941
Capital grants and contributions	-	24,820	-	-	-	24,820
General revenues:						
Property taxes	43,151,894	42,050,360	-	-	43,151,894	42,050,360
Other taxes	14,469,858	13,419,372	-	-	14,469,858	13,419,372
Investment earnings, unrestricted	332,584	595,811	36,460	57,932	369,044	653,743
Other	4,053,388	4,053,388	-	-	4,053,388	4,053,388
Total revenues	86,675,322	83,965,567	3,305,246	3,480,700	89,980,568	87,446,267
Expenses:						
General government	15,061,268	16,712,721	-	-	15,061,268	16,712,721
Public safety	24,151,689	22,074,949	-	-	24,151,689	22,074,949
Economic and physical development	1,233,052	1,549,337	-	-	1,233,052	1,549,337
Environmental protection	1,602,430	1,091,216	-	-	1,602,430	1,091,216
Human services	20,145,672	19,725,885	-	-	20,145,672	19,725,885
Cultural and recreation	2,089,429	2,111,022	-	-	2,089,429	2,111,022
Education	15,723,085	14,189,839	-	-	15,723,085	14,189,839
Interest on long-term debt	4,653,198	4,812,144	476,153	495,346	5,129,351	5,307,490
Water and sewer Dist. I	-	-	747,076	810,115	747,076	810,115
Water and sewer Dist. II	-	-	2,028,240	2,390,847	2,028,240	2,390,847
Total expenses	84,659,823	82,267,113	3,251,469	3,696,308	87,911,292	85,963,421
Change in net position before transfers & special items	2,015,499	1,698,454	53,777	(215,608)	2,069,276	1,482,846
Transfers	-	-	-	-	-	-
Change in net position	2,015,499	1,698,454	53,777	(215,608)	2,069,276	1,482,846
Net position, beginning	35,065,156	33,366,702	14,707,390	14,922,998	49,772,546	48,289,700
Net position, ending	<u>\$ 37,080,655</u>	<u>\$ 35,065,156</u>	<u>\$ 14,761,167</u>	<u>\$ 14,707,390</u>	<u>\$ 51,841,822</u>	<u>\$ 49,772,546</u>

Governmental activities: Governmental activities increased the County's net position by \$2,015,499, thereby accounting for ninety-seven percent (97%) of the total increase in net position of Sampson County. Key elements of this increase are as follows:

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

Business-type activities: Business-type activities increased Sampson County's net position by \$53,777, accounting for three percent (3%) of the government's total increase in net position. Key elements of this decrease as compared to the prior year are as follows:

- Decreases in expenditures.

Financial Analysis of the County's Funds

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

Governmental Funds. The focus of Sampson County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Sampson County's financing requirements. Specifically, fund balance available for appropriation can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the chief operating fund of Sampson County. At the end of the current fiscal year, unassigned fund balance of the General fund was \$16,645,926, while total fund balance was \$34,975,519. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned balance represents twenty-two percent (22%) of total General Fund expenditures, while total fund balance represents forty-seven percent (47%) percent of that same amount.

At June 30, 2020, the governmental funds of Sampson County reported a combined fund balance of \$41,379,093, a seven percent (7%) increase over last year. The primary reasons for this increase were mentioned earlier.

The other major governmental funds include the Schools Capital Projects Fund, the Airport expansion capital project fund, and the School Construction capital project fund. The Schools Capital Projects Fund accounts for the accumulation of resources to fund capital needs and debt for capital needs for the County's school districts. In the current fiscal year, restricted fund balance of the Schools Capital Projects Fund was \$4,147,112.

The Schools Capital Projects Fund fund balance increased \$128,705. This increase was due to revenues that were more than the expenditures for capital outlay for the school systems.

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

primarily grant funds from the North Carolina Department of Transportation. The School Construction fund accounts for the resources and costs to construct new school facilities in the County. This fund currently has a fund balance of \$793,237.

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 \$1,199,035 or approximately two percent (2%). The increase was due primarily to grant funding.

Proprietary Funds. Sampson County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. During the year, net position increased by \$53,777. This increase was due primarily to a decrease in costs of operations.

Capital Asset and Debt Administration

Capital assets. Sampson County's capital assets for its governmental and business-type activities as of June 30, 2020, totals \$147,050,997 (net of accumulated depreciation). These assets include buildings, land, machinery and equipment, vehicles, and construction in progress.

Major capital asset transactions during the year include:

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

SAMPSON COUNTY'S CAPITAL ASSETS

(net of depreciation)

Figure 4

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 6,548,517	\$ 6,368,480	\$ 225,319	\$ 225,319	\$ 6,773,836	\$ 6,593,799
Buildings & Systems	103,382,273	107,067,699	22,342,646	22,992,360	125,724,919	130,060,059
Machinery & Equipment	4,626,605	4,855,255	148,140	167,189	4,774,745	5,022,444
Vehicles & Motorized Equip.	2,752,293	2,369,589	241,879	244,711	2,994,172	2,614,300
Construction in Progress	5,902,030	5,253,396	881,295	426,080	6,783,325	5,679,476
Total	\$ 123,211,718	\$ 125,914,419	\$ 23,839,279	\$ 24,055,659	\$ 147,050,997	\$ 149,970,078

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

Long-term Debt. As of June 30, 2020, Sampson County had total bonded debt outstanding of \$9,338,500 which is debt backed by the full faith and credit of the Water and Sewer Districts. The County also had \$96,555,000 in limited obligation bonds, \$1,640,125 outstanding in installment/purchase contracts, \$3,930,000 outstanding in installment purchase revenue bonds, \$1,093,557 outstanding in qualified zone academy bonds, \$648,651 outstanding in state clean water bonds – all of which are being paid from general fund, school capital reserve fund, NC Education Lottery and water district service revenues.

Sampson County's Outstanding Debt
Figure 5

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
General Obligation Bonds	\$ -	\$ -	\$ 9,338,500	\$ 9,645,500	\$ 9,338,500	\$ 9,645,500
Installment Purchases	-	-	1,640,125	1,667,515	1,640,125	1,667,515
Qualified Zone Academy Bonds	1,093,557	1,342,130	-	-	1,093,557	1,342,130
Revenue Bonds	3,930,000	4,920,000	-	-	3,930,000	4,920,000
Limited Obligation Bonds	96,555,000	99,250,000	-	-	96,555,000	99,250,000
Unamortized Premium on LOBs	9,933,146	10,403,837	-	-	9,933,146	10,403,837
Unamortized Premium on GOs	-	-	670,810	698,902	670,810	698,902
State Clean Water Bonds	-	-	648,651	787,657	648,651	787,657
Compensated Absences	2,684,237	2,096,608	82,395	60,033	2,766,632	2,156,641
Net Pension Liability (LERS)	9,066,032	7,470,567	189,609	141,330	9,255,641	7,611,897
Total Pension Liability (LEOSA)	2,120,056	1,654,448	-	-	2,120,056	1,654,448
Other Post-employment Benefits	10,525,713	10,486,535	232,287	228,465	10,758,000	10,715,000
Total	\$ 135,907,741	\$ 137,624,125	\$ 12,802,377	\$ 13,229,402	\$ 148,710,118	\$ 150,853,527

Sampson County's total outstanding debt decreased by \$4,406,969 or approximately four percent (4%) during the past fiscal year, primarily due to the scheduled debt payments.

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 \$283,320,877.

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

Economic Factors and Next Year's Budgets and Rates

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

- The County's unemployment rate as of December, 2019 of 3.2% was lower than the State average of 3.6%.
- The property tax base increased by four percent (4%). This was largely due to increases in business personal property listings and home construction.
- The tax collection rate of approximately 97.23% was slightly lower than the prior year. This is attributable to the affects of the pandemic and was experienced statewide.

Some of these factors and others were considered when management prepared Sampson County's budget ordinance for the 2020-2021 fiscal year.

Budget Highlights for the Fiscal Year Ending June 30, 2021

Governmental Activities: In the fiscal year ending June 30, 2020, the County tax rate remained the same at \$.825 cents per \$100 of value. The total operating budget remained the same due to the uncertainty of the effects of the pandemic on revenues.

General Fund revenues are projected to remain the same as the FY 19-20 budget.

Budgeted expenditures in the General Fund are budgeted to remain the same as the prior fiscal year.

Management will evaluate revenues and adjust expenditures based on the effects of the pandemic on the first six (6) months of operations.

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

Requests for Information

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



Basic Financial Statements



SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF NET POSITION
June 30, 2020

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Sampson County Tourism Development Authority	Sampson Reg. Medical Center, Inc.
ASSETS					
Cash and cash equivalents	\$ 31,204,427	\$ 3,140,912	\$ 34,345,339	\$ 262,526	\$ 4,465,986
Short-term investments	-	-	-	-	1,373,005
Receivables (net)	11,743,331	607,140	12,350,471	13,075	5,872,582
Inventories	8,509	228,863	237,372	-	1,521,998
Prepays	-	-	-	-	682,508
Restricted cash and cash equivalents	5,452,227	-	5,452,227	-	10,057,079
Other non-current receivables	-	-	-	-	-
Net pension asset	81,499	-	81,499	-	-
Capital assets:					
Land, improvements, and construction in progress	12,450,547	1,106,614	13,557,161	-	2,554,067
Other capital assets, net of depreciation	110,761,171	22,732,665	133,493,836	-	18,581,401
Total capital assets	123,211,718	23,839,279	147,050,997	-	21,135,468
Total assets	<u>\$ 171,701,711</u>	<u>\$ 27,816,194</u>	<u>\$ 199,517,905</u>	<u>\$ 275,601</u>	<u>\$ 45,108,626</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>7,285,240</u>	<u>145,374</u>	<u>7,430,614</u>	<u>-</u>	<u>-</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 2,846,593	\$ 270,861	\$ 3,117,454	\$ 116	\$ 8,502,739
Long-term liabilities:					
Due within one year	5,790,765	561,594	6,352,359	-	986,345
Due in more than one year	108,405,175	11,926,101	120,331,276	-	4,058,680
Total pension liability - LEOSSA	2,120,056	-	2,120,056	-	-
Net pension liability - LGERS	9,066,032	189,609	9,255,641	-	-
Net OPEB Liability	10,525,713	232,287	10,758,000	-	-
Total liabilities	<u>138,754,334</u>	<u>13,180,452</u>	<u>151,934,786</u>	<u>116</u>	<u>13,547,764</u>
DEFERRED INFLOWS OF RESOURCES	<u>3,151,962</u>	<u>19,949</u>	<u>3,171,911</u>	<u>-</u>	<u>-</u>
NET POSITION					
Net Investment in capital assets	26,656,718	12,212,002	38,868,720	-	16,090,443
Restricted for:					
Stabilization by state statute	10,582,777	-	10,582,777	13,075	-
Public safety	1,586,250	-	1,586,250	-	-
Debt Service	-	-	-	-	-
Education	4,181,846	-	4,181,846	-	-
Capital acquisitions	-	-	-	-	119,531
Specific operating activities	-	-	-	-	325,691
Unrestricted	(5,926,936)	2,549,165	(3,377,771)	262,410	14,682,401
Net position of controlled organization	37,080,655	14,761,167	51,841,822	275,485	31,218,066
Noncontrolling interest in entity	-	-	-	-	342,796
Total net position	<u>\$ 37,080,655</u>	<u>\$ 14,761,167</u>	<u>\$ 51,841,822</u>	<u>\$ 275,485</u>	<u>\$ 31,560,862</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 15,061,268	\$ 1,400,343	\$ 455,680	\$ -
Public safety	24,151,689	4,911,185	1,585,640	-
Economic and physical development	1,233,052	-	234,165	-
Environmental protection	1,602,430	711,540	294,571	-
Human services	20,145,672	3,536,172	11,538,302	-
Culture and recreation	2,089,429	-	-	-
Education	15,723,085	-	-	-
Interest on long-term debt	4,653,198	-	-	-
Total governmental activities	<u>84,659,823</u>	<u>10,559,240</u>	<u>14,108,358</u>	<u>-</u>
Business-type activities:				
Water District II	2,469,905	2,467,181	-	-
Water District I	<u>781,564</u>	<u>801,605</u>	<u>-</u>	<u>-</u>
Total business-type activities	<u>3,251,469</u>	<u>3,268,786</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 87,911,292</u>	<u>\$ 13,828,026</u>	<u>\$ 14,108,358</u>	<u>\$ -</u>
Component units:				
Sampson County Tourism Dev Authority	135,936	-	-	-
Sampson Regional Medical Ctr. Inc.	<u>64,422,445</u>	<u>65,044,266</u>	<u>-</u>	<u>-</u>
Total component unit	<u>\$ 64,558,381</u>	<u>\$ 65,044,266</u>	<u>\$ -</u>	<u>\$ -</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Functions/Programs	Net (Expense) Revenue and Changes in Net Position				
	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Sampson County Tourism Development Authority	Sampson Reg. Medical Center, Inc.
Primary Government:					
Governmental Activities:					
General government	\$ (13,205,245)	\$ -	\$ (13,205,245)		
Public safety	(17,654,864)	-	(17,654,864)		
Economic and physical development	(998,887)	-	(998,887)		
Environmental protection	(596,319)	-	(596,319)		
Human services	(5,071,198)	-	(5,071,198)		
Culture and recreation	(2,089,429)	-	(2,089,429)		
Education	(15,723,085)	-	(15,723,085)		
Interest on long-term debt	(4,653,198)	-	(4,653,198)		
Total governmental activities	<u>(59,992,225)</u>	<u>-</u>	<u>(59,992,225)</u>		
Business-type activities:					
Water District II	-	(2,724)	(2,724)		
Water District I	-	20,041	20,041		
Total business-type activities	<u>-</u>	<u>17,317</u>	<u>17,317</u>		
Total primary government	<u>\$ (59,992,225)</u>	<u>\$ 17,317</u>	<u>\$ (59,974,908)</u>		
Component units:					
Sampson County Tourism Dev Authority				\$ (135,936)	\$ -
Sampson Regional Medical Ctr. Inc.				-	621,821
Total component units				<u>\$ (135,936)</u>	<u>\$ 621,821</u>
General revenues:					
Taxes:					
Property taxes, levied for general purpose	43,151,894	-	43,151,894	-	-
Other taxes and fees	14,469,858	-	14,469,858	156,763	-
Investment earnings, unrestricted	332,584	36,460	369,044	4	201,007
Miscellaneous, unrestricted	4,053,388	-	4,053,388	6,836	(275,318)
Total general revenues excluding transfers	<u>62,007,724</u>	<u>36,460</u>	<u>62,044,184</u>	<u>163,603</u>	<u>(74,311)</u>
Transfers	-	-	-	-	-
Total general revenues and transfers	<u>62,007,724</u>	<u>36,460</u>	<u>62,044,184</u>	<u>163,603</u>	<u>(74,311)</u>
Change in net position	2,015,499	53,777	2,069,276	27,667	547,510
Net position - beginning	35,065,156	14,707,390	49,772,546	247,818	30,670,556
Net position - ending	<u>\$ 37,080,655</u>	<u>\$ 14,761,167</u>	<u>\$ 51,841,822</u>	<u>\$ 275,485</u>	<u>\$ 31,218,066</u>

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

SAMPSON COUNTY, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

	Major			
	General	Schools Capital Project	School Construction Fund	Airport Expansion Capital Project
ASSETS				
Cash and cash equivalents	\$ 27,398,816	\$ -	\$ -	\$ -
Restricted cash	-	3,388,611	829,090	-
Taxes receivable (net)	1,890,215	-	-	-
Accounts receivable	8,015,964	758,501	-	-
Due from other funds	1,200,217	-	-	-
Inventories	8,509	-	-	-
Total Assets	<u>\$ 38,513,721</u>	<u>\$ 4,147,112</u>	<u>\$ 829,090</u>	<u>\$ -</u>
Liabilities:				
Accounts payable and accrued liabilities	\$ 1,598,089	\$ -	\$ 35,853	-
Due to general fund	-	-	-	906,098
Total Liabilities	<u>1,598,089</u>	<u>-</u>	<u>35,853</u>	<u>906,098</u>
Deferred Inflows of Resources:				
Property taxes receivable	1,890,215	-	-	-
Prepaid grant revenue	-	-	-	-
Prepaid taxes	49,898	-	-	-
Total Deferred Inflows of Resources	<u>1,940,113</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable				
Inventories	8,509	-	-	-
Restricted				
Stabilization by state statute	9,216,181	758,501	-	-
Public safety	586,694	-	-	-
Debt service	-	-	-	-
Education	-	3,388,611	793,237	-
Revaluation	264,147	-	-	-
Committed				
Nonmajor funds	-	-	-	-
Economic development	-	-	-	-
Capital projects	3,839,825	-	-	(906,098)
Assigned				
Subsequent year's expenditures	4,414,237	-	-	-
Unassigned	16,645,926	-	-	-
Total fund balances	<u>34,975,519</u>	<u>4,147,112</u>	<u>793,237</u>	<u>(906,098)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 38,513,721</u>	<u>\$ 4,147,112</u>	<u>\$ 829,090</u>	<u>\$ -</u>

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

SAMPSON COUNTY, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

	Non-Major Other Governmental Funds	Total Governmental Funds
ASSETS		
Cash and cash equivalents	\$ 2,157,128	\$ 29,555,944
Restricted cash	1,234,526	5,452,227
Taxes receivable (net)	114,875	2,005,090
Accounts receivable	608,095	9,382,560
Due from other funds	-	1,200,217
Inventories	-	8,509
Total Assets	<u>\$ 4,114,624</u>	<u>\$ 47,604,547</u>
LIABILITIES		
Liabilities:		
Accounts payable and accrued liabilities	\$ 101,781	\$ 1,735,723
Due to general fund	294,119	1,200,217
Total Liabilities	<u>395,900</u>	<u>2,935,940</u>
Deferred Inflows of Resources:		
Property taxes receivable	114,875	2,005,090
Prepaid grant revenue	1,234,526	1,234,526
Prepaid taxes	-	49,898
Total Deferred Inflows of Resources	<u>1,349,401</u>	<u>3,289,514</u>
Fund balances:		
Nonspendable		
Inventories	-	8,509
Restricted		
Stabilization by state statute	608,095	10,582,777
Public safety	999,556	1,586,250
Debt service	-	-
Education	-	4,181,848
Revaluation	-	264,147
Committed		
Nonmajor funds	903,297	903,297
Economic development	-	-
Capital projects	(141,625)	2,792,102
Assigned		
Subsequent year's expenditures	-	4,414,237
Unassigned	-	16,645,926
Total fund balances	<u>2,369,323</u>	<u>41,379,093</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,114,624</u>	<u>\$ 47,604,547</u>

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



SAMPSON COUNTY, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

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

Total Fund Balance, Governmental Funds	41,379,093
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	123,211,718
Net Pension Asset	81,499
Other long-term assets are not available to pay for current period expenditures and therefore are unavailable in the funds	153,606
Charges related to advance refunding bonds issued	(9,933,146)
Benefit payments and pension administration costs are deferred outflows of resources on the Statement of Activities	3,761,215
Contributions to pension plans in the current fiscal year are deferred outflows of resources on the Statement of Net Position	3,524,025
Net Pension Liability	(9,066,032)
Net OPEB Liability	(10,525,713)
Total Pension Liability	(2,120,056)
Deferred Inflows of resources for taxes	2,005,090
Deferred gain related to bonding refunding issue	(837,220)
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(104,262,794)
Pension and other post-employment benefits liability	(1,996,434)
Internal service fund allocation	1,705,804
Net Position of Governmental Activities	<u>\$ 37,080,655</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, 2020

	Major			
	General	Schools Capital Projects	School Construction Fund	Airport Expansion Capital Project
REVENUES				
Ad Valorem taxes	\$ 40,328,796	\$ -	\$ -	\$ -
Other taxes and licenses	11,624,908	2,844,950	-	-
Intergovernmental Revenues:				
Restricted	11,141,428	-	-	163,522
Permits and fees	799,590	-	-	-
Sales and services	6,660,435	-	-	-
Investment earnings	283,399	33,916	1,277	-
Miscellaneous	3,143,799	-	-	-
Total revenues	<u>73,982,355</u>	<u>2,878,866</u>	<u>1,277</u>	<u>163,522</u>
EXPENDITURES				
Current:				
General government	7,353,477	-	-	-
Public safety	20,059,460	-	-	-
Environmental protection	1,127,108	-	-	-
Economic and physical development	1,587,496	-	-	-
Human services	18,269,408	-	-	-
Culture and recreation	2,089,429	-	-	-
Education	15,723,085	-	-	-
Debt service				
Principal	3,933,572	-	-	-
Interest and fees	4,558,554	-	-	-
Administration	117,469	-	-	-
Capital expansion	-	-	60,006	312,629
Total expenditures	<u>74,819,058</u>	<u>-</u>	<u>60,006</u>	<u>312,629</u>
Excess (deficiency) of revenues over				
OTHER FINANCING SOURCES (USES)				
Transfers in	3,338,930	-	-	-
Transfers out	-	(2,750,161)	-	-
Bond refunding issued	-	-	-	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>3,338,930</u>	<u>(2,750,161)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	2,502,227	128,705	(58,729)	(149,107)
Fund balances-beginning	32,473,292	4,018,407	851,966	(756,991)
Fund balances-ending	<u>\$ 34,975,519</u>	<u>\$ 4,147,112</u>	<u>\$ 793,237</u>	<u>\$ (906,098)</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, 2020

	Non-Major Other Governmental Funds	Total Governmental Funds
REVENUES		
Ad Valorem taxes	\$ 3,069,254	\$ 43,398,050
Other taxes and licenses	-	14,469,858
Intergovernmental Revenues:		
Restricted	1,602,760	12,907,710
Permits and fees	1,477,781	2,277,371
Sales and services	-	6,660,435
Investment earnings	20,330	338,922
Miscellaneous	577	3,144,376
Total revenues	<u>6,170,702</u>	<u>83,196,722</u>
EXPENDITURES		
Current:		
General government	-	7,353,477
Public safety	3,191,677	23,251,137
Environmental protection	5,907	1,133,015
Economic and physical development	-	1,587,496
Human services	1,806,797	20,076,205
Culture and recreation	-	2,089,429
Education	-	15,723,085
Debt service		
Principal	-	3,933,572
Interest and fees	-	4,558,554
Administration	-	117,469
Capital expansion	276,237	648,872
Total expenditures	<u>5,280,618</u>	<u>80,472,311</u>
Excess (deficiency) of revenues over		
OTHER FINANCING SOURCES (USES)		
Transfers in	-	3,338,930
Transfers out	(588,769)	(3,338,930)
COPs debt issuance costs	-	-
Installment purchase debt issued	-	-
Total other financing sources (uses)	<u>(588,769)</u>	<u>-</u>
Net change in fund balance	301,315	2,724,411
Fund balances-beginning	2,068,008	38,654,682
Fund balances-ending	<u>\$ 2,369,323</u>	<u>\$ 41,379,093</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, 2020

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

Net changes in fund balances - total governmental funds	\$ 2,724,411
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.	(2,702,701)
Cost of capital asset disposed of during the year, not recognized on modified accrual basis	-
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	1,049,292
Benefit payments and administration costs are deferred outflows of resources on the Statement of Net Position	(578,309)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	36,169
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.	3,816,635
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	(850,279)
Interest income from internal service fund	16,487
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>(1,496,206)</u>
Total changes in net position of governmental funds	<u>\$ 2,015,499</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-GENERAL FUND
For the Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Positive (Negative)
Revenues				
Ad Valorem taxes	\$ 39,549,983	\$39,549,983	\$40,328,796	\$ 778,813
Other taxes and licenses	10,374,427	10,374,427	11,624,908	1,250,481
Intergovernmental Revenues:				
Restricted	12,066,270	12,975,021	11,141,428	(1,833,593)
Permits and fees	732,500	732,500	799,590	67,090
Sales and services	6,831,060	6,987,154	6,660,435	(326,719)
Investment earnings	150,000	150,000	242,860	92,860
Miscellaneous	2,911,719	3,045,909	3,143,799	97,890
Total revenues	<u>72,615,959</u>	<u>73,814,994</u>	<u>73,941,816</u>	<u>126,822</u>
Expenditures				
Current:				
General government	7,516,456	8,172,223	7,353,477	818,746
Public safety	20,668,980	21,118,498	20,059,460	1,059,038
Environmental protection	1,315,144	1,318,499	1,127,108	191,391
Economic and physical dev	1,948,091	2,015,038	1,587,496	427,542
Human services	19,501,990	19,850,442	18,269,408	1,581,034
Education	15,310,495	17,634,353	15,723,085	1,911,268
Culture and recreation	2,237,565	2,342,383	2,089,429	252,954
Debt service				
Principal	4,567,922	4,567,922	3,933,572	634,350
Interest and fees	4,590,000	4,589,574	4,558,554	31,020
Administration	122,981	123,407	117,469	5,938
Contingency	417,584	107,202	-	107,202
Total expenditures	<u>78,197,208</u>	<u>81,839,541</u>	<u>74,819,058</u>	<u>7,020,483</u>
Revenues over (under) expenditures	<u>(5,581,249)</u>	<u>(8,024,547)</u>	<u>(877,242)</u>	<u>(6,893,661)</u>
Other Financing Sources (Uses)				
Transfers in	3,260,769	5,180,431	3,590,930	(1,589,501)
Transfers out	(712,592)	(712,592)	(712,592)	-
Loan proceeds	783,929	783,929	-	(783,929)
Total other financing sources (uses)	<u>3,332,106</u>	<u>5,251,768</u>	<u>2,878,338</u>	<u>(2,373,430)</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-GENERAL FUND
For the Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Positive (Negative)
Revenues and Other Sources Over (Under) Expenditures and Other Uses	(2,249,143)	(2,772,779)	2,001,096	4,773,875
Appropriated Fund Balance	<u>2,249,143</u>	<u>2,772,779</u>	<u>-</u>	<u>(2,772,779)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	2,001,096	<u>\$ 2,001,096</u>
Fund balance -beginning			<u>28,870,451</u>	
Fund balance - ending			<u>\$30,871,547</u>	

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

Property taxes & Interest income	40,539
Transfers to General Fund	(252,000)
Transfer from General Fund	712,592
Transfer from closed capital projects	-
Revaluation costs	<u>-</u>
Fund Balance Beginning	<u>3,602,841</u>
Fund Balance Ending	<u>\$34,975,519</u>

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

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2020

	Major			
	Water and Sewer District II	Water and Sewer District I	Total	Internal Service Fund
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 1,054,716	\$ 2,086,196	\$ 3,140,912	\$ 1,648,483
Accounts receivable (net)	145,235	42,165	187,400	202,075
Water fees receivable (net)	379,269	40,471	419,740	-
Inventory	196,655	32,208	228,863	-
Total current assets	1,775,875	2,201,040	3,976,915	1,850,558
Noncurrent assets:				
Capital assets:				
Land, improvements, and construction in progress	1,089,807	16,807	1,106,614	-
Other capital assets net of depreciation	21,132,192	1,600,473	22,732,665	-
Total capital assets	22,221,999	1,617,280	23,839,279	-
Total assets	23,997,874	3,818,320	27,816,194	1,850,558
DEFERRED OUTFLOWS OF RESOURCE	116,299	29,075	145,374	-

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2020

	Major			
	Water and Sewer District II	Water and Sewer District I	Total	Internal Service Fund
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	232,314	38,547	270,861	144,754
Compensated absences	49,272	26,531	75,803	-
Notes payable	167,291	-	167,291	-
General obligation bonds payable	285,000	33,500	318,500	-
Total Current Liabilities	<u>733,877</u>	<u>98,578</u>	<u>832,455</u>	<u>144,754</u>
Noncurrent liabilities:				
Compensated absences	73,974	39,832	113,806	-
Notes payable	2,121,485	-	2,121,485	-
Unamortized premium on bonds	670,810	-	670,810	-
General obligation bonds payable	8,410,000	610,000	9,020,000	-
Net pension liability	151,687	37,922	189,609	-
Net OPEB liability	185,830	46,457	232,287	-
Total noncurrent liabilities	<u>11,613,786</u>	<u>734,211</u>	<u>12,347,997</u>	<u>-</u>
Total liabilities	<u>12,347,663</u>	<u>832,789</u>	<u>13,180,452</u>	<u>144,754</u>
DEFERRED INFLOWS OF RESOURCE	<u>15,959</u>	<u>3,990</u>	<u>19,949</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	11,238,222	973,780	12,212,002	-
Debt service	-	-	-	-
Unrestricted	<u>512,329</u>	<u>2,036,836</u>	<u>2,549,165</u>	<u>1,705,804</u>
Total net position	<u>\$ 11,750,551</u>	<u>\$ 3,010,616</u>	<u>\$ 14,761,167</u>	<u>\$ 1,705,804</u>



SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2020

	Major			
	Water and Sewer District II	Water and Sewer District I	Total	Internal Service Fund
OPERATING REVENUES				
Charges for services	\$ 2,284,872	\$ 761,624	\$ 3,046,496	\$ 6,114,996
Water tap fees	66,467	6,350	72,817	-
Miscellaneous	115,842	33,631	149,473	3,154,415
Total operating revenues	<u>2,467,181</u>	<u>801,605</u>	<u>3,268,786</u>	<u>9,269,411</u>
OPERATING EXPENSES				
Administration	603,690	187,632	791,322	-
Water Distribution	98,794	288,634	387,428	-
Operations and maintenance	487,900	148,442	636,342	-
Depreciation	837,856	122,368	960,224	-
Claims paid	-	-	-	10,119,690
Total operating expenses	<u>2,028,240</u>	<u>747,076</u>	<u>2,775,316</u>	<u>10,119,690</u>
Operating income (loss)	<u>438,941</u>	<u>54,529</u>	<u>493,470</u>	<u>(850,279)</u>
NONOPERATING REVENUES (EXPENSES)				
Interest earnings	14,584	21,876	36,460	16,487
State grants	-	-	-	-
Transfer from general fund	-	-	-	-
Interest expense	(441,665)	(34,488)	(476,153)	-
Total nonoperating revenues (expenses)	<u>(427,081)</u>	<u>(12,612)</u>	<u>(439,693)</u>	<u>16,487</u>
Change in net position	11,860	41,917	53,777	(833,792)
Total net position - beginning	<u>11,738,691</u>	<u>2,968,699</u>	<u>14,707,390</u>	<u>2,539,596</u>
Total net position - ending	<u>\$ 11,750,551</u>	<u>\$ 3,010,616</u>	<u>\$ 14,761,167</u>	<u>\$ 1,705,804</u>

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2020

	Major			
	Water and Sewer District II	Water and Sewer District I	Total	Internal Service Fund
Cash flows from operating activities:				
Cash received from customers	\$ 2,200,864	\$ 794,931	\$ 2,995,795	\$ 6,264,649
Cash paid for goods and services	(403,365)	(417,783)	(821,148)	(10,179,684)
Cash paid to employees for services	(558,034)	(167,646)	(725,680)	-
Customer deposits received	-	-	-	-
Customer deposits returned	-	-	-	-
Other operating revenues	181,906	39,981	221,887	3,154,415
Net cash provided (used) by operating activities	1,421,371	249,483	1,670,854	(760,620)
Cash flows from noncapital financing activities:				
Due to (from) other funds	-	-	-	-
Transfers from other funds	-	-	-	-
Net cash provided by noncapital and related financing activities	-	-	-	-
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(723,721)	(20,121)	(743,842)	-
Capital contributions-grants	-	-	-	-
Transfer from general fund	-	-	-	-
Principal paid on bond maturities and equipment contracts	(441,395)	(32,000)	(473,395)	-
Interest paid on bond maturities and equipment contracts	(471,836)	(34,619)	(506,455)	-
Net cash provided (used) by capital and related financing activities	(1,636,952)	(86,740)	(1,723,692)	-
Cash flows from investing activities:				
Interest	14,584	21,876	36,460	16,487
Net increase (decrease) in cash and cash equivalents	(200,997)	184,619	(16,378)	(744,133)
Cash and cash equivalents, July 1	1,255,713	1,901,577	3,157,290	2,392,616
Cash and cash equivalents, June 30	\$ 1,054,716	\$ 2,086,196	\$ 3,140,912	\$ 1,648,483

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2020

	Major			
	Water and Sewer District II	Water and Sewer District I	Total	Internal Service Fund
Reconciliation of operating income to net cash provided by operating activities				
Operating income (loss)	\$ 438,941	\$ 54,529	\$ 493,470	\$ (850,279)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	837,856	122,368	960,224	-
Changes in assets and liabilities:				
(Increase) decrease in assets:				
Accounts receivable	(403)	(117)	(520)	149,653
Inventory	(85,717)	-	(85,717)	-
Increase (decrease) in liabilities:				
Accounts payable & accrued liab.	205,688	60,162	265,850	(59,994)
Compensated absences	25,006	12,541	37,547	-
Other post-employment benefits	-	-	-	-
Total adjustments	982,430	194,954	1,177,384	89,659
Net cash provided (used) by operating activities	\$ 1,421,371	\$ 249,483	\$ 1,670,854	\$ (760,620)

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2020

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 348,214
Accounts receivable	<u>59,570</u>
Total Assets	<u><u>\$ 407,784</u></u>
Liabilities and Net Position	
Liabilities	
Accounts Payable	\$ 13,950
Miscellaneous liabilities	<u>393,834</u>
Total Liabilities	<u><u>\$ 407,784</u></u>

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

SAMPSON COUNTY, NORTH CAROLINA
NOTE TO FINANCIAL STATEMENTS
June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The County, which is governed by a five-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component units, legally separate entities for which the County is financially accountable. Sampson County Water & Sewer Districts I & II (the Districts) exist to provide and maintain a water system for the County residents within the Districts. The Districts are reported as an enterprise fund in the County's financial statements. Sampson County Industrial Facility and Pollution Control Financing Authority (the IFP Authority) exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. Sampson Area Development Corporation (the Corporation) exists to issue debt for the construction of public buildings, school buildings, and shell buildings for economic development purposes. The Corporation has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. Sampson Regional Medical Center, Incorporated (the Hospital), which has a September 30 year-end is presented as if it is a separate proprietary fund of the County (discrete presentation). Sampson County Tourism Development Authority (the Authority) is presented as if it is a separate proprietary fund of the County (discrete presentation) and was created to promote travel and tourism in Sampson County using an occupancy tax levied on gross receipts from accommodations. The blended presentation method presents component units as a department or unit of the County and offers no separate presentation as with the discrete method.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statements
Sampson County Water & Sewer Districts I & II	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the Districts.	None Issued
Sampson County Industrial Facility and Pollution Control Authority	Discrete	The Authority is governed by a seven-member board of commissioners that is appointed by the County Commissioners. The County can remove any commissioner of the Authority with or without cause.	None Issued
Sampson Area Development Corporation	Discrete	The Corporation is governed by a five-member board of directors that is appointed by the County Commissioners. The County can remove any director of the Corporation with or without cause.	None Issued
Sampson Regional Medical Center, Incorporated	Discrete	The Hospital is a public hospital operated by a not-for-profit corporation which has leased the hospital facilities from the County. The County appoints the Board of Trustees for the hospital. The County also issues debt for the Hospital buildings and equipment.	Sampson Regional Medical Center, Inc. 607 Beamon Street Clinton, NC 28328
Sampson County Tourism Development Authority	Discrete	The Authority is governed by a twelve-member board of directors that is appointed by the County Commissioners. The County can remove any director of the Authority with or without cause.	Sampson County Finance Office PO Box 257 Clinton, NC 28329

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting

1. Basis of Presentation, Measurement Focus – Basis of Accounting

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

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

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

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

The County reports the following major governmental funds:

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

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

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

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

The County reports the following major enterprise funds:

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The County reports the following fund types:

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 the 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 Board of Education; 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 organizations in the County.

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

2. Measurement Focus, Basis of Accounting

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

Government-wide, Proprietary, and Fiduciary Fund Financial Statements. The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus, except for the agency funds which have no measurement focus. The government-wide, proprietary, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

2. Measurement Focus, Basis of Accounting (Continued)

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

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

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

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

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

C. Budgetary Data

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, the Special Revenue Funds (excluding grant projects), Debt Service Funds and the Enterprise Funds. All annual appropriations lapse at the fiscal year end. Project ordinances are adopted for the Capital Projects Fund, the Special Revenue Grant Projects, and the Enterprise Capital Projects Fund, which are consolidated with the related enterprise operating fund for reporting purposes.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

1. Deposits and Investments

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

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

The majority of the County, the Authority and the Hospital's investments are carried at fair value. Non-participating interest earning contracts are accounted for at cost. The North Carolina Management Trust (NCCMT), which consists of two SEC-registered funds, is authorized by G.S. 159-30(c)(8). One of these funds, the Government Portfolio, is a 2a-7 fund which invests in treasuries and government agencies and is rated AAAM by S&P. The second fund, the Term Portfolio, is a short-term bond fund investing in treasuries, government agencies, and money market instruments allowed under G.S. 159-30. The Term Portfolio has no rating. Both the Government Portfolio and the Term Portfolio are reported at fair value.

2. Cash and Cash Equivalents

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

3. Restricted Assets

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

Sampson County Restricted Cash			
<hr/>			
Governmental Activities			
General Fund	Public Safety	\$	-
CARES Act Fund	Unexpended CARES Act Funds		1,234,526
Schools Capital Projects Fund	Education		3,388,611
Schools Construction Fund	Education		829,090
Total Governmental Activities			<u>5,452,227</u>
<hr/>			
Total Restricted Cash		\$	<u>5,452,227</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

4. Ad Valorem Taxes Receivable

In accordance with State law [G.S.105-347 and G.S.159-13(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2019. As allowed by State law, the County has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

5. Allowances for Doubtful Accounts

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

6. Inventories and Prepaid Items

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

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

7. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets received prior to July 1, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after July 1, 2015 are recorded at acquisition value. All other purchased or constructed capital assets are reported at cost or estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The minimum capitalization threshold for land, buildings, improvements, lines and other plant and distribution systems, furniture and equipment, and vehicles is \$2,500.

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

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

7. Capital Assets (Continued)

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

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

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

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

The Authority has no fixed assets.

8. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has two items that meet this criterion – pension related deferrals and contributions made to the pension plan in the current fiscal year. In addition to liabilities, the statement of financial position can also report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The County has four items that meet the criterion for this category - prepaid taxes and grant revenue, deferred gain on bond refunding and other pension related deferrals.

9. Long-Term Obligations

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (Continued)

10. Compensated Absences

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

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

11. Net Position/Fund Balances

Net Position

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

Fund Balances

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

The governmental fund types classify fund balances as follows:

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

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

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Fund Equity (Continued)

11. Net Position/Fund Balances (Continued)

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

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

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

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

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

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

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

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

Subsequent year's expenditures - portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed.

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

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

12. Defined Benefit Pension and OPEB Plans

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Reconciliation of Government-wide and Fund Financial Statements

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

The governmental fund balance sheet includes a reconciliation between total fund balance for the governmental funds and net position for governmental activities as reported in the government-wide statement of net position. The net adjustment of \$(4,298,438) consists of the following:

Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 186,167,631
Less accumulated depreciation	62,955,913
Net capital assets	<u>123,211,718</u>
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are unavailable in the fund statements	153,606
Net pension asset	81,499
Contributions to the pension plan in the current fiscal year	1,955,007
Benefit payments and pension administration costs for LEOSSA	34,150
Contributions to OPEB plan in the current fiscal year	1,534,868
Deferred gain on bond refunding	(837,220)
Equity of internal service fund which is used by management to charge the costs of employee health insurance to individual funds is reported in the government-wide statements but not the fund statements	1,705,804
Liabilities for revenue deferred but earned and therefore reported in the fund statements but not the government-wide	2,005,090
Pension related deferrals and OPEB related deferrals	2,730,897
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:	
Accrued interest payable	(966,116)
Bonds, leases, and installment financing	(111,511,703)
Compensated absences	(2,684,237)
Net OPEB liability	(10,525,713)
Net Pension liability	(9,066,032)
Total Pension liability	<u>(2,120,056)</u>
Total adjustment	<u>\$ (4,298,438)</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances for the governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The total adjustment of \$(708,912) is comprised of the following:

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	\$ 2,647,952
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements	(5,350,653)
Cost of disposed capital assets not recorded in the fund statements	-
This amount is the net effect of these differences in the treatment of long-term debt and related items; it has no effect on the statement of activities – it affects only the government-wide statements	4,404,264
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	1,955,007
Benefit payments and administration costs for LEOSSA are deferred outflows of resources on the Statement of Net Position	34,150
Contributions to the OPEB plan are deferred outflows of resources on the Statement of Net Position	1,534,868
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)	22,825
Difference in insurance expense between fund statements (modified accrual) and government-wide statements (full accrual) due to allocation of profit from internal service fund	(833,792)
OPEB Expense	(613,739)
Pension Expense	(4,296,843)
Amortization of debt issuance costs	56,184
Compensated absences	(587,629)
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements	
Change in accrued taxes receivable and related items	318,494
Total adjustment	<u>\$ (708,912)</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS

A. Assets

1. Deposits

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

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

At June 30, 2020, the County's deposits had a carrying amount of \$10,197,584 and a bank balance of \$11,347,612. Of the bank balance, \$1,198,220 was covered by federal depository insurance; \$10,149,392 was covered by collateral held under the Pooling Method.

At June 30, 2020, Sampson County had \$4,828 cash on hand.

The Hospital's deposits had a carrying amount of \$4,465,986 and a bank balance of \$4,768,878 as of September 30, 2019. Of the bank balances, \$250,000 was covered by federal depository insurance as of September 30, 2019 and the remainder was covered under the Pooling Method.

The Authority's deposits had a carrying amount of \$262,526 and a bank balance of \$262,934 as of June 30, 2020. Of the bank balance, \$262,934 was in interest bearing deposits and were covered by collateral held under the pooling method.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

2. Investments

At June 30, 2020, the County's investments consisted of \$29,943,368 in the North Carolina Capital Management Trust's Government Portfolio. The NCCMT Government Portfolio has an AAAM rating from Standard and Poor's. The County has no policy on credit risk.

At September 30, 2019, the Hospital's investments consisted of the following:

Investment Type	Valuation Measurement Method	Fair Value	Less Than 1 Year	2-3 Years
NC Capital Management Trust – Term Portfolio	Fair Value – Level 1	\$ 8,333,881	N/A	N/A
Total		\$ 8,333,881	N/A	N/A

The Hospital's investment in the NC Capital Management Trust's Government Portfolio carried a credit rating of AAAM by Standard & Poor's as of September 30, 2019. The Hospital's investment in the NC Capital Management Trust Term Portfolio is unrated. Investment grade bonds include U.S. Treasury issues with ratings of A or better by Standard & Poor's and corporate bonds guaranteed by the FDIC.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

3. Receivables

Receivables at the government-wide level at June 30, 2020, were as follows:

	Accounts	Taxes & Accrued Interest	Due from Other Governments	Other	Total
Governmental Activities					
General	\$ 3,237,999	\$ 2,058,215	\$ 4,980,040	\$ -	\$ 10,276,254
Accrued Interest	-	153,606	-	-	153,606
Other Governmental	250,321	124,675	1,116,275	-	1,491,271
Total Receivables	3,488,320	2,336,496	6,096,315	-	11,921,131
Less: Allowance Amount	-	(177,800)	-	-	(177,800)
Total	\$ 3,488,320	\$ 2,158,696	\$ 6,096,315	\$ -	\$ 11,743,331
Business-type Activities					
Water Districts I and II	\$ 541,970	\$ -	\$ 187,400	\$ -	\$ 729,370
Total Receivables	541,970	-	187,400	-	729,370
Less: Allowance Amount	(122,230)	-	-	-	(122,230)
Total	\$ 419,740	\$ -	\$ 187,400	\$ -	\$ 607,140

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

Local Option Sales Tax	\$ 3,880,628
Other Taxes and Grants	2,215,687
Total	<u>\$ 6,096,315</u>

The Hospital's accounts receivable are presented net of the allowance for uncollectible accounts of \$13,229,000.

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

4. Property Tax – Use Value Assessment on Certain Lands

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

Year Levied	Tax	Interest	Total
2016	\$ 4,138,494	\$ 1,076,008	\$ 5,214,502
2017	4,123,298	700,961	4,824,259
2018	4,190,602	335,248	4,525,850
2019	5,217,914	-	5,217,914
	<u>\$ 17,670,308</u>	<u>\$ 2,112,217</u>	<u>\$ 19,782,525</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

5. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2020, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets not being depreciated				
Land	\$ 6,368,480	\$ 180,037	\$ -	\$ 6,548,517
Construction in progress	5,253,396	648,634	-	5,902,030
Total assets not being depreciated	11,621,876	828,671	-	12,450,547
Capital assets being depreciated:				
Buildings and improvements	152,004,209	-	-	152,004,209
Equipment	12,188,529	572,495	-	12,761,024
Vehicles and motor equipment	7,810,337	1,246,786	105,272	8,951,851
Total Assets being depreciated	172,003,075	1,819,281	105,272	173,717,084
Less accumulated depreciation for:				
Buildings and improvements	44,936,510	3,685,426	-	48,621,936
Equipment	7,333,274	801,145	-	8,134,419
Vehicles and motor equipment	5,440,748	864,082	105,272	6,199,558
Total accumulated depreciation	57,710,532	\$ 5,350,653	\$ 105,272	62,955,913
Total capital assets being depreciated, net	114,292,543			110,761,171
Governmental activity capital assets, net	\$ 125,914,419			\$ 123,211,718

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

	Depreciation
General Government	\$ 4,063,025
Public Safety	1,038,731
Economic and Physical Development	30,959
Human Services	134,241
Environmental Protection	10,101
Cultural and Recreational	73,596
Total	\$ 5,350,653

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Assets (Continued)

5. Capital Assets (Continued)

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Water District II				
Capital assets not being depreciated				
Land	\$ 208,512	\$ -	\$ -	\$ 208,512
Construction in progress	426,081	455,214	-	881,295
Total capital assets not being depreciated	634,593	455,214	-	1,089,807
Capital assets being depreciated				
Distribution systems	31,750,519	248,386	-	31,998,905
Equipment	294,965	-	-	294,965
Vehicles	230,655	20,121	-	250,776
Total capital assets being depreciated	32,276,139	268,507	-	32,544,646
Less accumulated depreciation for:				
Distribution systems	10,296,090	799,824	-	11,095,914
Equipment	167,169	17,252	-	184,421
Vehicles	111,339	20,780	-	132,119
Total accumulated depreciation	10,574,598	\$ 837,856	\$ -	11,412,454
Total capital assets being depreciated, net	21,701,541			21,132,192
Water District II capital assets, net	\$ 22,336,134			\$ 22,221,999
Water District I				
Capital assets not being depreciated				
Land	\$ 16,807	\$ -	\$ -	\$ 16,807
Total capital assets not being depreciated	16,807	-	-	16,807
Capital assets being depreciated				
Distribution systems	3,931,082	-	-	3,931,082
Equipment	49,132	-	-	49,132
Vehicles	215,330	20,121	-	235,451
Total capital assets being depreciated	4,195,544	20,121	-	4,215,665
Less accumulated depreciation for:				
Distribution systems	2,393,150	98,277	-	2,491,427
Equipment	9,739	1,797	-	11,536
Vehicles	89,935	22,294	-	112,229
Total accumulated depreciation	2,492,824	\$ 122,368	\$ -	2,615,192
Total capital assets being depreciated, net	1,702,720			1,600,473
Water District I capital assets, net	1,719,527			1,617,280
Business-type activities capital assets, net	\$ 24,055,661			\$ 23,839,279

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

5. Capital Assets

Construction Commitments

The government has no active construction projects as of June 30, 2020.

Discretely presented component units

The Authority does not have any fixed assets.

Capital asset activity for Sampson Regional Medical Center for the year ended September 30, 2019 was as follows:

Sampson Regional Medical Center	9/30/18	Increases	Decreases	9/30/19
Capital assets not being depreciated				
Land	\$ 1,972,056	\$ -	\$ 10,000	\$ 1,962,056
Construction in progress	26,945	583,273	18,207	592,011
Total capital assets not being depreciated	1,999,001	583,273	28,207	2,554,067
Capital assets being depreciated				
Land and improvements	2,098,992	19,363	-	2,118,355
Buildings and improvements	41,905,529	178,414	-	42,083,943
Furniture and equipment	57,023,354	973,892	743,681	57,253,565
Total capital assets being depreciated	101,027,875	1,171,669	743,681	101,455,863
Less accumulated depreciation for:				
Land and improvements	1,934,450	36,333	-	1,970,783
Buildings and improvements	28,707,770	1,662,105	-	30,369,875
Furniture and equipment	49,313,026	1,951,032	730,254	50,533,804
Total accumulated depreciation	79,955,246	3,649,470	730,254	82,874,462
Total capital assets being depreciated, net	21,072,629			18,581,401
Sampson Regional Medical Center capital assets, net	\$ 23,071,630			\$21,135,468

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2020, were as follows:

	Vendors	Salaries & Benefits	Accrued Interest	Total
Governmental Activities				
General	\$ 1,636,391	\$ 142,305	\$ 966,116	\$ 2,744,812
Other Governmental	95,176	6,605	-	101,781
Total	<u>\$ 1,731,567</u>	<u>\$ 148,910</u>	<u>\$ 966,116</u>	<u>\$ 2,846,593</u>
Business-type Activities				
Water District II	\$ 189,327	\$ 1,734	\$ 41,253	\$ 232,314
Water District I	35,423	504	2,620	38,547
Total	<u>\$ 224,750</u>	<u>\$ 2,238</u>	<u>\$ 43,873</u>	<u>\$ 270,861</u>

2. Pension Plan and Other Postemployment Obligations

a. Local Governmental Employees' Retirement System

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

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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

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

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2020, was 9.70% of compensation for law enforcement officers and 8.95% for general employees, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the County were \$1,989,758 for the year ended June 30, 2020.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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

At June 30, 2020, the County reported a liability of \$9,255,641 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018. The total pension liability was then rolled forward to the measurement date of June 30, 2019 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2020, the County's proportion was .338920% (measured as of June 30, 2019), which was an increase of .018060% from its proportion as of June 30, 2019 (measured as of June 30, 2018).

For the year ended June 30, 2020, the County recognized pension expense of \$4,158,996. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,584,800	\$ -
Changes in assumptions	1,508,516	-
Net difference between projected and actual earnings on pension plan investments	225,759	-
Changes in proportion and differences between County contributions and proportionate share of contributions	134,186	32,068
County contributions subsequent to the measurement date	1,989,758	-
Total	<u>\$ 5,443,019</u>	<u>\$ 32,068</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

\$1,989,758 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>	
2021	\$ 1,682,402
2022	543,280
2023	913,605
2024	281,906
2025	-
Thereafter	-
Total	<u>\$ 3,421,193</u>

Actuarial Assumptions. The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of an actuarial experience study as of December 31, 2014.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2020 are summarized in the following table:

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

The information above is based on 30 year expectations developed with the consulting actuary for the 2018 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. All rates of return and inflation are annualized.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the net pension liability (asset)	\$ 21,169,343	\$ 9,255,641	\$ (647,060)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Comprehensive Annual Financial Report (CAFR) for the State of North Carolina.

b. Law Enforcement Officers Special Separation Allowance

Plan Description

Sampson County administers a public employee retirement system (the "Separation Allowance"), a single-employer defined benefit pension plan that provides retirement benefits to the County's qualified sworn law enforcement officers under the age of 62 who have completed at least 30 years creditable service or have attained 55 years of age and have completed five or more years of creditable service. The Separation Allowance is equal to .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan and Other Postemployment Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

Plan Description (Continued)

All full-time County law enforcement officers of the County are covered by the Separation Allowance. At December 31, 2018 (valuation date), the Separation Allowance's membership consisted of:

Retirees receiving benefits	3
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	<u>91</u>
Total	<u>94</u>

Summary of Significant Accounting Policies

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

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

Actuarial Assumptions

The entry age actuarial cost method was used in the December 31, 2018 valuation. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent per annum
Salary increases	1.00 percent per annum
Discount rate	3.26 percent per annum, compounded annually

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2019.

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of an experience study completed by the Actuary for the Local Government Employees' Retirement System for the five year period ending December 31, 2014.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

Contributions

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts necessary to cover the benefits earned on a pay as you go basis through appropriations made in the General Fund operating budget. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The County paid \$34,150 as benefits came due for the reporting period.

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

At June 30, 2020, the County reported a total pension liability of \$2,120,056. The total pension liability was measured as of December 31, 2019 based on a December 31, 2018 actuarial valuation. The total pension liability was rolled forward to December 31, 2019 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2020, the County recognized pension expense of \$214,097.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 236,937	\$ 44,528
Changes in assumptions	131,301	72,741
County benefit payments & plan administrative expense made subsequent to the measurement date	34,150	-
Total	<u>\$ 402,388</u>	<u>\$ 117,269</u>

\$34,150 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2021. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2021	\$ 46,838
2022	46,838
2023	46,838
2024	47,617
2025	51,155
Thereafter	11,683
Total	<u>\$ 250,969</u>

\$33,272 paid as benefits came due and \$878 of administrative expenses subsequent to the measurement date are reported as deferred outflows of resources.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

Sensitivity of the County's total pension liability to changes in the discount rate. The following presents the County's total pension liability calculated using the discount rate of 3.26 percent, as well as what the County's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.26 percent) or 1-percentage-point higher (4.26 percent) than the current rate:

	1% Decrease (2.26%)	Discount Rate (3.26%)	1% Increase (4.26%)
Total pension liability	\$ 2,331,515	\$ 2,120,056	\$ 1,928,162

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

	2020
Beginning balance	\$ 1,654,448
Service cost	106,733
Interest on the total pension liability	59,656
Changes of benefit terms	-
Differences between expected and actual experience in the measurement of the total pension liability	255,133
Changes of assumptions or other inputs	75,156
Benefit payments	(31,070)
Other changes	-
Ending balance of the total pension liability	<u>\$ 2,120,056</u>

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 3.64 percent at June 30, 2018 (measurement date) to 3.26 percent at June 30, 2019 (measurement date).

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

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

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of an actuarial experience study as of December 31, 2014.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

c. Supplemental Retirement Income Plan for Law Enforcement Officers

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

The County contributed \$936,897 for the reporting year. No amounts were forfeited.

d. Registers of Deed's Supplemental Pension Fund

Plan Description. Carolina County also contributes to the Registers of Deeds' Supplemental Pension Fund (RODSPF), a noncontributory, defined benefit plan administered by the North Carolina Department of State Treasurer. RODSPF provides supplemental pension benefits to any eligible county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the state Senate, one appointed by the state House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Registers of Deeds' Supplemental Pension Fund is included in the 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 Deeds' Supplemental Pension Fund. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at www.osc.nc.gov.

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

Contributions. Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Registers of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. Contributions to the pension plan from the County were \$6,061 for the year ended June 30, 2020.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

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

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

At June 30, 2020, the County reported an asset of \$81,499 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2019. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2018. The total pension asset was then rolled forward to the measurement date of June 30, 2019 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on the County's share of contributions to the pension plan, relative to contributions to the pension plan of all participating RODSPF employers. At June 30, 2019, the County's proportion was .41282%, which was a decrease of .06046% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the County recognized pension expense of \$10,795. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,930
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	834	-
Changes in proportion and differences between County contributions and proportionate share of contributions	9,572	-
County contributions subsequent to the measurement date	6,061	-
Total	<u>\$ 16,467</u>	<u>\$ 3,930</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

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

\$6,061 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2021. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>	
2021	\$ 2,130
2022	3,733
2023	2,224
2024	(1,611)
2025	-
Thereafter	-
Total	<u>\$ 6,476</u>

Actuarial Assumptions. The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.5 to 7.75 percent, including inflation and productivity factor
Investment rate of return	3.75 percent, net pension plan investment expense, including inflation

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

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of an actuarial experience study as of December 31, 2014.

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

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

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The adopted asset allocation policy for the RODSPF is 100% in the fixed income asset class. The best estimate of arithmetic real rate of return for the fixed income asset class as of June 30, 2020 is 1.4%.

The information above is based on 30 year expectations developed with the consulting actuary for the 2020 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 3.75%. The projection of cash flows used to determine the discount rate assumed that System contributions will continue to follow the current funding policy. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the net pension asset to changes in the discount rate. The following presents the County's proportionate share of the net pension asset calculated using the discount rate of 3.75 percent, as well as what the County's proportionate share of the net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (2.75 percent) or 1-percentage-point higher (4.75 percent) than the current rate:

	1% Decrease (2.75%)	Discount Rate (3.75%)	1% Increase (4.75%)
County's proportionate share of the net pension liability (asset)	\$ 5,491	\$ (81,499)	\$ 4,614

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Comprehensive Annual Financial Report (CAFR) for the State of North Carolina.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

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

The net pension liability for LGERS and ROD was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability for LEOSSA was measured as of June 30, 2019, with an actuarial valuation date as of December 31, 2018. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense:

	LGERS	ROD	LEOSSA	Total
Proportionate Share of Net Pension Liability (Asset)	\$ 9,255,641	\$ (81,499)	\$ -	\$ 9,174,142
Proportion of the Net Pension Liability (Asset)	.338920%	.41282%	N/A	
Total Pension Liability	\$ -	\$ -	\$ 2,120,056	\$ 2,120,056
Pension Expense	\$ 4,158,996	\$ 10,795	\$ 214,097	\$ 4,383,888

At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	LGERS	ROD	LEOSSA	Total
Deferred Outflows of Resources				
Differences between expected and actual experience	\$ 1,584,800	\$ -	\$ 236,937	\$ 1,821,737
Changes of assumptions	1,508,516	-	131,301	1,639,817
Net difference between projected and actual earnings on pension plan investments	225,759	834	-	226,593
Changes in proportion and differences between County contributions and proportionate share of contributions	134,186	9,572	-	143,758
County contributions (LGERS, ROD)/benefit payments and administrative costs (LEOSSA) subsequent to the measurement date	1,989,758	6,061	34,150	2,029,969
Deferred Inflows of Resources				
Differences between expected and actual experience	\$ -	\$ 3,930	\$ 44,528	\$ 48,458
Changes of assumptions	-	-	72,741	72,741
Changes in proportion and differences between County contributions and proportionate share of contributions	32,068	-	-	32,068

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Other Postemployment Benefit

Plan Description

Plan Administration. Under the County's annual budget ordinance as of July 1, 2019, Sampson County provides healthcare benefits through the Healthcare Benefits Plan (the HCB Plan) as a single-employer defined benefit plan to cover retirees of the County who participate in the North Carolina Local Governmental Employees' Retirement System (System) and have worked at least 15 continuous years in local or State government with the last 10 years worked with Sampson County under the original plan. The County pays 100% of the individual premium for employees who have worked at least 15 years as stated above, must have worked for Sampson County as least 20 consecutive years and not retire before the age 58 to qualify for the plan. The HCB Plan is available to qualified retirees at 100% until the age of 65 or until Medicare eligible, whichever is sooner. Also, the County's retirees can purchase coverage for their dependents at the County's group rates. Employees who do not have at least five years creditable service in the retirement system as of July 1, 2015 are not eligible to participate in the plan. The Board of Commissioners may amend the benefit provisions. A separate report was not issued for the plan.

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

Plan Membership. At June 30, 2020, HCB Plan membership consisted of the following:

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

Total OPEB Liability

The County's total OPEB liability of \$10,758,000 was measured as of July 1, 2019 and was determined by an actuarial valuation as of July 1, 2019.

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

Inflation	3.00 percent
Salary Increases	2.50 percent
Discount Rate	3.13 percent
Healthcare Cost Trend Rates	6.00 percent to 5.00 percent

The discount rate is based on the yield of the Municipal GO AA 20-year yield curve rate as of July 1, 2019.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Other Postemployment Benefit (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at July 1, 2019	\$ 10,715,000
Changes for the year	
Service cost	399,000
Interest	380,000
Changes of benefit terms	-
Differences between expected and actual experience	153,000
Changes in assumptions or other inputs	340,000
Benefit payments	(1,229,000)
Net changes	<u>43,000</u>
Balance at June 30, 2020	<u>\$ 10,758,000</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.62% to 3.13%.

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

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period January 2010 through December 2014.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.13 percent) or 1-percentage-point higher (4.13 percent) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 11,490,000	\$ 10,758,000	\$ 10,061,000

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

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 9,765,000	\$ 10,758,000	\$ 11,907,000

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

e. Other Postemployment Benefit (Continued)

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

For the year ended June 30, 2020, the County recognized OPEB expense of \$696,000. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 132,000	\$ 856,000
Changes of assumptions	293,000	41,000
Benefit payments and administrative costs made subsequent to the measurement date	1,143,740	-
Total	<u>\$ 1,568,740</u>	<u>\$ 897,000</u>

\$1,143,740 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2020. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2021	\$ (89,000)
2022	(89,000)
2023	(89,000)
2024	(89,000)
2025	(89,000)
2026	(44,000)
2027	17,000
	<u>\$ (472,000)</u>

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Pension Plan Obligations (Continued)

f. Other Employment Benefits

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

g. Sampson Regional Medical Center, Inc. Pension Plan

Benefit Plans – The Sampson Regional Medical Center, Inc. Plan (Plan) is a single-employer defined contribution plan. Employees become eligible for the plan after completing one year of employment and 1,000 hours of service. The Hospital may contribute 2% of participant earnings. The Hospital may also make a year-end discretionary contribution which shall be determined by the Board of Trustees on an annual basis. There were no discretionary contributions for plan years 2019 and 2018.

The Hospital also has a tax deferred retirement savings plan. All full time employees of the Hospital and part-time employees who work at least 1,000 hours during the plan year are eligible to participate. The Hospital matches 50% for participants with 1-9 years of service, 60% for participants with 10-14 years of service, and 80% for participants with 15 or more years of service, of the first 5% of the compensation deferred by each participant. The Hospital contributed \$591,842 to the Plan for the current year.

3. Closure and Postclosure Care Costs – Landfill Facility

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

4. Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pensions – difference between expected and actual experience	\$ 1,953,737	\$ 904,458
Pensions – difference between projected and actual investment earnings	226,593	-
Pensions – change in proportion and difference between employer contributions and proportionate share of contributions	143,758	32,068
Pensions – change in assumptions	1,932,817	113,741
Contributions to pension plan subsequent to measurement date (LGERS, ROD)	1,995,819	-
Benefit payments for the OPEB plan paid Subsequent to measurement date	1,143,740	-
Benefit payments/administration costs paid subsequent to the measurement date (LEOSSA)	34,150	-
Deferred gain on refunding of debt	-	837,220
Prepaid Taxes not yet earned (General)	-	49,898
Prepaid Grant Revenue (Special Revenue)	-	1,234,526
Taxes Receivable, net, less penalties (General)	-	1,890,215
Taxes Receivable, net, less penalties (Special Revenue)	-	114,875
Total	\$ 7,430,614	\$ 5,177,001

5. Risk Management

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

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

In accordance with G.S. 159-29, the County's employees that have access to \$100 or more at any given time of the County's funds are performance bonded through a commercial surety bond in the amount of \$25,000 each.

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

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

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

5. Risk Management (Continued)

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

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

	June 30, 2020
Claims payable, beginning of year	\$ 204,748
Add: Claims received	10,119,690
Less: Claims paid	10,179,684
Claims payable, end of year	<u>\$ 144,754</u>

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

6. Contingent Liabilities

At June 30, 2020, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations

a. Installment Purchase

The County's installment purchase agreements payable at June 30, 2020 are comprised of the following individual issues:

Serviced by the Water and Sewer Districts:

Installment agreements with USDA for the construction of water wells, secured by the equipment and land. The total cost of the loans is \$1,792,000 and will be repaid in 38 annual installments of \$82,293 including interest at 2.75% and 3.5%. Principal and interest repayments will began in fiscal year 2015-2016. At June 30, 2020, there were 32 payments remaining.

\$ 1,640,125

Annual debt service payments of the installment purchases as of June 30, 2020, including \$1,072,426 of interest, are:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2021	\$ 28,286	\$ 54,007
2022	29,211	53,082
2023	30,167	52,126
2024	31,155	51,138
2025	32,176	50,117
2026-2030	177,407	234,058
2031-2035	208,495	202,970
2036-2040	245,097	166,368
2041-2045	288,201	123,264
2046-2050	338,974	72,491
2051-2052	230,956	12,805
Total	<u>\$ 1,640,125</u>	<u>\$ 1,072,426</u>

b. Qualified Zone Academy Bonds

As authorized by State law (G.S. 160A-20), the County entered into an installment financing agreement with Bank of America for renovations on Clinton City Board of Education owned facilities. The County's obligation under the contract will be designated as "Qualified Zone Academy Bonds (QZAB)" pursuant to the federal QZAB program. These are Qualified Zone Academy Bonds in the amount of \$2,000,000 secured by the building and land of Clinton High School. The loan will be repaid in 14 annual installments of \$160,712 including interest at 0%. At June 30, 2020, there were 3 payments remaining.

As authorized by State law (G.S. 160A-20), the County entered into an installment financing agreement with Regions Bank for renovations on Sampson County Board of Education owned facilities. The County's obligation under the contract will be designated as "Qualified Zone Academy Bonds (QZAB)" pursuant to the federal QZAB program. The installment purchase was issued pursuant to a deed of trust that requires that legal title remain with the County as long as the debt is outstanding. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded by the Board of Education. These are Qualified Zone Academy Bonds in the amount of \$2,000,000 secured by the buildings and land. The loan will be repaid in 14 annual installments including interest at 1%. At June 30, 2020, there were 3 payments remaining.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

b. Qualified Zone Academy Bonds (Continued)

For Sampson County, the future minimum payments as of June 30, 2020 are:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2021	\$ 362,853	\$ 4,400
2022	362,853	2,950
2023	367,851	1,500
2024	-	-
2025	-	-
Total	<u>\$1,093,557</u>	<u>\$ 8,850</u>

c. General Obligation Indebtedness

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

The County's general obligation bonds payable at June 30, 2020 are comprised of the following individual issues:

Serviced by the County's Water and Sewer Districts:

\$1,093,000 Water and Sewer Bonds	
Issued on August 7, 1995, due in annual installments of \$11,500 to \$46,000 through June 1, 2035, 5.125% interest rate	\$ 643,500
\$9,990,000 Refunding, Series 2015 General Obligation Bonds	
Due in semi-annual installments of \$170,981 to \$558,469 through June 1, 2044, variable interest rate	8,695,000
Total	<u>\$ 9,338,500</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

c. General Obligation Indebtedness (Continued)

Annual debt service requirements to maturity for the District's general obligation bonds, including interest of \$5,165,512 are as follows:

Year Ending June 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2021	\$ -	\$ -	\$ 318,500	\$ 410,611
2022	-	-	325,500	397,494
2023	-	-	337,500	384,074
2024	-	-	354,000	370,153
2025	-	-	376,000	355,554
2026-2030	-	-	2,047,000	1,555,289
2031-2035	-	-	2,325,000	1,094,706
2036-2040	-	-	2,180,000	508,094
2041-2044	-	-	1,075,000	89,537
Total	\$ -	\$ -	\$9,338,500	\$ 5,165,512
Unamortized premium	-	-	670,810	
Carrying Value	\$ -	\$ -	\$ 10,009,310	\$ 5,165,512

d. Refunding Bonds

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

The installment purchase was executed on April 7, 2010 to the outstanding amount of the January 1999 issue. The transaction calls for 15 annual principal payments of \$985,000 to \$1,280,000 and thirty semiannual interest payments, due on December 1 and June 1, at interest rates varying from 2 percent to 5.25 percent. These refunding bonds which mature through June 1, 2024 are reported in the General Fund because they are being repaid from General Fund revenues. Balance outstanding at June 30, 2020 was \$3,930,000.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

C. Liabilities (Continued)

7. Long-Term Obligations (Continued)

d. Refunding Bonds (Continued)

Annual debt service requirements to maturity for the County's revenue bonds, including interest of \$513,888 are as follows:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2021	\$ 980,000	\$ 203,875
2022	980,000	154,875
2023	985,000	103,425
2024	985,000	51,713
2025	-	-
2026	-	-
Total	<u>\$ 3,930,000</u>	<u>\$ 513,888</u>

e. Revenue Bonds

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

Revenue bond annual debt service requirements to maturity for Sampson Regional Medical Center, Inc., including interest of \$783,660, are as follows:

Year Ending September 30		
	Principal	Interest
2020	\$ 575,040	\$ 106,849
2021	575,040	106,849
2022	575,040	106,849
2023	575,040	106,849
2024	575,040	106,849
Thereafter	1,390,837	249,415
Total	<u>\$ 4,266,037</u>	<u>\$ 783,660</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

f. 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 \$46,374 plus interest at 2.87% beginning June 1, 2004. This debt is serviced by the Water and Sewer District II Enterprise Fund.

\$ 185,494

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

	463,157
<u>\$</u>	<u>648,651</u>

Debt service requirements to maturity, including interest of \$67,915 are as follows:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2021	\$ 139,005	\$ 23,386
2022	139,005	18,471
2023	139,005	13,555
2024	139,005	8,779
2025	92,631	3,724
2026	-	-
Total	<u>\$ 648,651</u>	<u>\$ 67,915</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

g. Limited Obligation Bonds

On June 3, 2015 the County issued Limited Obligation Bonds ("LOBs") to purchase these certificates. When debt service is due, the County will remit the debt service payments for their respective bond to the County, who will then remit it to the bondholder. The Limited Obligation Bonds are appropriation-backed with bi-annual interest payments with a 3.375% average interest rate over the life of the term. As of June 30, 2020, the balance of the bonds was \$35,840,000.

On September 13, 2017 the County issued Limited Obligation Bonds ("LOBs") to refinance prior installment agreements with the USDA. When debt service is due, the County will remit the debt service payments for their respective bond to the County, who will then remit it to the bondholder. The Limited Obligation Bonds are appropriation-backed with bi-annual interest payments with a 4.38% average interest rate over the life of the term. As of June 30, 2020, the balance of the bond was \$60,715,000.

Year Ending June 30	Governmental Activities	
	Principal	Interest
2021	\$ 2,730,000	\$ 4,189,044
2022	2,790,000	4,058,494
2023	2,835,000	3,917,869
2024	2,910,000	3,774,244
2025	4,065,000	3,599,869
2026-2030	21,425,000	14,949,481
2031-2035	23,325,000	9,611,916
2036-2040	15,115,000	5,412,638
2041-2045	15,220,000	2,402,418
2046-2048	6,140,000	257,075
Total principal payments	96,555,000	52,173,048
Unamortized premiums	9,933,146	-
Total	<u>\$ 106,488,146</u>	<u>\$ 52,173,048</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

h. Conduit Debt Obligations

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

Debt Related to Capital Activities

Of the total Governmental Activities debt listed, \$5,023,557 relates to assets the County does not hold title.

i. Long-Term Obligation Activity

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2020:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion of Balance
Governmental activities:					
Installment purchases	\$ -	\$ -	\$ -	\$ -	\$ -
Qualified Zone Academy bonds	1,342,130	-	248,573	1,093,557	362,853
Revenue bonds	4,920,000	-	990,000	3,930,000	980,000
Limited Obligation bonds	99,250,000	-	2,695,000	96,555,000	2,730,000
Unamortized premium on LOBs	10,403,837	-	470,691	9,933,146	-
Net pension liability (LGRS)	7,470,567	1,595,465	-	9,066,032	-
Total pension liability (LEOSSA)	1,654,448	465,608	-	2,120,056	-
Compensated absences	2,096,608	587,629	-	2,684,237	1,717,912
Net OPEB Liability	10,486,535	39,178	-	10,525,713	-
Total governmental activities	<u>\$ 137,624,125</u>	<u>\$ 2,687,880</u>	<u>\$ 4,404,264</u>	<u>\$ 135,907,741</u>	<u>\$ 5,790,765</u>
Business-type activities:					
General obligation debt	\$ 9,645,500	\$ -	\$ 307,000	\$ 9,338,500	\$ 318,500
Installment purchases	1,667,515	-	27,390	1,640,125	28,286
State Clean Water bonds	787,657	-	139,006	648,651	139,005
Unamortized premium on GOs	698,902	-	28,092	670,810	-
Net pension liability (LGRS)	141,330	48,279	-	189,609	-
Compensated absences	60,033	22,362	-	82,395	75,803
Net OPEB Liability	228,465	3,822	-	232,287	-
Total business-type activities	<u>\$ 13,229,402</u>	<u>\$ 74,463</u>	<u>\$ 501,488</u>	<u>\$ 12,802,377</u>	<u>\$ 561,594</u>

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

7. Long-Term Obligations (Continued)

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

Discretely presented component units:	Beginning Balance	Increase	Decrease	Ending Balance	Current Portion of Balance
Revenue bonds	\$ 4,841,077	\$ -	\$ 575,040	\$ 4,266,037	\$ 575,040
Capital Leases	1,214,698	-	435,710	778,988	411,305
Compensated absences	1,631,425	62,098	-	1,693,523	-
Total	\$ 7,687,200	\$ 62,098	\$ 1,010,750	\$ 6,738,548	\$ 986,345

C. Interfund Balances and Activity

Transfers to/from other funds at June 30, 2020 consists of the following:

From the General Fund to the County Capital Project fund to provide for County & School Building construction and major repairs	\$ 712,592
Total Transfers out from the General Fund	<u>712,592</u>
From the Sampson Area Transportation Fund to the General Fund to provide services for the elderly	588,769
From the School Capital Reserve Fund to the General Fund to pay debt on school projects and school capital outlay	2,750,161
From the County Capital Project Fund to the General Fund to pay for maintenance costs on County buildings	252,000
Total Transfers into the General Fund	<u>3,590,930</u>
Total	<u>\$ 4,303,522</u>

Interfund balances at June 30, 2020, consists of the following:

Due to the General Fund from:	
Airport Construction Capital Project Fund	\$ 906,098
Nonmajor Governmental Funds	
Hurricane Florence Hazard Mitigation Special Revenue Fund	14,928
Emergency Management Facilities Capital Project Fund	124,700
Community Development ESFR-17 Special Revenue Fund	85
Disaster Recovery NCEM Hazard Mitigation Special Revenue Fund	153,832
Disaster Recovery NCEM DRA-17 Special Revenue Fund	574
Total nonmajor (other) governmental funds	<u>294,119</u>
Total all funds	<u>\$ 1,200,217</u>

The interfund balances resulted from the time lag between the dates that (1) interfund goods and services were provided or reimbursable expenditures occurred, (2) transactions were recorded in the accounting system, and (3) payments between the funds were made.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

II. DETAIL NOTES ON ALL FUNDS (Continued)

D. Net Investment in Capital Assets

	Governmental	Business-type
Capital Assets	\$ 123,211,718	\$ 23,839,279
Less: long-term debt	96,555,000	11,627,277
Add: unexpended debt proceeds	-	-
Net Investment in Capital Assets	\$ 26,656,718	\$ 12,212,002

E. Fund Balance

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

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

<i>Total fund balance – General Fund</i>	\$ 34,975,519
Less:	
Inventories	8,509
Stabilization by State Statute	9,216,181
Public Safety	586,694
Debt Service	-
Revaluation	264,147
Capital Projects	3,839,825
Economic Development	-
Appropriated Fund Balance in 2020-2021 budget	4,414,237
Remaining Fund Balance	16,645,926

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

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

III. RELATED ORGANIZATION

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

IV. JOINT VENTURES

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

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

The County has an ongoing financial responsibility for the joint venture because the Center's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Center, so no equity interest has been reflected in the financial statements at June 30, 2020. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$241,180 to the Center to supplement its activities. Complete financial statements for the Center may be obtained from the Center's offices in Beulaville, North Carolina.

B. Sampson Community College

The County, in conjunction with the State of North Carolina and the Sampson County Board of Education, participates in a joint venture to operate Sampson Community College. Each of the three participants appoints four members of the thirteen-member board of trustees of the Community College. The president of the Community College's student government serves as a non-voting ex officio member of the Community College's board of trustees. The Community College is included as a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the Community College and also provides some financial support for the Community College's operations. The County has an ongoing financial responsibility for the Community College because of the statutory responsibilities to provide funding for the Community College's facilities. The County contributed \$3,359,184 and \$607,429 to the Community College for operating and capital purposes, respectively, during the fiscal year ended June 30, 2020. 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, 2020. Complete financial statements for the Community College may be obtained from the Community College's administrative offices at Sunset Avenue, Clinton, North Carolina.

V. SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

Federal and State Assisted Programs

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

VI. SUBSEQUENT EVENTS

Subsequent events have been evaluated through November 30, 2020, which is the date the financial statements were available to be issued.

SAMPSON COUNTY, NORTH CAROLINA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2020

VII. RELATED PARTY TRANSACTIONS

The County appoints the board members of the TDA based on citizens who represent lodging providers within the County. The legislation that created the TDA gives the County the authority to levy and collect an occupancy tax and remit to the TDA. For the year, \$156,763 was collected, \$156,763 was remitted to the Authority, and \$0 is remaining to be distributed to the Authority. The County finance officer also serves as the finance officer of the TDA.

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

VIII. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Deficit Fund Balance or Net Position of Individual Funds

The County experienced deficit fund balances in the following funds: Special Revenue Funds: Disaster Recovery NCEM DRA-17 (\$574); and Hurricane Florence Hazard Mitigation (\$5,540), Capital Project Fund: Airport Expansion (\$906,098). The deficits occurred because of the timing of payments. Management intends to appropriate funds as necessary to cover deficit fund balance.

Required Supplemental Financial Data

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

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

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

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

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

Local Government Employees' Retirement System

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

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

	Register of Deeds' Supplemental Pension Fund						
	2020	2019	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.41282%	0.47328%	0.48418%	0.50078%	0.48569%	0.48841%	0.45784%
County's proportion of the net pension liability (asset) (\$)	\$ (81,499)	\$ (78,389)	\$ (82,645)	\$ (93,625)	\$ (112,554)	\$ (110,703)	\$ (97,795)
County's covered-employee payroll	\$ 61,032	\$ 61,032	\$ 61,005	\$ 58,872	\$ 58,464	\$ 56,407	\$ 58,176
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	(133.53%)	(128.44%)	(135.47%)	(159.03%)	(192.52%)	(196.26%)	-168.10%
Plan fiduciary net position as a percentage of the total pension liability**	153.31%	153.77%	160.17%	197.29%	193.88%	190.50%	188.75%

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

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

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

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

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF CHANGES IN TOTAL PENSION LIABILITY
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
For the Year Ended June 30, 2020

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

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

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF TOTAL PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
For the Year Ended June 30, 2020

Law Enforcement Officers' Special Separation Allowance

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

Notes to the schedules:

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

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
HEALTHCARE BENEFITS PLAN
For the Year Ended June 30, 2020*

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

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

SAMPSON COUNTY, NORTH CAROLINA
SCHEDULE OF COUNTY CONTRIBUTIONS
HEALTHCARE BENEFITS PLAN
For the Year Ended June 30, 2020

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

Notes to Schedule:

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

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

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	N/A
Amortization period	N/A
Asset valuation method	There are no assets held in trust for this plan
Inflation	N/A
Healthcare cost trend rates	6.00 percent, decreasing .5 percent each year to 5 percent
Salary increases	2.5 percent
Investment rate of return	N/A
Retirement age	In the 2019 actuarial valuation, assumed life expectancies were adjusted as a result of adopting the RP-2014 Health Annuity Mortality Table. In prior years, those assumptions were based on the 1994 Group Annuity Mortality table.

Mortality

In the 2019 actuarial valuation, assumed life expectancies were adjusted as a result of adopting the RP-2014 Health Annuity Mortality Table fully generational, with base year 2006, projected using two-dimensional mortality improvement scale MP-2019. In prior years, those assumptions were based on the 1994 Group Annuity Mortality table.



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

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes:			
Ad valorem	39,280,983	40,053,316	772,333
Penalties and interest	<u>269,000</u>	<u>275,480</u>	<u>6,480</u>
Total	39,549,983	40,328,796	778,813
 Sales Tax:			
One cent	3,912,427	4,512,984	600,557
One half cent article 40	2,655,000	2,899,323	244,323
One half cent article 42	955,000	1,068,256	113,256
Article 44	1,673,000	1,809,541	136,541
One quarter cent article 46	<u>1,179,000</u>	<u>1,334,804</u>	<u>155,804</u>
Total	10,374,427	11,624,908	1,250,481
 Restricted:			
State grants	12,211,886	10,720,275	(1,491,611)
Federal grants	485,273	158,791	(326,482)
Court facility fees	164,000	154,864	(9,136)
Local grants	<u>113,862</u>	<u>107,498</u>	<u>(6,364)</u>
Total	12,975,021	11,141,428	(1,833,593)
 Permits and Fees:			
Register of deeds	318,000	351,817	33,817
Inspection	367,000	414,281	47,281
Franchise	<u>47,500</u>	<u>33,492</u>	<u>(14,008)</u>
Total	732,500	799,590	67,090
 Sales and Services:			
Tax Collection Fees:			
Towns	4,710	4,836	126
City of Clinton	60,400	63,560	3,160
Tax collection	227,000	186,855	(40,145)
Jail fees	1,393,800	1,330,614	(63,186)
Sheriff fees	1,087,328	1,089,839	2,511
Health fees	916,028	957,827	41,799
Ambulance fees	2,675,000	2,490,732	(184,268)
Aging services fees	<u>622,888</u>	<u>536,172</u>	<u>(86,716)</u>
Total	6,987,154	6,660,435	(326,719)

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Investment Earnings	150,000	242,860	92,860
Miscellaneous:			
Board of elections	21,000	23,047	2,047
Short-term vehicle lease	16,500	16,745	245
Recreation	65,614	59,878	(5,736)
Agri-Exposition center	283,925	167,209	(116,716)
Rent	2,239,579	2,594,651	355,072
Other	419,291	282,269	(137,022)
Total	3,045,909	3,143,799	97,890
Total revenues	73,814,994	73,941,816	126,822
Expenditures			
General Government			
Governing Body			
Salaries and employee benefits		114,636	
Operations and maintenance		38,895	
Total	160,176	153,531	6,645
Administration			
Salaries and employee benefits		454,478	
Operations and maintenance		42,310	
Total	536,032	496,788	39,244
Human Resources			
Salaries and employee benefits		291,647	
Operations and maintenance		36,669	
Total	345,319	328,316	17,003
Airport			
Operations and maintenance		88,805	
Capital outlay		272,125	
Total	383,183	360,930	22,253
Finance			
Salaries and employee benefits		766,542	
Operations and maintenance		329,262	
Total	1,375,729	1,095,804	279,925

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Data Processing			
Salaries and employee benefits		322,737	
Operations and maintenance		645,064	
Capital outlay		179,462	
Total	<u>1,183,311</u>	<u>1,147,263</u>	<u>36,048</u>
Communications Tower			
Operations and maintenance		14,769	
Total	<u>16,021</u>	<u>14,769</u>	<u>1,252</u>
Tax Administration			
Salaries and employee benefits		994,705	
Operations and maintenance		470,358	
Total	<u>1,602,838</u>	<u>1,465,063</u>	<u>137,775</u>
Legal			
Salaries and employee benefits		164,744	
Operations and maintenance		9,303	
Total	<u>181,460</u>	<u>174,047</u>	<u>7,413</u>
Courts			
Operations and maintenance		24,216	
Total	<u>28,716</u>	<u>24,216</u>	<u>4,500</u>
Board of Elections			
Salaries and employee benefits		92,137	
Operations and maintenance		164,733	
Total	<u>316,479</u>	<u>256,870</u>	<u>59,609</u>
Register of Deeds			
Salaries and employee benefits		328,367	
Operations and maintenance		72,060	
Total	<u>427,365</u>	<u>400,427</u>	<u>26,938</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Public Buildings			
Salaries and employee benefits		444,748	
Operations and maintenance		944,577	
Capital outlay		46,128	
Total	1,615,594	1,435,453	180,141
Total General Government	8,172,223	7,353,477	818,746
Public Safety			
Sheriff			
Salaries and employee benefits		6,090,483	
Operations and maintenance		1,097,761	
Capital outlay		897,411	
Total	8,350,410	8,085,655	264,755
Detention Center			
Salaries and employee benefits		2,304,524	
Operations and maintenance		1,440,794	
Capital outlay		42,914	
Total	4,243,130	3,788,232	454,898
Communications			
Salaries and employee benefits		1,041,369	
Operations and maintenance		101,611	
Total	1,229,283	1,142,980	86,303
Emergency Management			
Salaries and employee benefits		475,880	
Operations and maintenance		191,284	
Capital outlay		75,239	
Total	756,806	742,403	14,403
Volunteer Fire Departments			
Assistance to County fire departments		252,665	
Total	262,441	252,665	9,776

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Inspections			
Salaries and employee benefits		552,683	
Operations and maintenance		53,100	
Total	660,721	605,783	54,938
Coroner			
Professional services		37,000	
Total	63,600	37,000	26,600
Rescue			
Salaries and employee benefits		3,745,839	
Assistance to County rescue units		148,649	
Operations and maintenance		878,668	
Capital outlay		206,761	
Total	5,114,315	4,979,917	134,398
Dive Team			
Contracted services		15,940	
Total	15,940	15,940	-
Animal Control			
Salaries and employee benefits		216,280	
Operations and maintenance		192,605	
Total	421,852	408,885	12,967
Total Public Safety	21,118,498	20,059,460	1,059,038
Environmental Protection			
Solid Waste			
Contracted services		928,927	
Operations and maintenance		12,718	
Total	1,092,000	941,645	150,355
Forestry			
State forestry program		129,030	
Total	149,483	129,030	20,453

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Cooperative Extension Programs			
4-H Programs		50,418	
Environmental Defense		489	
Lagoon Management		833	
Seminars		4,693	
Total	<u>77,016</u>	<u>56,433</u>	<u>20,583</u>
 Total Environmental Protection	 <u>1,318,499</u>	 <u>1,127,108</u>	 <u>191,391</u>
 Economic and Physical Development			
Industrial Development			
Salaries and employee benefits		161,692	
Operations and maintenance		743,965	
Capital outlay		15,037	
Total	<u>999,350</u>	<u>920,694</u>	<u>78,656</u>
 Industrial Utility			
Operations and maintenance		31,658	
Total	<u>310,000</u>	<u>31,658</u>	<u>278,342</u>
 N.C. Cooperative Extension Service			
Salaries and employee benefits		366,898	
Operations and maintenance		39,511	
Total	<u>453,875</u>	<u>406,409</u>	<u>47,466</u>
 Soil Conservation			
Salaries and employee benefits		219,728	
Operations and maintenance		9,007	
Total	<u>251,813</u>	<u>228,735</u>	<u>23,078</u>
 Total Economic and Physical Development	 <u>2,015,038</u>	 <u>1,587,496</u>	 <u>427,542</u>
 Human Services			
Mental Health Administration			
Eastpointe Mental Health		241,180	
Total	<u>241,180</u>	<u>241,180</u>	<u>-</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Veterans			
Salaries and employee benefits		132,635	
Operations and maintenance		17,298	
Total	172,350	149,933	22,417
Youth Needs Task Force			
Salaries and employee benefits		68,725	
Programs		123,249	
Total	227,042	191,974	35,068
Health			
Administration			
Salaries and employee benefits		12,473	
Operations and maintenance		52,671	
Total	83,442	65,144	18,298
Rural Health			
Salaries and employee benefits		121,624	
Operations and maintenance		64,408	
Total	266,008	186,032	79,976
School Nurse Initiative			
Contracted services		400,000	
Total	400,000	400,000	-
BCCCP Wise Woman			
Salaries and employee benefits		3,651	
Operations and maintenance		357	
Total	6,425	4,008	2,417
Communicable Disease			
Salaries and employee benefits		298,715	
Operations and maintenance		44,457	
Total	347,468	343,172	4,296

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Adult Services			
Salaries and employee benefits		19,382	
Operations and maintenance		10,173	
Total	39,546	29,555	9,991
Health Promotion			
Salaries and employee benefits		27,201	
Operations and maintenance		4,122	
Total	37,206	31,323	5,883
Breast and Cervical Cancer			
Salaries and employee benefits		2,623	
Operations and maintenance		12,663	
Total	16,625	15,286	1,339
Immunization			
Salaries and employee benefits		131,971	
Operations and maintenance		76,379	
Total	231,995	208,350	23,645
Maternal Health & Outreach			
Salaries and employee benefits		518,069	
Operations and maintenance		122,022	
Capital outlay		5,917	
Total	659,908	646,008	13,900
Family Planning			
Salaries and employee benefits		274,569	
Operations and maintenance		73,319	
Capital outlay		5,917	
Total	396,768	353,805	42,963
WIC			
Salaries and employee benefits		282,382	
Operations and maintenance		88,583	
Total	372,818	370,965	1,853
Child Services Coordination			
Salaries and employee benefits		160,559	
Total	223,609	177,348	46,261
Pregnancy Care Management			
Salaries and employee benefits		156,442	
Operations and maintenance		18,757	
Total	234,747	175,199	59,548

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Child Health			
Salaries and employee benefits		93,319	
Operations and maintenance		11,424	
Capital outlay		<u>5,912</u>	
Total	<u>128,969</u>	<u>110,655</u>	<u>18,314</u>
Environmental Health			
Salaries and employee benefits		405,698	
Operations and maintenance		36,286	
Capital outlay		<u>35,990</u>	
Total	<u>484,239</u>	<u>477,974</u>	<u>6,265</u>
Food and Lodging			
Operations and maintenance		<u>10,779</u>	
Total	<u>16,221</u>	<u>10,779</u>	<u>5,442</u>
State Bio-Terrorism			
Salaries and employee benefits		67,670	
Operations and maintenance		<u>12,315</u>	
Total	<u>79,990</u>	<u>79,985</u>	<u>5</u>
Total Health	<u>4,025,984</u>	<u>3,685,588</u>	<u>340,396</u>
Social Services			
Administration			
Salaries and employee benefits		8,656,967	
Operations and maintenance		1,389,733	
Capital outlay		<u>47,197</u>	
Total	<u>10,367,397</u>	<u>10,093,897</u>	<u>273,500</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Assistance			
Food stamp issuance		14,681	
Medicaid transportation		180,246	
AA-AD-AB rest homes		510,580	
Aid to the blind		5,816	
Crisis intervention program		38,557	
In-Home services		9,644	
Foster care		909,202	
Adoption assistance		139,433	
Low income energy assistance		422,019	
Other programs		46,660	
Total	<u>2,890,263</u>	<u>2,276,838</u>	<u>613,425</u>
Total Social Services	<u>13,257,660</u>	<u>12,370,735</u>	<u>886,925</u>
Aging and In-Home Services			
Personal Care CAP Medicaid			
Salaries and employee benefits		217,098	
Operations and maintenance		37,813	
Total	<u>286,975</u>	<u>254,911</u>	<u>32,064</u>
SHIIP			
Salaries and employee benefits			
Salaries and employee benefits		2,907	
Operations and maintenance		2,861	
Total	<u>6,315</u>	<u>5,768</u>	<u>547</u>
Personal Care Block Grant			
Salaries and employee benefits		141,649	
Operations and maintenance		248,590	
Total	<u>486,213</u>	<u>390,239</u>	<u>95,974</u>
Home Repairs			
Salaries and employee benefits		72,423	
Operations and maintenance		100,315	
Capital outlay		7,006	
Total	<u>189,645</u>	<u>179,744</u>	<u>9,901</u>

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Senior Center and Senior Ctr Outreach			
Salaries and employee benefits		74,398	
Operations and maintenance		34,166	
Total	112,825	108,564	4,261
Adult Daycare			
Salaries and employee benefits		174,290	
Operations and maintenance		35,395	
Total	247,848	209,685	38,163
Information/Case Assistance			
Salaries and employee benefits		60,936	
Operations and maintenance		3,408	
Total	68,374	64,344	4,030
Nutrition Program			
Salaries and employee benefits		118,269	
Operations and maintenance		262,840	
Total	444,667	381,109	63,558
Family Caregiver Support			
Salaries and employee benefits		31,680	
Operations and maintenance		3,954	
Total	83,364	35,634	47,730
Total Aging and In-Home Services	1,926,226	1,629,998	296,228
Total Human Services	19,850,442	18,269,408	1,581,034

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Education			
Contributions to other units			
Current Expense			
Sampson County Board of Education	9,020,616	9,020,616	-
Clinton City Board of Education	3,359,184	3,359,184	-
Sampson Community College	1,465,695	1,465,695	-
Capital Outlay			
Sampson County Board of Education	2,418,927	914,633	1,504,294
Clinton City Board of Education	435,350	355,527	79,823
Sampson Community College	934,581	607,430	327,151
Total Education	17,634,353	15,723,085	1,911,268
Culture and Recreation			
Library			
Salaries and employee benefits		505,705	
Operations and maintenance		157,697	
Capital outlay		78,865	
Total	876,315	742,267	134,048
Special Appropriations			
Special projects		57,992	
Total	58,292	57,992	300
Recreation			
Salaries and employee benefits		463,041	
Operations and maintenance		119,198	
Programs		144,435	
Capital outlay		27,736	
Total Recreation	757,369	754,410	2,959
Agri-Exposition Center			
Salaries and employee benefits		129,957	
Operations and maintenance		404,803	
Total	650,407	534,760	115,647
Total Culture and Recreation	2,342,383	2,089,429	252,954

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

Debt Service			
Principal		3,933,572	
Interest and fees		4,558,554	
Administration		117,469	
Total Debt Service	<u>9,280,903</u>	<u>8,609,595</u>	<u>671,308</u>
Contingency	<u>107,202</u>	<u>-</u>	<u>107,202</u>
Total expenditures	<u>81,839,541</u>	<u>74,819,058</u>	<u>7,020,483</u>
Excess (deficiency) of revenues over expenditures	<u>(8,024,547)</u>	<u>(877,242)</u>	<u>(6,893,661)</u>
Other financing sources (uses)			
Transfers in	5,180,431	3,590,930	(1,589,501)
Transfers out	(712,592)	(712,592)	-
Loan proceeds	<u>783,929</u>	<u>-</u>	<u>(783,929)</u>
Total Other Financing Sources (Uses)	<u>5,251,768</u>	<u>2,878,338</u>	<u>(2,373,430)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>(2,772,779)</u>	2,001,096	771,683
Appropriated Fund Balance	<u>2,772,779</u>	<u>-</u>	<u>(2,772,779)</u>
Net change in fund balance	<u>\$ -</u>	2,001,096	<u>\$ (2,001,096)</u>
Fund balance - beginning		<u>28,870,451</u>	
Fund balance - ending		<u>\$ 30,871,547</u>	

SAMPSON COUNTY, NORTH CAROLINA
REVALUATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Ad-valorem taxes	\$ -	\$ -	\$ -
Investment earnings	-	2,624	2,624
Total revenues	-	2,624	2,624
Expenditures			
Real property appraisals	116,000	-	116,000
Excess (deficiency) of revenues over expenditures	(116,000)	2,624	118,624
Revenues and Other Financing Sources			
Over (Under) Expenditures	(116,000)	2,624	118,624
Appropriated Fund Balance	116,000	-	(116,000)
Net change in fund balance	<u>\$ -</u>	<u>2,624</u>	<u>\$ 2,624</u>
Fund balance - beginning		261,523	
Fund balance - ending		<u>\$ 264,147</u>	

SAMPSON COUNTY, NORTH CAROLINA
COUNTY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Investment earnings:			
Library reserve	\$ -	\$ 296	\$ 296
Airport reserve	-	3,643	3,643
Livestock arena reserve	-	478	478
Schools building reserve	-	19,357	19,357
County building reserve	-	13,716	13,716
Water line repairs	-	425	425
Total revenues	-	37,915	37,915
Expenditures			
County building reserve	277,592	-	277,592
Airport reserve	10,000	-	10,000
Schools building reserve	425,000	-	425,000
Total expenditures	712,592	-	712,592
Excess (deficiency) of revenues over expenditures	(712,592)	37,915	750,507
Other Financing Sources (Uses)			
Transfers in (out)			
To General fund	(252,000)	(252,000)	-
To Airport capital project	-	-	-
From Closed capital project	-	-	-
From General Fund for Airport Reserve	10,000	10,000	-
From General Fund for County Bldg Reserve	277,592	277,592	-
From General Fund for County School Bldg Reserve	225,000	225,000	-
From General Fund for City School Bldg Reserve	112,500	112,500	-
From General Fund for SCC Bldg Reserve	87,500	87,500	-
Total other financing sources (uses)	460,592	460,592	-
Excess (deficiency) of revenues and other sources over expenditures	(252,000)	498,507	750,507
Appropriated Fund Balance	252,000	-	(252,000)
Net change in fund balance	\$ -	498,507	\$ 498,507
Fund balance - beginning		3,341,318	
Fund balance - ending		<u>\$ 3,839,825</u>	

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL-SCHOOLS CAPITAL PROJECT FUND
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Other taxes and licenses	\$ 2,670,000	\$ 2,844,950	\$ 174,950
Investment earnings		33,916	33,916
Total revenues	<u>2,670,000</u>	<u>2,878,866</u>	<u>208,866</u>
Expenditures			
Unallocated capital outlay	-	-	-
Total expenditures	-	-	-
Other Financing Sources (Uses)			
Transfers (out)			
To General Fund for:			
County schools capital outlay	(2,418,927)	(914,633)	1,504,294
City schools capital outlay	(435,350)	(355,528)	79,822
Debt service	<u>(1,480,000)</u>	<u>(1,480,000)</u>	-
Total other financing uses	(4,334,277)	(2,750,161)	1,584,116
Revenues, Expenditures and Other Financing Uses			
Over (Under) Expenditures	(1,664,277)	128,705	1,792,982
Appropriated Fund Balance	<u>1,664,277</u>	-	<u>(1,664,277)</u>
Net change in fund balance	<u>\$ -</u>	<u>128,705</u>	<u>\$ 128,705</u>
Fund balance - beginning		<u>4,018,407</u>	
Fund balance - ending		<u>\$ 4,147,112</u>	

SAMPSON COUNTY, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL-SCHOOLS & COMMUNITY FACILITIES CONSTRUCTION -
CAPITAL PROJECT FUND
From Inception and for the Year Ended June 30, 2020

	Project Authorization	Prior Years	Actual Current Year	Inception to Date	Variance with Final Positive (Negative)
Revenues					
Investment earnings	\$ 24,000	\$ 154,609	\$ 1,277	\$ 155,886	\$ 131,886
Sales tax refund	-	279,498	-	279,498	279,498
Total revenues	<u>24,000</u>	<u>434,107</u>	<u>1,277</u>	<u>435,384</u>	<u>411,384</u>
Expenditures					
School Construction:					
Clinton City Schools other	2,024,000	2,004,307	-	2,004,307	19,693
Sampson County Schools other	2,000,000	1,994,334	239	1,994,573	5,427
Community Facilities	<u>2,536,536</u>	<u>2,460,437</u>	<u>59,767</u>	<u>2,520,204</u>	<u>16,332</u>
Total expenditures	6,560,536	6,459,078	60,006	6,519,084	41,452
Excess (deficiency) of revenues over expenditures	<u>(6,536,536)</u>	<u>(6,024,971)</u>	<u>(58,729)</u>	<u>(6,083,700)</u>	<u>452,836</u>
Other Financing Sources (Uses)					
Transfers in (out)					
To General Fund for:					
From School capital reserve	-	340,401	-	340,401	340,401
COPs debt premium	2,536,536	2,536,536	-	2,536,536	-
Loan proceeds	<u>4,000,000</u>	<u>4,000,000</u>	<u>-</u>	<u>4,000,000</u>	<u>-</u>
Total other financing uses	<u>6,536,536</u>	<u>6,876,937</u>	<u>-</u>	<u>6,876,937</u>	<u>340,401</u>
Revenues and Other Sources Over (Under)					
Expenditures and Other Uses	<u>-</u>	<u>851,966</u>	<u>(58,729)</u>	<u>793,237</u>	<u>793,237</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 851,966</u>	<u>(58,729)</u>	<u>\$ 793,237</u>	<u>\$ 793,237</u>
Fund balance - beginning			851,966		
Fund balance - ending			<u>\$ 793,237</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, 2020

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State, Federal, and Local Grants:					
Federal AIR-21	\$ 5,115,929	\$ 4,002,917	\$ 163,522	\$ 4,166,439	\$ (949,490)
City of Clinton	357,743	152,904	-	152,904	(204,839)
Other revenue	-	1,811	-	1,811	1,811
Total revenues	<u>5,473,672</u>	<u>4,157,632</u>	<u>163,522</u>	<u>4,321,154</u>	<u>(1,152,518)</u>
Expenditures					
Capital Expansion:					
Professional services	1,529,496	1,426,304	43,911	1,470,215	59,281
Capital outlay	58,520	58,520	-	58,520	-
Construction costs	3,270,005	2,955,430	124,968	3,080,398	189,607
Land	876,068	671,277	143,750	815,027	61,041
Total expenditures	<u>5,734,089</u>	<u>5,111,531</u>	<u>312,629</u>	<u>5,424,160</u>	<u>309,929</u>
Excess (deficiency) of revenues over expenditures	<u>(260,417)</u>	<u>(953,899)</u>	<u>(149,107)</u>	<u>(1,103,006)</u>	<u>(842,589)</u>
Other Financing Sources					
Transfers In:					
From Airport Capital Reserve	<u>260,417</u>	<u>196,908</u>	<u>-</u>	<u>196,908</u>	<u>(63,509)</u>
Total other financing sources	<u>260,417</u>	<u>196,908</u>	<u>-</u>	<u>196,908</u>	<u>(63,509)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (756,991)</u>	<u>(149,107)</u>	<u>\$ (906,098)</u>	<u>\$ (906,098)</u>
Fund balance - beginning			<u>(756,991)</u>		
Fund balance - ending			<u>\$ (906,098)</u>		

SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	Special Revenue Funds			
	Emergency Telephone System	Sampson Area Transportation	CARES Act Funding	Fire Districts
ASSETS				
Cash and cash equivalents	\$ 933,070	\$ 64,704	\$ -	\$ 1,001,211
Restricted cash	-	-	1,234,526	-
Taxes receivable (net)	-	-	-	114,875
Other receivables	21,695	203,116	-	29,722
TOTAL ASSETS	\$ 954,765	\$ 267,820	\$ 1,234,526	\$ 1,145,808
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ 20,192	\$ 15,689	\$ -	\$ 1,655
Due to General Fund	-	-	-	-
Deferred grant revenue	-	-	1,234,526	-
Deferred tax revenue	-	-	-	114,875
Total Liabilities	20,192	15,689	1,234,526	116,530
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	21,695	203,116	-	29,722
Public safety	-	-	-	999,556
Assigned				
General government	-	-	-	-
Public safety	912,878	-	-	-
Environmental protection	-	-	-	-
Human services	-	49,015	-	-
Culture and recreation	-	-	-	-
Capital expansion	-	-	-	-
Subsequent year's expenditures	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	934,573	252,131	-	1,029,278
TOTAL LIABILITIES AND FUND BALANCES	\$ 954,765	\$ 267,820	\$ 1,234,526	\$ 1,145,808

SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	Special Revenue Funds			
	Soil and Water District	H. Florence Hazard Mitigation	Urgent Home Repair Project	Community Development ESFR-17
ASSETS				
Cash and cash equivalents	\$ 86,479	\$ -	\$ 24,581	\$ -
Restricted cash	-	-	-	-
Taxes receivable (net)	-	-	-	-
Other receivables	1,950	9,550	-	5,909
TOTAL ASSETS	\$ 88,429	\$ 9,550	\$ 24,581	\$ 5,909
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ 1,114	\$ 162	\$ 8,852	\$ 2,530
Due to General Fund	-	14,928	-	85
Deferred grant revenue	-	-	-	-
Deferred tax revenue	-	-	-	-
Total Liabilities	1,114	15,090	8,852	2,615
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	1,950	9,550	-	5,909
Public Safety	-	-	-	-
Assigned				
General government	-	-	-	-
Public safety	-	-	-	-
Environmental protection	85,365	-	-	-
Human services	-	(15,090)	15,729	(2,615)
Culture and recreation	-	-	-	-
Capital expansion	-	-	-	-
Subsequent year's expenditures	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	87,315	(5,540)	15,729	3,294
TOTAL LIABILITIES AND FUND BALANCES	\$ 88,429	\$ 9,550	\$ 24,581	\$ 5,909

SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	Special Revenue Funds			
	Disaster Rec. ESFR-17 Matthew	Disaster Rec. NCEM DRA-17	Disaster Rec. NCEM Hazard Mitigation	Total Nonmajor Special Revenue Funds
ASSETS				
Cash and cash equivalents	\$ 12,471	\$ -	\$ -	\$ 2,122,516
Restricted cash	-	-	-	1,234,526
Taxes receivable (net)	-	-	-	114,875
Other receivables	-	-	159,916	431,858
TOTAL ASSETS	<u>\$ 12,471</u>	<u>\$ -</u>	<u>\$ 159,916</u>	<u>\$ 3,903,775</u>
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 50	\$ 50,244
Due to General Fund	-	574	153,832	169,419
Deferred grant revenue	-	-	-	1,234,526
Deferred tax revenue	-	-	-	114,875
Total Liabilities	<u>-</u>	<u>574</u>	<u>153,882</u>	<u>1,569,064</u>
Fund Balances (Deficits):				
Restricted				
Stabilization by state statute	-	-	159,916	431,858
Public Safety	-	-	-	999,556
Assigned				
General government	-	-	-	-
Public safety	-	-	-	912,878
Environmental protection	-	-	-	85,365
Human services	12,471	(574)	(153,882)	(94,946)
Culture and recreation	-	-	-	-
Capital expansion	-	-	-	-
Subsequent year's expenditures	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>12,471</u>	<u>(574)</u>	<u>6,034</u>	<u>2,334,711</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 12,471</u>	<u>\$ -</u>	<u>\$ 159,916</u>	<u>\$ 3,903,775</u>

SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	Capital Project Funds		
	Courthouse Annex Renovations	Emergency Management Facilities	County Bldgs Construction Renovations
ASSETS			
Cash and cash equivalents	\$ 29,104	\$ -	\$ 5,508
Restricted cash	-	-	-
Taxes receivable (net)	-	-	-
Other receivables	-	176,237	-
TOTAL ASSETS	\$ 29,104	\$ 176,237	\$ 5,508
LIABILITIES AND FUND BALANCES			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ -	\$ 51,537	\$ -
Due to General Fund	-	124,700	-
Deferred grant revenue	-	-	-
Deferred tax revenue	-	-	-
Total Liabilities	-	176,237	-
Fund Balances (Deficits):			
Restricted			
Stabilization by state statute	-	176,237	-
Public Safety	-	-	-
Assigned			
General government	-	-	-
Public safety	-	-	-
Environmental protection	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Capital expansion	29,104	(176,237)	5,508
Subsequent year's expenditures	-	-	-
Unassigned	-	-	-
Total Fund Balances (Deficits)	29,104	-	5,508
TOTAL LIABILITIES AND FUND BALANCES	\$ 29,104	\$ 176,237	\$ 5,508

SAMPSON COUNTY, NORTH CAROLINA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2020

	Capital Project Funds	
	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS		
Cash and cash equivalents	\$ 34,612	\$ 2,157,128
Restricted cash	-	1,234,526
Taxes receivable (net)	-	114,875
Other receivables	176,237	608,095
TOTAL ASSETS	\$ 210,849	\$ 4,114,624
LIABILITIES AND FUND BALANCES		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 51,537	\$ 101,781
Due to General Fund	124,700	294,119
Deferred grant revenue	-	1,234,526
Deferred tax revenue	-	114,875
Total Liabilities	176,237	1,745,301
Fund Balances (Deficits):		
Restricted		
Stabilization by state statute	176,237	608,095
Public Safety	-	999,556
Assigned		
General government	-	-
Public safety	-	912,878
Environmental protection	-	85,365
Human services	-	(94,946)
Culture and recreation	-	-
Capital expansion	(141,625)	(141,625)
Subsequent year's expenditures	-	-
Unassigned	-	-
Total Fund Balances (Deficits)	34,612	2,369,323
TOTAL LIABILITIES AND FUND BALANCES	\$ 210,849	\$ 4,114,624

SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	Special Revenue Funds			
	Emergency Telephone System	Sampson Area Transportation	CARES Act Funding	Fire Districts
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ 3,069,254
Sales taxes	-	-	-	-
State, federal and local grants	-	593,616	49,144	-
Fees	260,346	1,217,435	-	-
Investment earnings	8,778	666	-	10,025
Miscellaneous	-	-	-	-
Total revenues	<u>269,124</u>	<u>1,811,717</u>	<u>49,144</u>	<u>3,079,279</u>
Expenditures				
General government	-	-	-	-
Public safety	132,109	-	-	3,059,568
Environmental protection	-	-	-	-
Human services	-	1,066,205	49,144	-
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>132,109</u>	<u>1,066,205</u>	<u>49,144</u>	<u>3,059,568</u>
Excess (deficiency) of revenues over expenditures	<u>137,015</u>	<u>745,512</u>	<u>-</u>	<u>19,711</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	(588,769)	-	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(588,769)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	137,015	156,743	-	19,711
Fund balances - beginning	<u>797,558</u>	<u>95,388</u>	<u>-</u>	<u>1,009,567</u>
Fund balances - ending	<u>\$ 934,573</u>	<u>\$ 252,131</u>	<u>\$ -</u>	<u>\$ 1,029,278</u>

SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	Special Revenue Funds			
	Soil and Water District	H. Florence Hazard Mitigation	Urgent Home Repair Project	Community Development ESFR-17
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
State, federal and local grants	14,150	9,550	50,000	424,515
Fees	-	-	-	-
Investment earnings	861	-	-	-
Miscellaneous	577	-	-	-
Total revenues	<u>15,588</u>	<u>9,550</u>	<u>50,000</u>	<u>424,515</u>
Expenditures				
General government	-	-	-	-
Public safety	-	-	-	-
Environmental protection	5,907	-	-	-
Human services	-	15,090	77,180	421,234
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	<u>5,907</u>	<u>15,090</u>	<u>77,180</u>	<u>421,234</u>
Excess (deficiency) of revenues over expenditures	<u>9,681</u>	<u>(5,540)</u>	<u>(27,180)</u>	<u>3,281</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	9,681	(5,540)	(27,180)	3,281
Fund balances - beginning	<u>77,634</u>	<u>-</u>	<u>42,909</u>	<u>13</u>
Fund balances - ending	<u>\$ 87,315</u>	<u>\$ (5,540)</u>	<u>\$ 15,729</u>	<u>\$ 3,294</u>

SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	Special Revenue Funds			
	Disaster Rec. ESFR-17 Matthew	Disaster Rec. NCEM DRA-17	Disaster Rec. NCEM Hazard Mitigation	Total Nonmajor Special Revenue Funds
Revenues				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ 3,069,254
Sales taxes	-	-	-	-
State, federal and local grants	-	14,494	171,054	1,326,523
Fees	-	-	-	1,477,781
Investment earnings	-	-	-	20,330
Miscellaneous	-	-	-	577
Total revenues	-	14,494	171,054	5,894,465
Expenditures				
General government	-	-	-	-
Public safety	-	-	-	3,191,677
Environmental protection	-	-	-	5,907
Human services	2	13,460	164,482	1,806,797
Culture and recreation	-	-	-	-
Capital Expansion	-	-	-	-
Total Expenditures	2	13,460	164,482	5,004,381
Excess (deficiency) of revenues over expenditures	(2)	1,034	6,572	890,084
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	(588,769)
Installment purchase debt issued	-	-	-	-
Total other financing sources (uses)	-	-	-	(588,769)
Net change in fund balances	(2)	1,034	6,572	301,315
Fund balances - beginning	12,473	(1,608)	(538)	2,033,396
Fund balances - ending	\$ 12,471	\$ (574)	\$ 6,034	\$ 2,334,711

SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	Capital Project Funds		
	Courthouse Annex Renovations	Emergency Management Facilities	County Bldgs Construction Renovations
Revenues			
Ad valorem taxes	\$ -	\$ -	\$ -
Sales taxes	-	-	-
State, federal and local grants	-	276,237	-
Fees	-	-	-
Investment earnings	-	-	-
Miscellaneous	-	-	-
Total revenues	-	276,237	-
Expenditures			
General government	-	-	-
Public safety	-	-	-
Environmental protection	-	-	-
Human services	-	-	-
Culture and recreation	-	-	-
Capital Expansion	-	276,237	-
Total Expenditures	-	276,237	-
Excess (deficiency) of revenues over expenditures	-	-	-
Other Financing Sources (Uses)			
Transfers in	-	-	-
Transfers out	-	-	-
Installment purchase debt issued	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	-	-
Fund balances - beginning	29,104	-	5,508
Fund balances - ending	<u>\$ 29,104</u>	<u>\$ -</u>	<u>\$ 5,508</u>

SAMPSON COUNTY, NORTH CAROLINA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	<u>Capital Project Funds</u>	
	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
Revenues		
Ad valorem taxes	\$ -	\$ 3,069,254
Sales taxes	-	-
State, federal and local grants	276,237	1,602,760
Fees	-	1,477,781
Investment earnings	-	20,330
Miscellaneous	-	577
Total revenues	<u>276,237</u>	<u>6,170,702</u>
Expenditures		
General government	-	-
Public safety	-	3,191,677
Environmental protection	-	5,907
Human services	-	1,806,797
Culture and recreation	-	-
Capital Expansion	<u>276,237</u>	<u>276,237</u>
Total Expenditures	<u>276,237</u>	<u>5,280,618</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>890,084</u>
Other Financing Sources (Uses)		
Transfers in	-	-
Transfers out	-	(588,769)
Installment purchase debt issued	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(588,769)</u>
Net change in fund balances	-	301,315
Fund balances - beginning	<u>34,612</u>	<u>2,068,008</u>
Fund balances - ending	<u>\$ 34,612</u>	<u>\$ 2,369,323</u>

SAMPSON COUNTY, NORTH CAROLINA
EMERGENCY TELEPHONE SYSTEM FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
NC 911 PSAP fees	\$ 240,995	\$ 260,346	\$ 19,351
Investment earnings	-	8,778	8,778
Total revenues	<u>240,995</u>	<u>269,124</u>	<u>28,129</u>
Expenditures			
Operations and maintenance	27,603	(1,382)	28,985
Telephone and postage	114,720	63,548	51,172
Contracted services	94,922	69,943	24,979
Capital outlay	<u>631,518</u>	-	<u>631,518</u>
Total expenditures	<u>868,763</u>	<u>132,109</u>	<u>736,654</u>
Excess (deficiency) of revenues over expenditures	<u>(627,768)</u>	<u>137,015</u>	<u>764,783</u>
Other financing sources (uses)			
Transfers out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Finance Sources (Uses) Over (Under) Expenditures	(627,768)	137,015	764,783
Appropriated Fund Balance	<u>627,768</u>	-	<u>(627,768)</u>
Net change in fund balance	<u>\$ -</u>	<u>137,015</u>	<u>\$ 137,015</u>
Fund balance - beginning		<u>797,558</u>	
Fund balance - ending		<u>\$ 934,573</u>	

SAMPSON COUNTY, NORTH CAROLINA
SAMPSON AREA TRANSPORTATION
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
State Grants:			
Transportation-capital improvements	\$ 54,000	\$ 53,689	\$ (311)
Transportation-riders	201,555	327,276	125,721
Development funds	195,276	193,375	(1,901)
Workfirst	16,772	19,276	2,504
Mileage fees	1,442,635	1,217,435	(225,200)
Investment earnings	-	666	666
Total revenues	<u>1,910,238</u>	<u>1,811,717</u>	<u>(98,521)</u>
Expenditures			
Salaries and employee benefits	866,776	723,180	143,596
Gas, oil, and tires	195,969	147,077	48,892
Maintenance and repairs	80,532	37,006	43,526
Operations	70,757	56,693	14,064
Insurance and bonds	39,070	39,068	2
Capital outlay	<u>68,365</u>	<u>63,181</u>	<u>5,184</u>
Total expenditures	<u>1,321,469</u>	<u>1,066,205</u>	<u>255,264</u>
Excess (deficiency) of revenues over expenditures	<u>588,769</u>	<u>745,512</u>	<u>156,743</u>
Other Financing Sources (Uses)			
Transfers:			
To General fund	<u>(588,769)</u>	<u>(588,769)</u>	<u>-</u>
Total other financing sources (uses)	<u>(588,769)</u>	<u>(588,769)</u>	<u>-</u>
Revenues and Other Finance Sources (Uses) Over (Under) Expenditures	-	156,743	156,743
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>156,743</u>	<u>\$ 156,743</u>
Fund balance - beginning		<u>95,388</u>	
Fund balance - ending		<u>\$ 252,131</u>	

SAMPSON COUNTY, NORTH CAROLINA
CARES ACT FUNDING
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Current Year</u>	<u>Variance Positive (Negative)</u>
Revenues			
State & Federal Grants:			
CARES Act Grant	\$ 1,283,670	\$ 49,144	\$(1,234,526)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>1,283,670</u>	<u>49,144</u>	<u>(1,234,526)</u>
Expenditures			
Salaries and employee benefits	91,919	-	91,919
Operations and maintenance	988,571	49,144	939,427
Capital outlay	<u>203,180</u>	<u>-</u>	<u>203,180</u>
Total expenditures	<u>1,283,670</u>	<u>49,144</u>	<u>1,234,526</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 Fund balance - beginning		<u>-</u>	
Fund balance - ending		<u><u>\$ -</u></u>	

SAMPSON COUNTY, NORTH CAROLINA
FIRE DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad Valorem Taxes:			
Current year	\$ 2,838,899	\$ 3,008,845	\$ 169,946
Prior year	65,265	57,676	(7,589)
Penalties and interest	-	2,733	2,733
Investment earnings	-	10,025	10,025
Total revenues	<u>2,904,164</u>	<u>3,079,279</u>	<u>175,115</u>
Expenditures			
Fire protection	<u>3,064,693</u>	<u>3,059,568</u>	<u>5,125</u>
Total expenditures	<u>3,064,693</u>	<u>3,059,568</u>	<u>5,125</u>
Excess (deficiency) of revenues over expenditures	<u>(160,529)</u>	<u>19,711</u>	<u>180,240</u>
Appropriated Fund Balance	<u>160,529</u>	<u>-</u>	<u>(160,529)</u>
Net change in fund balance	<u>\$ -</u>	<u>19,711</u>	<u>\$ 19,711</u>
Fund balance - beginning		<u>1,009,567</u>	
Fund balance - ending		<u><u>\$ 1,029,278</u></u>	

SAMPSON COUNTY, NORTH CAROLINA
FIRE DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BY DISTRICT
For the Year Ended June 30, 2020

<u>District</u>	<u>Ad Valorem Taxes & Investment Earnings</u>	<u>Fire Protection Transfers to Districts</u>	<u>Revenues Over (Under) Expenditures</u>	<u>Fund Balance June 30, 2019</u>	<u>Fund Balance June 30, 2020</u>
Coharie	\$ 163,425	\$ 156,300	\$ 7,125	\$ 95,395	\$ 102,520
Franklin	170,991	158,850	12,141	85,915	98,056
Godwin-Falcon	23,467	27,000	(3,533)	8,475	4,942
Halls	149,574	153,600	(4,026)	24,612	20,586
Herring	153,757	149,690	4,067	17,430	21,497
Honeycutt-Salemburg	188,728	180,800	7,928	44,416	52,344
Newton Grove	97,914	88,000	9,914	19,910	29,824
Piney Grove	96,549	90,600	5,949	32,810	38,759
Plain View	272,022	291,100	(19,078)	58,400	39,322
Spivey's Corner	175,261	186,700	(11,439)	34,833	23,394
Turkey	161,718	172,914	(11,196)	57,239	46,043
Vanns Crossroads	87,140	75,000	12,140	21,684	33,824
Clinton	534,042	533,000	1,042	169,496	170,538
Clement	235,847	218,100	17,747	136,032	153,779
Autryville	120,820	112,700	8,120	14,428	22,548
Garland	139,817	129,900	9,917	46,472	56,389
Taylors Bridge	251,296	235,914	15,382	50,215	65,597
Goshen	56,911	99,400	(42,489)	91,805	49,316
	<u>\$ 3,079,279</u>	<u>\$ 3,059,568</u>	<u>\$ 19,711</u>	<u>\$ 1,009,567</u>	<u>\$ 1,029,278</u>

SAMPSON COUNTY, NORTH CAROLINA
SOIL AND WATER CONSERVATION DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
State Grant	\$ 3,600	\$ 14,150	\$ 10,550
Miscellaneous	1,000	577	(423)
Investment earnings	-	861	861
Total revenues	4,600	15,588	10,988
Expenditures			
Travel	4,500	3,017	1,483
Operations and maintenance	3,800	2,890	910
Total expenditures	8,300	5,907	2,393
Excess (deficiency) of revenues over expenditures	(3,700)	9,681	8,595
Revenues and Other Financing Sources			
Over (Under) Expenditures	(3,700)	9,681	13,381
Appropriated Fund Balance	3,700	-	(3,700)
Net change in fund balance	<u>\$ -</u>	<u>9,681</u>	<u>\$ 9,681</u>
Fund balance - beginning		<u>77,634</u>	
Fund balance - ending		<u>\$ 87,315</u>	

**SAMPSON COUNTY, NORTH CAROLINA
HURRICANE FLORENCE HAZARD MITIGATION
BUYOUT/DEMOLITION
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2020**

	Project	Actual		Inception	Variance
	Authorization	Prior Years	Current Year	to Date	Positive (Negative)
Revenues					
State and local grants	\$ 1,218,022	\$ -	\$ 9,550	\$ 9,550	\$ (1,208,472)
Miscellaneous	-	-	-	-	-
Total revenue	<u>1,218,022</u>	<u>-</u>	<u>9,550</u>	<u>9,550</u>	<u>(1,208,472)</u>
Expenditures					
Administration	42,800	-	465	465	42,335
Other professional services	213,792	-	14,625	14,625	199,167
Acquisition and demolition	961,430	-	-	-	961,430
Total expenditures	<u>1,218,022</u>	<u>-</u>	<u>15,090</u>	<u>15,090</u>	<u>1,202,932</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	(5,540)	<u>\$ (5,540)</u>	<u>\$ (5,540)</u>
Fund balance - beginning			-		
Fund balance - ending			<u>\$ (5,540)</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, 2020

	Project	Actual		Inception	Variance
	Authorization	Prior Years	Current Year	to Date	Positive (Negative)
Revenues					
State and local grants	\$ 615,000	\$ 440,000	\$ 50,000	\$ 490,000	\$ (125,000)
Interest earned	390	826	-	826	436
Total revenue	<u>615,390</u>	<u>440,826</u>	<u>50,000</u>	<u>490,826</u>	<u>(124,564)</u>
Expenditures					
Salaries and employee benefits	5,609	5,609	-	5,609	-
Building materials	159,963	98,270	31,989	130,259	29,704
Department supplies	6,057	7,587	-	7,587	(1,530)
Contracted services	416,985	266,326	40,070	306,396	110,589
Transfer to state agency	<u>26,776</u>	<u>20,125</u>	<u>5,121</u>	<u>25,246</u>	<u>1,530</u>
Total expenditures	<u>615,390</u>	<u>397,917</u>	<u>77,180</u>	<u>475,097</u>	<u>140,293</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 42,909</u>	<u>(27,180)</u>	<u>\$ 15,729</u>	<u>\$ 15,729</u>
Fund balance - beginning			<u>42,909</u>		
Fund balance - ending			<u><u>\$ 15,729</u></u>		

**SAMPSON COUNTY, NORTH CAROLINA
COMMUNITY DEVELOPMENT GRANT PROJECT
NC HOUSING FINANCE ESFR-17
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2020**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 840,000	\$ 232,704	\$ 424,515	\$ 657,219	\$ (182,781)
Miscellaneous	-	-	-	-	-
Total revenue	<u>840,000</u>	<u>232,704</u>	<u>424,515</u>	<u>657,219</u>	<u>(182,781)</u>
Expenditures					
Administration	240,000	111,341	62,087	173,428	66,572
Housing rehabilitation	<u>600,000</u>	<u>121,350</u>	<u>359,147</u>	<u>480,497</u>	<u>119,503</u>
Total expenditures	<u>840,000</u>	<u>232,691</u>	<u>421,234</u>	<u>653,925</u>	<u>186,075</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 13</u>	3,281	<u>\$ 3,294</u>	<u>\$ 3,294</u>
Fund balance - beginning			<u>13</u>		
Fund balance - ending			<u>\$ 3,294</u>		

**SAMPSON COUNTY, NORTH CAROLINA
DISASTER RECOVERY GRANT PROJECT
NC HOUSING FINANCE ESFR-17 HURRICANE MATTHEW
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2020**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 839,340	\$ 569,515	\$ -	\$ 569,515	\$ (269,825)
Miscellaneous	-	-	-	-	-
Total revenue	<u>839,340</u>	<u>569,515</u>	<u>-</u>	<u>569,515</u>	<u>(269,825)</u>
Expenditures					
Administration	190,000	110,392	2	110,394	79,606
Housing rehabilitation	649,340	446,650	-	446,650	202,690
Total expenditures	<u>839,340</u>	<u>557,042</u>	<u>2</u>	<u>557,044</u>	<u>282,296</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ 12,473</u>	(2)	<u>\$ 12,471</u>	<u>\$ 12,471</u>
Fund balance - beginning			<u>12,473</u>		
Fund balance - ending			<u>\$ 12,471</u>		

**SAMPSON COUNTY, NORTH CAROLINA
DISASTER RECOVERY GRANT PROJECT
NC EMERGENCY MANAGEMENT DRA-17
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2020**

	Project Authorization	Actual		Inception to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues					
State and local grants	\$ 500,000	\$ 2,131	\$ 14,494	\$ 16,625	\$ (483,375)
Miscellaneous	-	-	-	-	-
Total revenue	<u>500,000</u>	<u>2,131</u>	<u>14,494</u>	<u>16,625</u>	<u>(483,375)</u>
Expenditures					
Administration	100,000	3,739	13,460	17,199	82,801
Housing rehabilitation	400,000	-	-	-	400,000
Total expenditures	<u>500,000</u>	<u>3,739</u>	<u>13,460</u>	<u>17,199</u>	<u>482,801</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (1,608)</u>	1,034	<u>\$ (574)</u>	<u>\$ (574)</u>
Fund balance - beginning			(1,608)		
Fund balance - ending			<u>\$ (574)</u>		

**SAMPSON COUNTY, NORTH CAROLINA
DISASTER RECOVERY GRANT PROJECT
NC EMERGENCY MANAGEMENT HAZARD MITIGATION
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2020**

	Project	Actual		Inception	Variance
	Authorization	Prior Years	Current Year	to Date	Positive (Negative)
Revenues					
State and local grants	\$ 793,012	\$ -	\$ 171,054	\$ 171,054	\$ (621,958)
Miscellaneous	-	-	-	-	-
Total revenue	<u>793,012</u>	<u>-</u>	<u>171,054</u>	<u>171,054</u>	<u>(621,958)</u>
Expenditures					
Administration	53,669	538	10,734	11,272	42,397
Other professional services	47,324	-	3,435	3,435	43,889
Acquisition gap funding	181,500	-	41,968	41,968	139,532
Acquisition and elevation	510,519	-	108,345	108,345	402,174
Total expenditures	<u>793,012</u>	<u>538</u>	<u>164,482</u>	<u>165,020</u>	<u>627,992</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ (538)</u>	6,572	<u>\$ 6,034</u>	<u>\$ 6,034</u>
Fund balance - beginning			(538)		
Fund balance - ending			<u>\$ 6,034</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, 2020

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

SAMPSON COUNTY, NORTH CAROLINA
EMERGENCY MANAGEMENT FACILITIES CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
From Inception and for the Year Ended June 30, 2020

	Project	Actual		Inception	Variance
	Authorization	Prior Years	Current Year	to Date	Positive (Negative)
Revenues					
State grant	\$ 3,500,000	\$ -	\$ 276,237	\$ 276,237	\$ (3,223,763)
Sales Tax Refund	-	-	-	-	-
Total revenues	3,500,000	-	276,237	276,237	(3,223,763)
Expenditures					
Contingency	\$ 150,000	\$ -	\$ -	\$ -	\$ 150,000
Engineering	750,000	-	276,237	276,237	473,763
Construction costs	2,600,000	-	-	-	2,600,000
Total expenditures	3,500,000	-	276,237	276,237	3,223,763
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other Financing Sources (Uses)					
Installment purchase debt issued	-	-	-	-	-
Total other financing sources	-	-	-	-	-
Net change in fund balance	\$ -	\$ -	-	\$ -	\$ -
Fund balance - beginning			-		
Fund balance - ending			\$ -		

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, 2020

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

Enterprise Funds

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT II
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2020

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for Services:			
Water sales	\$	\$ 2,284,873	\$
Penalties		24,990	
Tap fees		66,467	
Miscellaneous		90,852	
Total Operating Revenues	<u>2,451,991</u>	<u>2,467,182</u>	<u>15,191</u>
Nonoperating Revenues:			
Interest earnings		14,584	
Total Nonoperating Revenues	<u>-</u>	<u>14,584</u>	<u>14,584</u>
Total Revenues	<u>2,451,991</u>	<u>2,481,766</u>	<u>29,775</u>
Expenditures:			
Salaries and employee benefits		529,432	
Bulk water purchases		98,794	
Training		1,445	
Contracted services		113,996	
Operations and maintenance		334,873	
Capital outlay		268,507	
Debt service principal		441,395	
Debt service interest		471,836	
Total Expenditures	<u>2,506,431</u>	<u>2,260,278</u>	<u>246,153</u>
Revenues Over (Under) Expenditures	(54,440)	221,488	275,928
Other Financing Sources, and (uses)			
Transfer to capital project	-	-	-
Appropriated Fund Balance	<u>54,440</u>	<u>-</u>	<u>(54,440)</u>
Total other financing sources (uses)	<u>54,440</u>	<u>-</u>	<u>(54,440)</u>
Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 221,488</u>	<u>\$ 221,488</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT II
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2020

Reconciliation from budgetary basis (modified accrual) to full accrual

Revenues and Other Financing Sources

Over (Under) Expenditures	\$ 221,488
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Reconciling Items:

Debt principal	441,395
Decrease in deferred outflows of resources - pensions	6,744
Increase in net pension liability	(38,623)
Decrease in deferred inflows of resources - pensions	1,058
Increase in net OPEB liability	(3,050)
Increase in deferred inflows of resources - OPEB	(73,583)
Compensated absences	(25,006)
Accrued interest	22,694
Bad debt expense	-
Capital contributions in capital projects	-
Transfers	-
Depreciation	(837,856)
Amortization of bond premiums	28,092
Capital outlay	268,507
Total reconciling items	(209,628)
Change in net position	\$ 11,860

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-WELL PROJECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
From Inception and for the Year Ended June 30, 2020

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

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-403 WELL CONSTRUCTION PROJECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
From Inception and for the Year Ended June 30, 2020

		Actual			Variance
	Project			Inception	Positive
	Authorization	Prior Years	Current Year	to Date	(Negative)
Revenues:					
State Federal and Local Grants:					
EDA Department of Commerce	\$ 684,750	\$ -	\$ -	\$ -	\$ (684,750)
State reserve grant	766,078	-	-	-	(766,078)
Golden Leaf Funding	554,680	28,044	-	28,044	(526,636)
Total Revenues	<u>2,005,508</u>	<u>28,044</u>	<u>-</u>	<u>28,044</u>	<u>(1,977,464)</u>
Expenditures:					
Engineering	328,960	119,576	166,188	285,764	43,196
Other professional services	30,000	-	8,488	8,488	21,512
Land	-	-	-	-	-
Construction	2,359,000	178,999	-	178,999	2,180,001
Contingency	302,076	-	-	-	302,076
Capitalized interest	31,715	-	31,715	31,715	-
Total Expenditures	<u>3,051,751</u>	<u>298,575</u>	<u>206,391</u>	<u>504,966</u>	<u>2,546,785</u>
Revenues Over (Under) Expenditures	(1,046,243)	(270,531)	(206,391)	(476,922)	569,321
Other Financing Sources:					
Transfer from Water District II	216,006	216,006	-	216,006	-
Transfer from 403 Infrastructure	64,159	-	-	-	(64,159)
Loan proceeds	766,078	-	-	-	(766,078)
	<u>1,046,243</u>	<u>216,006</u>	<u>-</u>	<u>216,006</u>	<u>(830,237)</u>
Revenues and Other Financing Sources					
Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (54,525)</u>	<u>\$ (206,391)</u>	<u>\$ (260,916)</u>	<u>\$ (260,916)</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-WELL TREATMENT PROJECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
From Inception and for the Year Ended June 30, 2020

		Actual			Variance
	Project			Inception	Positive
	Authorization	Prior Years	Current Year	to Date	(Negative)
Revenues:					
State Federal and Local Grants:					
State Clean Water Grant	\$ 1,013,250	\$ -	\$ -	\$ -	\$ (1,013,250)
Total Revenues	<u>1,013,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,013,250)</u>
Expenditures:					
Other professional services	250,000	127,505	32,626	160,131	89,869
Construction	<u>1,101,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,101,000</u>
Total Expenditures	<u>1,351,000</u>	<u>127,505</u>	<u>32,626</u>	<u>160,131</u>	<u>1,190,869</u>
Revenues Over (Under) Expenditures	(337,750)	(127,505)	(32,626)	(160,131)	177,619
Other Financing Sources:					
State reserve loan	<u>337,750</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(337,750)</u>
	<u>337,750</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(337,750)</u>
Revenues and Other Financing Sources					
Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (127,505)</u>	<u>\$ (32,626)</u>	<u>\$ (160,131)</u>	<u>\$ (160,131)</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER LINE CONSTRUCTION FUND-JOHNSTON COUNTY INTERCONNECT
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
From Inception and for the Year Ended June 30, 2020

	Project	Actual		Inception	Variance
	Authorization	Prior Years	Current Year	to Date	Positive (Negative)
Revenues:					
State Federal and Local Grants:					
State reserve grant	\$ 232,500	\$ -	\$ -	\$ -	\$ (232,500)
Johnston County capacity assessment	450,000	-	-	-	(450,000)
Total Revenues	<u>682,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(682,500)</u>
Expenditures:					
Engineering	124,000	-	111,300	111,300	12,700
Other professional services	27,000	-	1,617	1,617	25,383
Land and right of way	5,000	-	5,000	5,000	-
Contingency	69,000	-	-	-	69,000
Construction	<u>690,000</u>	<u>-</u>	<u>98,281</u>	<u>98,281</u>	<u>591,719</u>
Total Expenditures	<u>915,000</u>	<u>-</u>	<u>216,198</u>	<u>216,198</u>	<u>698,802</u>
Revenues Over (Under) Expenditures	(232,500)	-	(216,198)	(216,198)	16,302
Other Financing Sources:					
State reserve loan	<u>232,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(232,500)</u>
	<u>232,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(232,500)</u>
Revenues and Other Financing Sources					
Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (216,198)</u>	<u>\$ (216,198)</u>	<u>\$ (216,198)</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT I
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Services:			
Water sales	\$	\$ 761,624	\$
Penalties		7,255	
Tap fees		6,350	
Miscellaneous		26,376	
Total Operating Revenues	<u>676,280</u>	<u>801,605</u>	<u>125,325</u>
Nonoperating Revenues:			
Interest earnings		21,876	
Total Nonoperating Revenues	<u>-</u>	<u>21,876</u>	<u>21,876</u>
Total Revenues	<u>676,280</u>	<u>823,481</u>	<u>147,201</u>
Expenditures:			
Salaries and employee benefits		153,705	
Bulk water purchases		288,634	
Training		420	
Contracted services		33,096	
Operations and maintenance		97,347	
Capital outlay		20,121	
Debt service principal		32,000	
Debt service interest		34,619	
Total Expenditures	<u>691,083</u>	<u>659,942</u>	<u>31,141</u>
Revenues Over (Under) Expenditures	\$ (14,803)	\$ 163,539	\$ 178,342
Appropriated fund balance	<u>14,803</u>	<u>-</u>	<u>(14,803)</u>
Revenues over expenditures and appropriated fund balance	<u>\$ -</u>	<u>\$ 163,539</u>	<u>\$ 163,539</u>

SAMPSON COUNTY, NORTH CAROLINA
WATER AND SEWER FUND - DISTRICT I
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
For the Year Ended June 30, 2020

Reconciliation from budgetary basis (modified accrual) to full accrual	
Revenues Over (Under) Expenditures	<u>\$ 163,539</u>
Reconciling Items:	
Debt principal	32,000
Decrease in deferred outflows of resources - pensions	1,686
Increase in net pension liability	(9,656)
Decrease in deferred inflows of resources - pensions	265
Increase in net OPEB liability	(764)
Increase in deferred inflows of resources - OPEB	(30,496)
Bad debt expense	-
Depreciation	(122,368)
Compensated absences	(12,541)
Capital outlay	20,121
Accrued interest	<u>131</u>
Total reconciling items	<u>(121,622)</u>
Change in net position	<u>\$ 41,917</u>



Agency Funds

SAMPSON COUNTY, NORTH CAROLINA
AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 2020

	Social Services Funds	Miscellaneous	Property Tax Collection Funds	Motor Vehicle Tax Funds	Fines and Forfeitures
ASSETS					
Cash and cash equivalents	\$ 264,449	\$ 33,591	\$ 3,882	\$ 2,765	\$ -
Accounts receivable	-	-	-	45,620	13,950
TOTAL ASSETS	<u>\$ 264,449</u>	<u>\$ 33,591</u>	<u>\$ 3,882</u>	<u>\$ 48,385</u>	<u>\$ 13,950</u>

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 13,950
Miscellaneous liabilities	264,449	33,591	3,882	48,385	-
TOTAL LIABILITIES	<u>\$ 264,449</u>	<u>\$ 33,591</u>	<u>\$ 3,882</u>	<u>\$ 48,385</u>	<u>\$ 13,950</u>

	Detention Center Trust	Total June 30, 2020
ASSETS		
Cash and cash equivalents	\$ 43,527	\$ 348,214
Accounts receivable	-	59,570
TOTAL ASSETS	<u>\$ 43,527</u>	<u>\$ 407,784</u>

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable	\$ -	\$ 13,950
Miscellaneous liabilities	43,527	393,834
TOTAL LIABILITIES	<u>\$ 43,527</u>	<u>\$ 407,784</u>

SAMPSON COUNTY, NORTH CAROLINA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - AGENCY FUNDS
For the Year Ended June 30, 2020

	Balance July 1	Additions	Deductions	Balance June 30
<u>Social Services Funds</u>				
Assets:				
Cash and cash equivalents	\$ 63,879	\$ 851,672	\$ 651,102	\$ 264,449
	<u>63,879</u>	<u>851,672</u>	<u>651,102</u>	<u>264,449</u>
Liabilities:				
Accounts payable	-	337,085	337,085	-
Miscellaneous liabilities	<u>63,879</u>	<u>514,587</u>	<u>314,017</u>	<u>264,449</u>
	<u>\$ 63,879</u>	<u>\$ 851,672</u>	<u>\$ 651,102</u>	<u>\$ 264,449</u>
<u>Miscellaneous Agency Funds</u>				
Assets:				
Cash and cash equivalents	\$ 107,659	\$ 141,250	\$ 215,318	\$ 33,591
Accounts receivable	-	-	-	-
	<u>107,659</u>	<u>141,250</u>	<u>215,318</u>	<u>33,591</u>
Liabilities:				
Accounts payable	71,965	-	71,965	-
Miscellaneous liabilities	<u>35,694</u>	<u>141,250</u>	<u>143,353</u>	<u>33,591</u>
	<u>\$ 107,659</u>	<u>\$ 141,250</u>	<u>\$ 215,318</u>	<u>\$ 33,591</u>
<u>Tax Collection Funds</u>				
Assets:				
Cash and cash equivalents	\$ 9,813	\$ 3,406,446	\$ 3,412,377	\$ 3,882
Accounts receivable	-	-	-	-
	<u>9,813</u>	<u>3,406,446</u>	<u>3,412,377</u>	<u>3,882</u>
Liabilities:				
Miscellaneous liabilities	<u>9,813</u>	<u>3,406,446</u>	<u>3,412,377</u>	<u>3,882</u>
	<u>\$ 9,813</u>	<u>\$ 3,406,446</u>	<u>\$ 3,412,377</u>	<u>\$ 3,882</u>
<u>Motor Vehicle Tax Funds</u>				
Assets:				
Cash and cash equivalents	\$ 2,487	\$ 497,651	\$ 497,373	\$ 2,765
Accounts receivable	<u>47,122</u>	<u>45,620</u>	<u>47,122</u>	<u>45,620</u>
	<u>49,609</u>	<u>543,271</u>	<u>544,495</u>	<u>48,385</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Miscellaneous liabilities	<u>49,609</u>	<u>543,271</u>	<u>544,495</u>	<u>48,385</u>
	<u>\$ 49,609</u>	<u>\$ 543,271</u>	<u>\$ 544,495</u>	<u>\$ 48,385</u>

SAMPSON COUNTY, NORTH CAROLINA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - AGENCY FUNDS
For the Year Ended June 30, 2020

	<u>Balance July 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30</u>
<u>Fines and Forfeitures</u>				
Assets:				
Cash and cash equivalents	\$ -	\$ 309,514	\$ 309,514	\$ -
Accounts receivable	<u>36,482</u>	<u>13,950</u>	<u>36,482</u>	<u>13,950</u>
	<u>36,482</u>	<u>323,464</u>	<u>345,996</u>	<u>13,950</u>
Liabilities:				
Accounts payable	<u>36,482</u>	<u>323,464</u>	<u>345,996</u>	<u>13,950</u>
	<u>\$ 36,482</u>	<u>\$ 323,464</u>	<u>\$ 345,996</u>	<u>\$ 13,950</u>
<u>Detention Center Trust</u>				
Assets:				
Cash and cash equivalents	\$ 51,148	\$ 392,295	\$ 399,916	\$ 43,527
	<u>51,148</u>	<u>392,295</u>	<u>399,916</u>	<u>43,527</u>
Liabilities:				
Miscellaneous liabilities	<u>51,148</u>	<u>392,295</u>	<u>399,916</u>	<u>43,527</u>
	<u>\$ 51,148</u>	<u>\$ 392,295</u>	<u>\$ 399,916</u>	<u>\$ 43,527</u>
	<u>Balance July 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30</u>
<u>Total of all Agency Funds</u>				
Assets:				
Cash and cash equivalents	\$ 234,986	\$ 5,598,828	\$ 5,485,600	\$ 348,214
Accounts receivable	<u>83,604</u>	<u>59,570</u>	<u>83,604</u>	<u>59,570</u>
	<u>318,590</u>	<u>5,658,398</u>	<u>5,569,204</u>	<u>407,784</u>
Liabilities:				
Accounts payable	108,447	660,549	755,046	13,950
Miscellaneous liabilities	<u>210,143</u>	<u>4,997,849</u>	<u>4,814,158</u>	<u>393,834</u>
	<u>\$ 318,590</u>	<u>\$ 5,658,398</u>	<u>\$ 5,569,204</u>	<u>\$ 407,784</u>

Other Schedules

SAMPSON COUNTY, NORTH CAROLINA
GENERAL FUND
SCHEDULE OF AD VALOREM TAXES RECEIVABLE
June 30, 2020

	Uncollected Balance July 1, 2019	Additions	Collections and Credits	Uncollected Balance June 30, 2020
County-wide:				
General County:				
Fiscal Year 2009-2010	\$ 56,761	\$ -	\$ 56,761	\$ -
Fiscal Year 2010-2011	55,574	-	2,877	52,697
Fiscal Year 2011-2012	62,507	-	4,756	57,751
Fiscal Year 2012-2013	76,753	-	6,979	69,774
Fiscal Year 2013-2014	79,310	-	11,774	67,536
Fiscal Year 2014-2015	49,139	-	13,499	35,640
Fiscal Year 2015-2016	127,312	-	25,009	102,303
Fiscal Year 2016-2017	156,014	-	49,701	106,313
Fiscal Year 2017-2018	275,877	-	129,075	146,802
Fiscal Year 2018-2019	858,539	-	572,883	285,656
Fiscal Year 2019-2020	-	40,888,522	39,754,779	1,133,743
Total General County	<u>1,797,786</u>	<u>40,888,522</u>	<u>40,628,093</u>	<u>2,058,215</u>
Fire Districts:				
Plain View	8,231	278,726	276,800	10,157
Spivey's Corner	4,176	177,899	178,011	4,064
Halls	4,509	152,707	151,480	5,736
Franklin	7,505	173,868	172,525	8,848
Turkey	5,062	165,582	163,798	6,846
Vanns	4,107	88,315	88,921	3,501
Godwin-Falcon	270	23,872	23,801	341
Coharie	10,573	165,989	165,110	11,452
Herring	5,433	156,868	155,743	6,558
Honeycutt-Salemburg	7,966	192,174	191,395	8,745
Piney Grove	1,940	98,174	97,541	2,573
Newton Grove	4,417	101,069	99,636	5,850
Clinton	17,217	546,948	542,611	21,554
Clement	7,490	239,918	238,091	9,317
Autryville	4,609	123,354	123,381	4,582
Garland	5,236	144,383	141,791	7,828
Taylor's Bridge	3,025	240,540	237,919	5,646
Goshen	530	56,651	56,587	594
Taylor's Bridge Service	483	16,434	16,434	483
	<u>102,779</u>	<u>3,143,471</u>	<u>3,121,575</u>	<u>124,675</u>
Less Allowance for Uncollectable Ad Valorem Taxes	<u>177,800</u>	<u>-</u>	<u>-</u>	<u>177,800</u>
Ad Valorem Taxes Receivable (net)	<u>\$ 1,722,765</u>	<u>\$ 44,031,993</u>	<u>\$ 43,749,668</u>	<u>\$ 2,005,090</u>
Reconciliation with Revenues				
Taxes Ad Valorem General Fund		\$ 40,053,316		
Taxes Ad Valorem Revaluation Fund		-		
Penalties and interest		275,480		
Taxes Ad Valorem Fire Districts		3,069,254		
Discounts, adjustments and releases		295,665		
Amounts written off per statute of limitations		55,953		
Total Collections and Credits		<u>\$ 43,749,668</u>		

SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE LEVY
For the Year Ended June 30, 2020

	County Wide			Total Levy	
	Property Valuation	Tax Rate Per \$100 of Value	Amount of Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original Levy:					
Property taxed at current year rate	\$ 4,734,267,394	.825	\$ 39,057,706	\$ 34,126,389	\$ 4,931,317
Discoveries	227,262,424	.825	1,874,915	1,874,915	-
Abatements:					
Real, personal, & business property	(4,945,939)	.825	(40,804)	(40,804)	-
Motor vehicles at current year rate	-	.825	-	-	-
Total Property Valuation	<u>4,956,583,879</u>		<u>40,891,817</u>	<u>35,960,500</u>	<u>4,931,317</u>
Net Levy			40,891,817	35,960,500	4,931,317
Uncollected taxes at June 30, 2020			<u>1,133,743</u>	<u>1,133,743</u>	<u>-</u>
Current year taxes collected			<u>39,758,074</u>	<u>34,826,757</u>	<u>4,931,317</u>
Current levy collection percentage			<u>97.23</u>	<u>96.85</u>	<u>100.00%</u>

SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE LEVY
For the Year Ended June 30, 2020

Secondary Market Disclosures:

Assessed Valuation:

Assesment ratio (1)	100 %
Real property	\$ 3,621,456,616
Personal property	1,159,114,789
Public service companies (2)	<u>176,012,474</u>
Total assessed valuation	\$ 4,956,583,879
Tax rate per \$100	<u>0.825</u>
Levy (includes discoveries, releases and abatements) (3)	\$ 40,891,817

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

Fire protection districts	\$ <u>3,143,471</u>
---------------------------	---------------------

1. Percentage of appraised value has been established by statute.
2. Valuation of railroads, telephone companies and other utilities as determined by the North Carolina Property Tax Commission.
3. The levy includes interest and penalties.

SAMPSON COUNTY, NORTH CAROLINA
TEN LARGEST TAXPAYERS
For the Year Ended June 30, 2020

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2019 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Duke Energy Progress Inc	Utility	\$ 135,274,601	2.73 %
Enviva Pellets Sampson LLC	Manufacturing	116,944,639	2.36
Smithfield Packing Co.	Meat Packing	97,066,462	1.96
South River EMC	Utility	85,688,488	1.73
Prestage Farms	Swine/Poultry Grower	64,446,207	1.30
Four County EMC	Utility	30,325,531	0.61
Smithfield Farmland	Swine Grower	25,928,805	0.52
Piedmont Natural Gas Co	Utility	22,681,283	0.46
Prestage AG Energy of NC LLC	Utility	20,042,932	0.40
Rheinfelden Americas LLC	Manufacturing	14,899,229	0.30
		<u>\$ 613,298,177</u>	<u>12.37 %</u>

SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE AND SPECIAL DISTRICTS
For the Year Ended June 30, 2020

	<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	\$ 4,358,848,102	.825	\$ 34,126,389	\$ 1,874,915	\$ 40,804
Registered Motor Vehicles	<u>597,735,776</u>	.825	<u>4,931,317</u>	<u>-</u>	<u>-</u>
	<u>4,956,583,878</u>		<u>39,057,706</u>	<u>1,874,915</u>	<u>40,804</u>
Fire Districts:					
Plain View	295,368,889	.090	258,564	8,077	809
Spivey's Corner	165,535,000	.100	159,361	10,121	3,947
Halls	210,548,571	.070	140,417	7,718	751
Franklin	218,628,750	.080	168,624	7,073	794
Turkey	229,504,286	.070	155,738	5,362	447
Vanns	78,207,000	.100	75,886	2,631	310
Godwin-Falcon	29,069,000	.100	27,692	1,379	2
Coharie	187,604,706	.085	150,505	9,311	352
Herring	175,364,706	.085	142,393	7,121	454
Honeycutt-Salemburg	182,576,000	.100	173,682	9,223	329
Piney Grove	119,749,333	.075	87,427	3,103	718
Newton Grove	123,546,667	.075	88,224	4,787	351
Clinton	542,946,000	.100	515,710	29,912	2,676
Clement	245,898,889	.090	212,948	10,572	2,211
Autryville	123,952,632	.095	113,652	4,999	896
Garland	136,956,000	.100	131,618	5,650	312
Taylor's Bridge	241,101,429	.070	158,662	10,522	413
Goshen	137,327,500	.040	54,183	788	40
Taylor's Bridge Service	28,960,000	.035	<u>9,637</u>	<u>561</u>	<u>62</u>
			<u>2,824,923</u>	<u>138,910</u>	<u>15,874</u>
Grand Total			<u>\$ 41,882,629</u>	<u>\$ 2,013,825</u>	<u>\$ 56,678</u>

SAMPSON COUNTY, NORTH CAROLINA
ANALYSIS OF CURRENT TAX LEVY
COUNTY-WIDE AND SPECIAL DISTRICTS
For the Year Ended June 30, 2020

	<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	\$ 35,960,500	\$ 1,133,743	\$ 34,826,757	96.85	%
Registered Motor Vehicles	<u>4,931,317</u>	<u>-</u>	<u>4,931,317</u>	<u>100.00</u>	
	<u>40,891,817</u>	<u>1,133,743</u>	<u>39,758,074</u>	<u>97.23</u>	
Fire Districts:					
Plain View	265,832	5,662	260,170	97.87	
Spivey's Corner	165,535	3,273	162,262	98.02	
Halls	147,384	3,452	143,932	97.66	
Franklin	174,903	5,061	169,842	97.11	
Turkey	160,653	3,482	157,171	97.83	
Vanns	78,207	1,859	76,348	97.62	
Godwin-Falcon	29,069	255	28,814	99.12	
Coharie	159,464	7,762	151,702	95.13	
Herring	149,060	4,220	144,840	97.17	
Honeycutt-Salemburg	182,576	5,444	177,132	97.02	
Piney Grove	89,812	1,390	88,422	98.45	
Newton Grove	92,660	3,216	89,444	96.53	
Clinton	542,946	11,182	531,764	97.94	
Clement	221,309	5,317	215,992	97.60	
Autryville	117,755	2,784	114,971	97.64	
Garland	136,956	3,097	133,859	97.74	
Taylor's Bridge	168,771	2,239	166,532	98.67	
Goshen	54,931	374	54,557	99.32	
Taylor's Bridge Service	<u>10,136</u>	<u>306</u>	<u>9,830</u>	<u>96.98</u>	
	<u>2,947,959</u>	<u>70,375</u>	<u>2,877,584</u>	<u>97.61</u>	
Grand Total	<u>\$ 43,839,776</u>	<u>\$ 1,204,118</u>	<u>\$ 42,635,658</u>	<u>97.25</u>	<u>%</u>



Compliance Section

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

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Sampson County, North Carolina, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprises Sampson County's basic financial statements, and have issued our report thereon dated November 30, 2020. Our report includes a reference to other auditors who audited the financial statements of the Sampson Regional Medical Center, Inc., as described in our report on Sampson County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of Sampson Regional Medical Center, Inc. and Sampson County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

W Greene PLLC

Whiteville, North Carolina
November 30, 2020

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

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Sampson County, North Carolina, compliance with the types of compliance requirements described in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Sampson County's major federal programs for the year ended June 30, 2020. Sampson County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, Sampson County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of Sampson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Sampson County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

W GREENE PLLC

Whiteville, North Carolina
November 30, 2020

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

Independent Auditor's Report

To the Board of County Commissioners
Sampson County, North Carolina

Report on Compliance for Each Major State Program

We have audited Sampson County, North Carolina, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Sampson County's major state programs for the year ended June 30, 2020. Sampson County's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major State Program

In our opinion, Sampson County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of Sampson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Sampson County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

W Greene PLLC

Whiteville, North Carolina
November 30, 2020

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2020

SECTION I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
		None
Significant deficiency(s) identified	<u> </u> Yes	<u> X </u> Reported
Noncompliance material to financial statements noted	<u> </u> Yes	<u> X </u> No

SAMPSON COUNTY, NORTH CAROLINA

Schedule of Findings and Questioned Costs (Continued)

For the Fiscal Year Ended June 30, 2020

SECTION I. SUMMARY OF AUDITOR'S RESULTS (Continued)**Federal Awards**

Internal control over major federal programs:

Material weakness(es) identified?

_____ Yes X No
None

Significant deficiency(s) identified

_____ Yes X Reported

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

Unmodified

Any audit findings disclosed that are required to be reported in
accordance with 2 CFR 200.516(a)?

_____ Yes X No

Identification of major federal programs:

<u>CFDA#</u>	<u>Names of Federal Program or Cluster</u>
93.778	Medical Assistance Program (Title XIX - Medicaid)
93.563	Child Support Enforcement
97.036	Disaster Grants - Public Assistance

Dollar threshold used to distinguish
between Type A and Type B Programs

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes X No

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2020

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

State Awards

Internal control over major State programs:

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

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

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

Public School Building Capital Fund

School Nurse Funding Initiative

Disaster Grants - Public Assistance is a State match on a federal program, therefore this program has been included in the list of major federal programs.

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2020

SECTION II. FINANCIAL STATEMENT FINDINGS

None Reported

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2020

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None Reported.

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2020

SECTION III. STATE AWARD FINDINGS AND QUESTIONED COSTS

None Reported.



FINANCE DEPARTMENT

David K. Clack, Finance Officer

Corrective Action Plan
For the Fiscal Year Ended June 30, 2020

SECTION II. FINANCIAL STATEMENT FINDINGS

None Reported.



FINANCE DEPARTMENT

David K. Clack, Finance Officer

Corrective Action Plan
For the Fiscal Year Ended June 30, 2020

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None Reported.

SECTION IV. STATE AWARD FINDINGS AND QUESTIONED COSTS
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None Reported.

SAMPSON COUNTY, NORTH CAROLINA
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2020

None Reported

SAMPSON COUNTY, NORTH CAROLINA
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2020

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
Federal Awards:						
<u>U.S. Department of Agriculture</u>						
<u>Food and Nutrition Service</u>						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Social Services:						
Administration:						
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		746,176	-	-	746,176
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Public Health:						
Administration:						
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		370,517	-	-	-
COVID-19 Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		-	-	-	-
Total Special Supplemental Nutrition Program for Women, Infants, & Children			370,517	-	-	-
Total U.S. Dept. of Agriculture			1,116,693	-	-	746,176
<u>U.S. Dept. of Transportation</u>						
Federal Aviation Administration						
<i>Passed-through the N.C. Department of Transportation:</i>						
Airport Improvement Program	20.106		259,512	-	-	16,337
Enhanced Mobility of Seniors & Individuals with Disabilities	20.513		15,772	-	-	-
Job Access Reverse Commute	20.516		7,722	-	-	-
Buses & Bus Facilities Formula, Competitive, & Low or No Emissions Program	20.526		47,724	-	-	-
Public Transportation Division						
Community Transportation:						
Administration	20.509		163,047	-	-	26,571
Capital	20.509		-	-	-	-
Total Community Transportation			163,047	-	-	26,571
Total U.S. Dept. of Transportation			493,777	-	-	42,908
<u>U.S. Dept. of Housing & Urban Development</u>						
<i>Passed-through the N.C. Housing Finance Agency:</i>						
Home Investment Partnership Program	14.239	SFR14	-	-	-	-
Total U.S. Dept. of Housing & Urban Development			-	-	-	-
<u>U.S. Dept. of Justice</u>						
Asset Forfeiture Fund						
Equitable Sharing Program	16.922		36,335	-	-	-
Passed through NC Dept. of Public Safety						
Coronavirus Emergency Supplemental Funding	16.034		-	-	-	-
Crimes Victim Assistance	16.575		-	-	-	-
Total U.S. Dept. of Justice			36,335	-	-	-

SAMPSON COUNTY, NORTH CAROLINA

 Schedule of Expenditures of Federal and State Awards (Continued)
 For the Year Ended June 30, 2020

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
<u>U.S. Dept. of Treasury</u>						
<i>Passed-through the Office of State Budget & Management:</i>						
<i>NC Pandemic Recovery Office</i>						
Coronavirus Relief Fund - CARES Act Funds	21.019		49,144	-	-	-
Total U.S. Dept. of Treasury			49,144	-	-	-
<u>Institute of Museum & Library Services</u>						
<i>Passed-through the N.C. Dept. of Cultural Resources:</i>						
LSTA EZ Edge Technology Grant	45.310		40,479	-	-	-
LSTA COVID-19 Response	45.310		1,813	-	-	-
Total Institute of Museum & Library Services			42,292	-	-	-
<u>Election Assistance Commission</u>						
<i>Passed-through the NC State Board of Elections</i>						
2020 Supplemental COVID-19 Election Security Grants	90.404		-	-	-	-
Total Election Assistance Commission			-	-	-	-
<u>U.S. Dept. of Homeland Security</u>						
<i>Passed-through the N.C. Dept. of Public Safety:</i>						
FY 2016 EMPG	97.042		38,904	-	-	-
<i>Division of Emergency Management</i>						
Hazard Mitigation Grants	97.039		11,317	127,359	-	-
Disaster Grants - Public Assistance	97.036		925,980	308,661	-	-
Total U.S. Dept. of Homeland Security			976,201	436,020	-	-
<u>U.S. Dept. of Health and Human Services</u>						
<u>Centers for Disease Control and Prevention</u>						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
<i>Division of Public Health:</i>						
<i>Hospital Preparedness Program (HPP) and Public Health Emergency</i>						
Preparedness (PHEP) Aligned Cooperative Agreements	93.074		40,937	-	-	-
<i>COVID-19 -Hospital Preparedness Program (HPP) and Public Health Emergency</i>						
Preparedness (PHEP) Aligned Cooperative Agreements	93.074		79,633	-	-	-
<i>Project Grants and Cooperative Agreements</i>						
for Tuberculosis Control Programs	93.116		33,337	-	-	-
Family Planning Services	93.217		56,393	-	-	-
Immunization Grants	93.268		16,804	-	-	-
<i>Well-Integrated Screening & Eval. for Women Across Nation</i>						
(Wisewomen)	93.436		4,980	-	-	-
<i>Preventive Health and Health Services Block Grant funded solely with Prevention</i>						
and Public Health Funds (PPHF)	93.758		-	-	-	-
Cancer Prevention and Control Programs for State, Territorial and Tribal	93.898		7,800	-	-	-
Preventive Health Services - Sexually Transmitted Diseases Control	93.977		42	-	-	-
Preventive Health and Human Services Block Grant	93.991		30,921	-	-	-
Maternal and Child Health Services Block Grant	93.994		84,627	44,253	-	-
<u>Administration on Aging</u>						
<i>Passed-through the Mid-Carolina Council of Govts:</i>						
<i>Division of Aging and Adult Services</i>						
<u>Aging Cluster</u>						
Congregate Nutr. & Home Del. Meal	93.045		194,227	-	-	21,580
Access Services	93.044		59,155	-	-	6,573
In-Home & Support Services	93.044		292,885	-	-	32,543
Total Aging Cluster			546,267	-	-	60,696

SAMPSON COUNTY, NORTH CAROLINA

 Schedule of Expenditures of Federal and State Awards (Continued)
 For the Year Ended June 30, 2020

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
<u>U.S. Department of Health & Human Services (Continued)</u>						
<u>Administration for Children and Families</u>						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Social Services:						
<u>Foster Care and Adoption Programs Cluster (Note 3)</u>						
Title IV-E Foster Care - Administration	93.658		477,910	37,175	-	438,853
Title IV-E Adoption Assistance - Administration	93.659		1,201	-	-	1,201
Adoption/Foster Care			29,192	-	-	88,405
Total Foster Care and Adoption Programs Cluster (Note 3)			508,303	37,175	-	528,459
<u>Temporary Assistance for Needy Families (TANF) Cluster</u>						
TANF - Work First	93.558		508,011	-	-	671,601
Division of Public Health:						
TANF - Work First	93.558		10,922	-	-	-
Total TANF Cluster			518,933	-	-	671,601
Family Preservation	93.556		24,233	-	-	-
AFDC Payments	93.560		(91)	(25)	-	(25)
Child Support Enforcement	93.563		807,282	(632)		416,504
Refugee and Entrant Assistance - State Administered Prog. - Admin.	93.566		261	-	-	-
Refugee and Entrant Assistance - Payments	93.566		4,367	-		-
Low-Income Home Energy Assistance:						
Administration	93.568		51,128	-	-	-
Energy Assistance Payments	93.568		422,019	-	-	-
Crisis Intervention Program	93.568		38,557	-	-	-
Total Low-Income Home Energy Assistance			511,704	-	-	-
Stephanie Tubbs Jones Child Welfare Services Program						
- Permanency Planning - Families for Kids	93.645		15,979	-	-	5,326
SSBG - Other Service and Training	93.667		372,863	1,076	-	117,331
John H. Cafee Foster Care Program for Successful Transition to Adulthood	93.674		9,290	2,322	-	-
Subsidized Child Care						
<u>Child Care Development Fund Cluster:</u>						
Division of Social Services:						
Child Care Development Fund-Administration	93.596		119,601	-	-	-
Total Child Care Fund Cluster			119,601	-	-	-
Division of Child Development:						
Smart Start			-	-	-	-
State Appropriations			-	-	-	-
TANF - MOE			-	-	-	-
Total Subsidized Child Care Cluster			119,601	-	-	-
Division of Social Services:						
Administration:						
Medical Assistance Program	93.778		2,187,227	4,347	-	911,004
Total Medical Assistance Program			2,187,227	4,347	-	911,004

SAMPSON COUNTY, NORTH CAROLINASchedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended June 30, 2020

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
U.S. Department of Health & Human Services (Continued)						
Administration for Children and Families (Continued)						
<i>Passed-through the N.C. Dept. of Health and Human Services:</i>						
Division of Social Services:						
Administration:						
State Children's Insurance Program - N.C. Health Choice	93.767		86,271	1,402	-	5,305
Total State Children's Insurance Program - N.C. Health Choice			86,271	1,402	-	5,305
Total U.S. Dept. of Health and Human Services			6,067,964	89,918	-	2,716,201
Total Federal Awards			8,782,406	525,938	-	3,505,285
State Awards:						
N.C. Dept. of Health and Human Services						
Division of Social Services:						
ST Child Welfare/CPS/CS LD			-	38,784	-	-
Energy Assistance			-	2,302	-	-
AFDC Incentive			-	560	-	-
Direct Benefit Payments						
SAA/SAD HB 1030				51	-	51
F/C at Risk Maximization			-	1,697	-	749
SFHF Maximization			-	131,438	-	131,438
State Foster Home			-	64,057	-	64,057
Total Division of Social Services			-	238,889	-	196,295
Division of Public Health:						
Public Health Nursing			-	400	-	-
Aid to Counties			-	130,364	-	-
General Communicable Disease Control			-	3,659	-	-
Breast and Cervical Cancer Program			-	3,825	-	-
Healthy Community Activities			-	3,785	-	-
Child Health			-	1,969	-	-
Family Planning - State			-	14,839	-	-
Maternal Health			-	66,977	-	-
HIV/STD State			-	500	-	-
Gonorrhea Partner Services			-	265	-	-
PCM for Women Ineligible for Medicaid			-	45,817	-	-
STD Drugs			-	1,325	-	-
School Nurse Funding Initiative			-	400,000	-	-
TB Control			-	62,434	-	-
Food and Lodging Fees			-	14,701	-	-
Women's Health Service Fund			-	9,269	-	-
Total Division of Public Health			-	760,129	-	-
Division of Aging and Adult Services:						
Garland Senior Center			-	14,098	-	-
Family Caregiver Support Program			-	11,672	-	-
Total Division of Aging and Adult Services			-	25,770	-	-
Total N. C. Department of Health and Human Services			-	1,024,788	-	196,295

SAMPSON COUNTY, NORTH CAROLINA

Schedule of Expenditures of Federal and State Awards (Continued)
For the Year Ended June 30, 2020

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
<u>N.C. Dept. of Public Instruction</u>						
Public School Building Capital Fund - Lottery Proceeds			-	695,500	-	-
Total N.C. Dept. of Public Instruction			-	695,500	-	-
<u>N.C. Housing Finance Agency</u>						
Essential Single Family Rehab. Loan Pool		ESFRPL1724	-	421,233	-	-
Essential Single Family Rehab. Loan Disaster Recovery		ESFRLPDR28	-	2	-	-
Urgent Home Repair Program			-	77,180	-	-
Total N. C. Housing Finance Agency			-	498,415	-	-
<u>N.C. Department of Public Safety</u>						
DPS Disaster Recovery Act Housing			-	13,460	-	-
State Acquisition Relocation Fund			-	41,968	-	-
Division of Juvenile Justice & Delinquency Prevention						
Juvenile Justice Crime Prevention Council Programs:						
Administration			-	8,198	-	-
Teen Court & Restitution			-	69,837	-	-
Youth Inspire Program			-	31,474	-	-
Mediation in Schools Program			-	50,527	-	-
Temporary Shelter Program			-	-	-	-
Juvenile Innovations Program			-	3,500	-	-
Total N.C. Dept. of Public Safety			-	218,964	-	-
<u>N.C. Department of Cultural Resources</u>						
Division of State Library						
State Aid to Public Libraries			-	120,178	-	579,796
<u>N.C. Department of Insurance</u>						
Seniors Health Insurance Information Program			-	5,768	-	-
<u>N.C. Dept. of Transportation</u>						
Transit Development Program (Capital and Noncapital)		DOT-11	-	10,190	-	-
Rural Capital Program		DOT-14	-	5,965	-	-
Rural Operating Assistance Program (ROAP) Cluster						
- ROAP Elderly and Disabled Transportation Assistance Program		DOT-16CL	-	85,300	-	-
- ROAP Rural General Public Program		DOT-16CL	-	110,312	-	-
- ROAP Work First Transitional - Employment Transportation Assistance Program		DOT-16CL	-	19,276	-	-
Total ROAP Cluster			-	214,888	-	-
Total N.C. Dept. of Transportation			-	231,043	-	-
Total State Awards			-	2,794,656	-	776,091
Total Federal and State Awards			8,782,406	3,320,594	-	4,281,376

SAMPSON COUNTY, NORTH CAROLINA**Notes to Schedule of Expenditures of Federal and State Awards**

For the Year Ended June 30, 2020

I. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of Sampson County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2020. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of Sampson County, it is not intended to and does not present the financial position, changes in net position or cash flows of Sampson County.

II. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND INDIRECT COST RATE

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Sampson County has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

III. CLUSTER OF PROGRAMS

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

IV. BENEFIT PAYMENTS ISSUED BY THE STATE

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

<u>Program Title</u>	<u>CFDA No.</u>	<u>Federal</u>	<u>State</u>
Special Supplemental Nutrition Program for Women, Infant and Children	10.557	\$ 1,330,858	\$ -
COVID-19 Special Supplemental Nutrition Program for Women, Infants and Children	10.557	-	-
Supplemental Nutrition Assistance Program	10.551	17,221,898	-
Temporary Assistance for Needy Families	93.558	209,091	-
Adoption Assistance	93.659	435,383	111,461
Foster Care - Title IV-E	93.658	303,735	80,563
Medical Assistance Program	93.778	79,548,539	36,201,619
Children's Health Insurance Program	93.767	1,942,440	141,202
Child Welfare Services Adoption		1,703	68,722
State/County Special Assistance Program		-	510,152

V. CORONAVIRUS RELIEF FUNDS

Sampson County received \$1,283,670 of funding from the Coronavirus Relief Fund (21.019) and is scheduled to receive \$1,233,006 in July 2020. At least twenty-five percent (25%) of the funds are mandated to go to municipalities within Sampson County, at the discretion of the County. Municipalities are to have a plan to spend these funds by September 1, 2020, or any funds received are to be returned to the County. Counties and municipalities are liable to the State for funds not spent in accordance with US Dept. of Treasury, the granting agency, guidelines. According to the Office of State Budget and Management, the State's pass-through agency, municipalities are considered subrecipients of the Counties. However, under state statute, municipalities are liable to the State, not the County, for any misused or misspent funds. CRF must be spent during the period March 1, 2020 to December 30, 2020.