

Annual Comprehensive Financial Report

For the Year Ended June 30, 2021

Duplin County



North Carolina

**Duplin County
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June 30, 2021**

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FINANCIAL SECTION



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 239-8294

Independent Auditors' Report

To the Board of County Commissioners
Duplin County, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Duplin County, North Carolina, as of and for the year then ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Duplin 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 Duplin County TDA were not audited in accordance with *Governmental 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 auditors' 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 auditors

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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 opinions, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Duplin County, North Carolina as of June 30, 2021, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Duplin TDA 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 Other Postemployment Benefits Schedules of Changes in the Net OPEB Liability and Related Ratios, 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 Schedule of the County's Proportionate Share of the Net Pension Asset and Schedule of County 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, 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 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 Duplin County, North Carolina. The combining and individual fund statements, budgetary schedules, other schedules, and component unit 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, component unit 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. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund financial statements, budgetary schedules, other schedules, component unit 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 January 12, 2022 on our consideration of Duplin County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of 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 Duplin County's internal control over financial reporting and compliance.

Thompson, Price, Scott, Adams & Co., PA
Wilmington, North Carolina
January 12, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

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

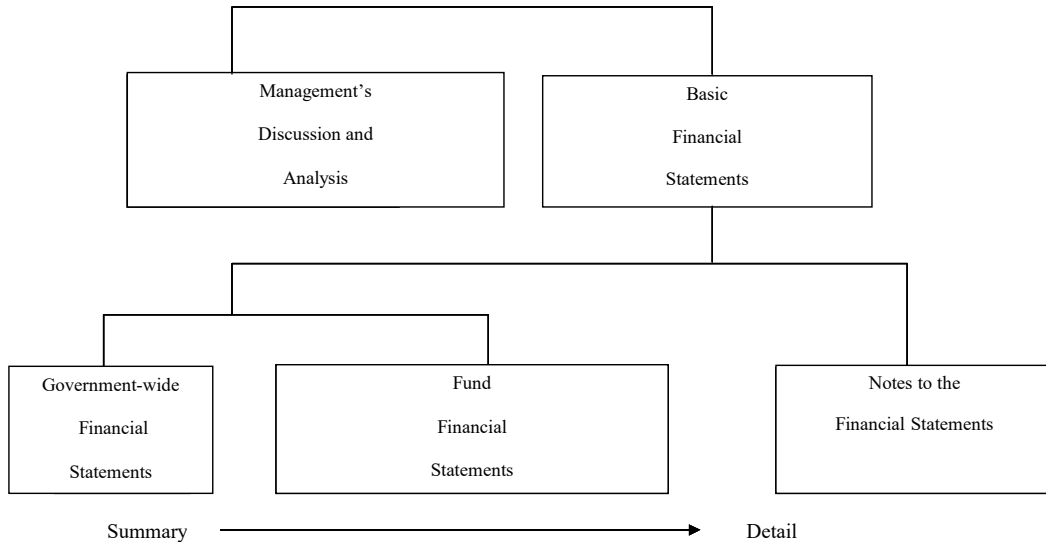
Financial Highlights

- The assets and deferred outflows of resources of Duplin County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$38,724,227 (net position).
- The government's total net position increased by \$7,873,666 primarily due to a increase in net position in the governmental activities and business activities, as well as implementation of GASB Statement No. 84, *Fiduciary Activities*, which created new special revenue funds that were once treated as agency funds.
- As of the close of the current fiscal year, Duplin County's governmental funds reported combined ending fund balances of \$39,126,300, after a net increase in fund balance of \$6,163,489. Approximately 36% of this total amount, or \$14,243,854, is restricted or non-spendable.
- At the end of the current fiscal year, unassigned fund balance for the consolidated General Fund was \$16,309,050, or 27% of total General Fund expenditures and transfers.
- Duplin County's total debt decreased by \$2,578,673 during the current fiscal year.

Overview of the Financial Statements

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

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



Basic Financial Statements

The first two statements (Exhibits 1&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 3-9) 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 government fund statements; 2) the budgetary comparison statements; 3) the proprietary governmental funds statements; 4) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the **Notes** is the required **Supplemental Information**. This section contains funding information about the County's Other Post Employment Benefit Plan and Pension Plans.

Following the **Supplemental Information** is the **General Fund** section, provided to show details about the County's major and non-major governmental funds, all of which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

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 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 general government, public safety, human services, cultural and recreational, economic and physical development, environmental protection, and education. Property taxes, local option sales taxes and state grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water operations, solid waste operations, transportation services and airport operations. The final category is the component unit. Duplin County Tourism Development Authority is legally separate from the County however the County is financially accountable for the Authority by approving all new members that are elected by the Authority.

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

Fund Financial Statements

The Fund Financial Statements (see Figure 1) 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. Duplin 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 North Carolina General Statutes or the County's budget ordinance. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary fund.

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 the 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* which provides a current financial 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.

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

Proprietary Funds - Duplin County has two different kinds of proprietary funds. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Duplin County uses enterprise funds to account for its water activities, solid waste operations, transportation services, and airport operations. These funds are the same as those functions 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 functions of the County. The County uses an internal service fund to account for one activity – to administer its self-insured hospital insurance policy. Because this activity 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.

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

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

Government Wide Financial Analysis

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

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 59,870,649	\$ 49,207,561	\$ 16,370,129	\$ 15,890,996	\$ 76,240,778	\$ 65,098,557
Capital assets	20,802,895	20,603,175	59,911,362	59,011,664	80,714,257	79,614,839
Total assets	80,673,544	69,810,736	76,281,491	74,902,660	156,955,035	144,713,396
Deferred outflows of resources	11,091,370	5,259,188	979,478	628,841	12,070,848	5,888,029
Long-term liabilities outstanding	97,398,675	91,042,297	17,423,570	1,950,712	114,822,245	92,993,009
Other liabilities	5,098,376	6,286,645	1,823,917	17,610,797	6,922,293	23,897,442
Total liabilities	102,497,051	97,328,942	19,247,487	19,561,509	121,744,538	116,890,451
Deferred inflows of resources	8,374,642	2,842,116	182,476	229,093	8,557,118	3,071,209
Net Position:						
Net investment						
in capital assets	11,572,082	11,487,660	44,620,075	43,355,119	56,192,157	54,842,779
Restricted	14,051,025	-	825,195	1,937,760	14,876,220	1,937,760
Unrestricted	(44,729,886)	(36,588,794)	12,385,736	10,448,020	(32,344,150)	(26,140,774)
Total net position	\$ (19,106,779)	\$ (25,101,134)	\$ 57,831,006	\$ 55,740,899	\$ 38,724,227	\$ 30,639,765

As noted earlier, net position, over time, may serve as a useful indicator of a government's financial position. For Duplin County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$38,724,227 at the close of the most recent fiscal year.

By far, the largest portion, \$56,192,157, of Duplin County’s net position reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. Duplin County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Duplin County’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to repay these liabilities.

At the end of the current fiscal year, Duplin County had an additional portion net position \$14,876,220 that represents resources subject to external restrictions on how they may be used. The remaining balance of (\$32,344,150) is unrestricted.

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

- Continued diligence in the collection of property taxes by maintaining a collection percentage of 96.97%.
- Management’s proactive stance on monitoring spending across County departments to ensure compliance with the budget.

**Duplin County
Changes in Net Position
Figure 3**

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program Revenues						
Charges for Services	\$ 10,079,125	\$ 8,696,830	\$ 7,889,265	\$ 7,925,969	\$ 17,968,390	\$ 16,622,799
Operating grants and contributions	9,615,718	7,935,413	3,015,620	2,497,735	12,631,338	10,433,148
Capital grants and contributions	3,475,560	172,474	663,787	834,586	4,139,347	1,007,060
General revenues:						
Property taxes	35,286,298	34,439,548	-	-	35,286,298	34,439,548
Other taxes	14,483,340	14,504,532	145,382	130,304	14,628,722	14,634,836
Other	186,460	-	244,650	439,162	431,110	439,162
Total revenues	73,126,501	65,748,797	11,958,704	11,827,756	85,085,205	77,576,553
Expenses:						
General government	7,635,604	7,997,483	-	-	7,635,604	7,997,483
Public Safety	21,476,028	17,584,552	-	-	21,476,028	17,584,552
Economic and physical development	5,301,883	4,684,001	-	-	5,301,883	4,684,001
Human services	17,364,536	14,643,693	-	-	17,364,536	14,643,693
Cultural and recreation	1,294,538	1,515,920	-	-	1,294,538	1,515,920
Environmental protection	423,123	101,174	-	-	423,123	101,174
Education	11,910,359	11,504,625	-	-	11,910,359	11,504,625
Interest on long-term debt	2,090,903	2,156,347	-	-	2,090,903	2,156,347
Airport	-	-	1,863,246	1,637,671	1,863,246	1,637,671
Water	-	-	3,168,383	2,718,092	3,168,383	2,718,092
Transportation/Solid Waste	-	-	4,682,936	4,748,734	4,682,936	4,748,734
Total expenses	67,496,974	60,187,795	9,714,565	9,104,497	77,211,539	69,292,292
Increase (decrease) in net position before transfers and special items	5,629,527	5,561,002	2,244,139	2,723,259	7,873,666	8,284,261
Transfers	154,032	(607,221)	(154,032)	607,221	-	-
Increase (decrease) in net position	5,783,559	4,953,781	2,090,107	3,330,480	7,873,666	8,284,261
Net position, beginning, previously reported	(25,101,134)	(30,054,915)	55,740,899	52,410,419	30,639,765	22,355,504
Restatement	210,796	-	-	-	210,796	-
Net position, beginning, restated	(24,890,338)	(30,054,915)	55,740,899	52,410,419	30,850,561	22,355,504
Net position, ending	\$ (19,106,779)	\$ (25,101,134)	\$ 57,831,006	\$ 55,740,899	\$ 38,724,227	\$ 30,639,765

Governmental activities: Governmental activities increased the County's net position by \$5,783,559.

Business-type activities: Business-type activities increased the County's net position by \$2,090,107

Financial Analysis of the County's Funds

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

Governmental Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Duplin 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 the County. At the end of the current fiscal year, the County's fund balance available in the General Fund was \$20,942,630 while total fund balance reached \$25,186,675. The County currently has an unassigned fund balance of 27% of GF expenditures and transfers, while total fund balance represents 42% of the same amount.

At June 30, 2021, the governmental funds of the County reported a combined fund balance of \$39,126,300, a \$6,163,489 increase over last year.

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.

Proprietary Funds: The County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. The total increase in net position was \$2,090,122.

Capital Asset and Debt Administration

Capital assets. The Duplin County's investment in capital assets for its governmental and business-type activities as of June 30, 2021, totals \$80,714,257 (net of accumulated depreciation). These assets include land, buildings, automotive equipment, office and other equipment, and water and sewer lines.

Major capital assets transactions during the year include:

- Construction in progress in the Airport Fund.
- New equipment in several funds.
- New vehicles for Public Safety Department.

Duplin County's Capital Assets
(net of depreciation)
Figure 4

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 2,476,331	\$ 2,476,331	\$ 1,272,297	\$ 1,272,297	\$ 3,748,628	\$ 3,748,628
Buildings	14,416,834	14,946,277	4,754,753	4,964,476	19,171,587	19,910,753
Plant and systems	-	-	39,462,548	40,436,443	39,462,548	40,436,443
Airport terminals and runways	-	-	9,850,496	10,634,542	9,850,496	10,634,542
Equipment	2,115,963	1,835,302	833,573	578,399	2,949,536	2,413,701
Vehicles	1,793,767	1,345,265	971,272	1,125,949	2,765,039	2,471,214
Construction in progress	-	-	2,766,423	-	2,766,423	-
Total	\$ 20,802,895	\$ 20,603,175	\$ 59,911,362	\$ 59,012,106	\$ 80,714,257	\$ 79,615,281

Additional information on Duplin County's capital assets can be found in the notes to the financial statements.

Long-Term Debt. At the end of the current fiscal year, Duplin County had a total long-term debt of \$74,032,786.

Duplin County's Outstanding Debt
Figure 5

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Limited obligation bonds	\$ 49,510,686	\$ 51,839,399	\$ 11,803,943	\$ 12,423,035	\$ 61,314,629	\$ 64,262,434
Notes Payable	9,230,813	9,115,515	3,487,344	3,233,510	12,718,157	12,349,025
Total	\$ 58,741,499	\$ 60,954,914	\$ 15,291,287	\$ 15,656,545	\$ 74,032,786	\$ 76,611,459

Duplin County's total governmental debt decreased by \$2,578,673 during the past fiscal year. This decrease is primarily due to current debt service payments.

Duplin County maintains an AA- bond rating from Standard and Poor's Corporation and was assigned an A+ long-term rating on the 2016 Series Limited-Obligation Bonds that were issued for County school facility enhancements. This bond rating is a clear indication of the sound financial condition of Duplin County.

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 Duplin County is \$314,061,222.

Additional information regarding Duplin County's long-term debt can be found in the Notes to the Financial Statements.

Economic Factors and Next Year's Budgets and Rates

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

- Our population of 58,241 has been estimated as decreasing over the past year according to the most recent census data. We feel this is an error in census reporting. Our school systems have increased with enrollment, County water bill subscribers have increased and our overall workforces has remained consistent with previous years.

Budget Highlights for the Fiscal Year Ending June 30, 2022

Governmental Activities

The County approved an original \$61,406,178 general fund budget. This represents an increase over the original budget adopted for FY 2021 an increase over the final budget for FY 2022. The tax rate of \$.715 cents per one hundred dollars of assessed valuation plus a \$.02 cents per one hundred dollars of assessed valuation to be placed in a capital reserve fund for a total tax rate of \$.735 cents. The County Board of Commissioners continue support the County's capital improvement plan by appropriating funds to replace and improve County assets.

Business-type Activities

The County has not increased its tipping fees in the solid waste fund. The water funds' rates remained at prior year amounts.

The Transportation fund rate schedule for FY 2020-2021 remained at a flat rate fee per trip of \$8.00.

The State Division of Aviation has invested over 6 million in the Duplin County Airport to construct a hangar for the NC Forestry Service Aerial Fire Division.

Economic Forecast

Duplin County's economy has historically been based on agriculture. According to the North Carolina Department of Agriculture's 2020 statistics, Duplin County ranks number 1 in the state in cash receipts from the sale of pork and poultry with total sales for all livestock and crops county wide of \$1.27 billion. Duplin County is also recognized as an important agricultural producer nationally. The 2020 U.S. Census of Agriculture ranks Duplin County 19th of 3,077 U.S. counties in market value of agricultural products sold; with 92% of the value generated by livestock sales.

Covid-19 has created a demand for refrigerated and freezer facilities. The demand encouraged eGourmet Solutions to purchase the exiting building they were renting and expand their business. Wallace, NC is now the headquarters of their East Coast operation. The expansion invested an additional \$500,000 into the facility and created 40 new jobs.

Duplin County was able to attract a manufacturer, installer and distributor of metal roofing, steel buildings and custom trim business. The new company, Metal Specialist, invested over \$2.9 million dollars and created 33 new jobs.

Duplin County is expecting an existing industry expansion announcement in early December 2021.

The Duplin County Economic Development Commission has identified 4 strategic markets as potential growth segments: Logistics and distribution, Alternative Energy Production, Food Processing and Defense. A network of 6 primary highways intersects with I-40, the state's major east-west artery. The county has four-lane access to the region's population centers; deep water ports at Wilmington and Morehead City; and the military installations of Marine Corps Base Camp Lejeune, Fort Bragg, and Seymour Johnson Air Force Base.

The production of alternative clean energy is an emerging agribusiness growth opportunity for the county. There has been a steady increase of renewable natural gas businesses seeking to purchase land in Duplin County. Two of which have been successful and a third business that is close to completion. Carbon Cycle Energy, also known as C2Energy, has invested over \$70 million dollars in Duplin County creating 45 new jobs.

Manufacturing, including agricultural related food processing, is an important segment of the County's employment. Approximately 30% of the county's workforce is employed in agricultural related processing and manufacturing. Of the ten largest employers in the county, six are engaged in agricultural production, manufacturing or food processing.

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 Duplin County Finance Office, PO Box 950, Kenansville, N.C. 28349.

BASIC FINANCIAL STATEMENTS

Duplin County, North Carolina
Statement of Net Position
June 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Duplin County Tourism Development Authority
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 33,987,590	\$ 14,148,485	\$ 48,136,075	\$ 703,662
Restricted cash and cash equivalents	10,126,029	825,195	10,951,224	-
Accounts receivable, net	15,482,656	1,347,690	16,830,346	27,517
Inventories	192,829	48,759	241,588	-
	59,789,104	16,370,129	76,159,233	731,179
Noncurrent assets:				
Net pension asset	81,545	-	81,545	-
Capital assets:				
Land, non-depreciable improvements, and construction in progress	2,476,331	4,038,720	6,515,051	-
Other capital assets, net of depreciation	18,326,564	55,872,642	74,199,206	-
Total capital assets	20,802,895	59,911,362	80,714,257	-
Total assets	80,673,544	76,281,491	156,955,035	731,179
DEFERRED OUTFLOWS OF RESOURCES	11,091,370	979,478	12,070,848	-
LIABILITIES				
Accounts payable and accrued liabilities	2,000,239	349,968	2,350,207	6,709
Customer deposits	-	522,785	522,785	-
Compensated absences payable	750,000	68,000	818,000	-
Notes payable current	313,137	263,164	576,301	-
Limited obligation bonds - current	2,035,000	620,000	2,655,000	-
Long term liabilities				
Compensated absences payable	474,164	72,814	546,978	-
Other post-employment benefit	28,519,724	2,195,806	30,715,530	-
Total pension liability - LEO	2,313,128	-	2,313,128	-
Notes payable	8,917,676	3,224,180	12,141,856	-
Limited obligation bonds	47,475,686	11,183,943	58,659,629	-
Net pension liability - LGERS	9,698,297	746,827	10,445,124	-
Total long-term liabilities	97,398,675	17,423,570	114,822,245	-
Total liabilities	102,497,051	19,247,487	121,744,538	6,709
DEFERRED INFLOWS OF RESOURCES	8,374,642	182,476	8,557,118	-
NET POSITION				
Net investment in capital assets	11,572,082	44,620,075	56,192,157	-
Restricted	14,051,025	825,195	14,876,220	27,517
Unrestricted	(44,729,886)	12,385,736	(32,344,150)	696,953
Total net position	\$ (19,106,779)	\$ 57,831,006	\$ 38,724,227	\$ 724,470

**Duplin County, North Carolina
Statement of Activities
For the Year Ended June 30, 2021**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit Duplin County Tourism Development Authority
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Primary government:								
Governmental Activities:								
General government	\$ 7,635,604	\$ 2,780,448	\$ 463,408	\$ -	\$ (4,391,748)	\$ -	\$ (4,391,748)	
Public safety	21,476,028	5,560,897	926,816	-	(14,988,315)	-	(14,988,315)	
Environmental protection	423,123	347,556	-	-	(75,567)	-	(75,567)	
Economic and physical development	5,301,883	-	-	3,475,560	(1,826,323)	-	(1,826,323)	
Human services	17,364,536	1,390,224	6,024,305	-	(9,950,007)	-	(9,950,007)	
Cultural and recreational	1,294,538	-	-	-	(1,294,538)	-	(1,294,538)	
Education	11,910,359	-	2,201,189	-	(9,709,170)	-	(9,709,170)	
Interest on long-term debt	2,090,903	-	-	-	(2,090,903)	-	(2,090,903)	
Total governmental activities	<u>67,496,974</u>	<u>10,079,125</u>	<u>9,615,718</u>	<u>3,475,560</u>	<u>(44,326,571)</u>	<u>-</u>	<u>(44,326,571)</u>	
Business-type activities:								
Airport	1,863,246	426,741	2,993,547	-	-	1,557,042	1,557,042	
Water and sewer	3,168,383	3,395,775	19,825	-	-	247,217	247,217	
Solid waste	3,847,404	3,400,466	2,248	-	-	(444,690)	(444,690)	
Transportation	835,532	666,283	-	663,787	-	494,538	494,538	
Total business-type activities	<u>9,714,565</u>	<u>7,889,265</u>	<u>3,015,620</u>	<u>663,787</u>	<u>-</u>	<u>1,854,107</u>	<u>1,854,107</u>	
Total primary government	<u>\$ 77,211,539</u>	<u>\$ 17,968,390</u>	<u>\$ 12,631,338</u>	<u>\$ 4,139,347</u>	<u>\$ (44,326,571)</u>	<u>\$ 1,854,107</u>	<u>\$ (42,472,464)</u>	
Component units:								
Tourism development authority	\$ 171,436	-	-	-	-	-	-	(171,436)
General revenues:								
Taxes:								
Property taxes, levied for general purpose					35,286,298	-	35,286,298	-
Local option sales tax					12,551,190	-	12,551,190	-
Other taxes and licenses					1,932,150	145,382	2,077,532	247,439
Investment earnings, unrestricted					186,460	7,499	193,959	121
Miscellaneous, unrestricted					-	237,151	237,151	-
Transfers					154,032	(154,032)	-	-
Total general revenues, special items, and transfers					<u>50,110,130</u>	<u>236,000</u>	<u>50,346,130</u>	<u>247,560</u>
Change in net position					5,783,559	2,090,107	7,873,666	76,124
Net position, beginning, as previously reported					(25,101,134)	55,740,899	30,639,765	648,346
Prior period restatement - change in accounting principle					210,796	-	210,796	-
Net position, beginning, as restated					<u>(24,890,338)</u>	<u>55,740,899</u>	<u>30,850,561</u>	<u>648,346</u>
Net position, ending					<u>\$ (19,106,779)</u>	<u>\$ 57,831,006</u>	<u>\$ 38,724,227</u>	<u>\$ 724,470</u>

**Duplin County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2021**

	Major				NonMajor	Total Governmental Funds
	General Fund	Capital Project Fund	Debt Service Fund	ARPA Fund	Other Governmental Funds	
ASSETS						
Cash and cash equivalents	\$ 2,242,265	\$ 1,464,828	\$ -	\$ -	\$ 7,200,576	\$ 10,907,669
Restricted cash	-	-	31,463	5,706,948	4,387,618	10,126,029
Investments	21,838,799	-	607,831	-	-	22,446,630
Taxes receivable, net	1,481,501	-	-	-	78,209	1,559,710
Due from other governments	433,611	-	-	-	1,997	435,608
Due from other funds	385,709	-	-	-	-	385,709
Inventories	192,829	-	-	-	-	192,829
Accounts receivable, net	11,895,513	-	-	-	1,591,825	13,487,338
Total assets	\$ 38,470,227	\$ 1,464,828	\$ 639,294	\$ 5,706,948	\$ 13,260,225	\$ 59,541,522
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	1,475,487	-	-	-	297,782	1,773,269
Due to other funds	-	-	-	-	385,709	385,709
Total liabilities	1,475,487	-	-	-	683,491	2,158,978
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	10,156,153	-	-	-	664,470	10,820,623
Property taxes receivable	1,481,501	-	-	-	78,209	1,559,710
Prepaid taxes	170,411	-	-	-	624	171,035
Advance from other governments	-	-	-	5,704,876	-	5,704,876
Total deferred inflows of resources	11,808,065	-	-	5,704,876	743,303	18,256,244
Fund balances:						
Nonspendable - inventory	192,829	-	-	-	-	192,829
Restricted:						
Stabilization by State Statute	2,558,680	-	-	-	1,593,822	4,152,502
Register of Deeds	-	-	-	-	19,785	19,785
Federally seized assets	75,424	-	-	-	-	75,424
Grants and projects	547,642	-	-	-	-	547,642
Health	551,039	-	-	2,072	-	553,111
Sheriff	69,364	-	-	-	-	69,364
Daycare	-	-	-	-	-	-
Economic development	16,319	-	-	-	-	16,319
Inspections	208,674	-	-	-	-	208,674
Events Center	24,074	-	-	-	-	24,074
Schools	-	-	-	-	7,911,810	7,911,810
E-911	-	-	-	-	472,320	472,320
Committed:						
Capital improvements	1,703,793	-	-	-	(382,518)	1,321,275
Debt service	-	-	639,294	-	-	639,294
Economic development	-	-	-	-	1,045,927	1,045,927
Tax revaluation	-	-	-	-	571,576	571,576
Various programs	-	1,464,828	-	-	854,077	2,318,905
Assigned:						
Subsequent year's expenditures	2,929,787	-	-	-	-	2,929,787
Unassigned:	16,309,050	-	-	-	(253,368)	16,055,682
Total fund balances	25,186,675	1,464,828	639,294	2,072	11,833,431	39,126,300
Total liabilities, deferred inflows of resources, and fund balances	\$ 38,470,227	\$ 1,464,828	\$ 639,294	\$ 5,706,948	\$ 13,260,225	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund.	20,802,895
Net pension asset - Register of Deeds	81,545
Contributions to pension plans in the current fiscal year are deferred outflows of resources on the Statement of Net Position	11,091,370
Internal service fund net assets that primarily support governmental activities	624,798
Deferred inflows of resources for taxes and special assessments receivable	18,085,209
OPEB and Pension related deferrals	(8,203,607)
General obligation bonds payable	(49,510,686)
Notes payable	(9,230,813)
Compensated absences	(1,224,164)
Other postemployment benefit obligation	(28,519,724)
Net pension liability - LEO	(2,313,128)
Net pension liability - LGERS	(9,698,297)
Accrued interest	(218,477)
Net position of governmental activities	\$ (19,106,779)

Duplin County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2021

	Major			NonMajor		Total Governmental Funds
	General Fund	Capital Project Fund	Debt Service Fund	ARPA Fund	Other Governmental Funds	
REVENUES						
Ad valorem taxes	\$ 34,015,062	\$ -	\$ -	-	\$ 1,293,802	\$ 35,308,864
Local option sales taxes	8,319,114	-	-	-	4,232,076	12,551,190
Other taxes and licenses	178,531	-	-	-	-	178,531
Unrestricted intergovernmental	1,682,113	-	-	-	-	1,682,113
Restricted intergovernmental	11,282,553	781,247	-	-	1,326,505	13,390,305
Sales and services	8,099,267	-	-	-	-	8,099,267
Investment earnings	65,508	-	-	2,072	118,881	186,461
Miscellaneous	351,505	-	-	-	1,360,690	1,712,195
Total revenues	<u>63,993,653</u>	<u>781,247</u>	<u>-</u>	<u>2,072</u>	<u>8,331,954</u>	<u>73,108,926</u>
EXPENDITURES						
Current:						
General government	6,895,492	-	-	-	932,000	7,827,492
Public safety	17,343,367	-	-	-	3,093,296	20,436,663
Economic and physical development	3,144,349	-	-	-	831,263	3,975,612
Human services	16,020,670	-	-	-	413,249	16,433,919
Cultural and recreational	1,075,463	-	-	-	-	1,075,463
NCDAS Stream Cleanout	-	966,503	-	-	-	966,503
BFG Sewer DWI	-	53,886	-	-	-	53,886
Capital outlay	-	-	-	-	106,390	106,390
Intergovernmental:						
Education	11,258,433	-	-	-	651,926	11,910,359
Debt service:						
Principal	-	-	2,174,359	-	-	2,174,359
Interest	-	-	2,455,125	-	-	2,455,125
Bond issuance cost	-	-	1,250	-	-	1,250
Total expenditures	<u>55,737,774</u>	<u>1,020,389</u>	<u>4,630,734</u>	<u>-</u>	<u>6,028,124</u>	<u>67,417,021</u>
Excess (deficiency) of revenues over expenditures	<u>8,255,879</u>	<u>(239,142)</u>	<u>(4,630,734)</u>	<u>2,072</u>	<u>2,303,830</u>	<u>5,691,905</u>
OTHER FINANCING SOURCES						
Transfers from other funds	787,375	1,583,963	4,630,621	-	(2,086,679)	4,915,280
Transfers to other funds	(4,742,549)	-	-	-	(18,700)	(4,761,249)
Lease purchase	317,553	-	-	-	-	317,553
Total other financing sources and uses	<u>(3,637,621)</u>	<u>1,583,963</u>	<u>4,630,621</u>	<u>-</u>	<u>(2,105,379)</u>	<u>471,584</u>
Net change in fund balance	4,618,258	1,344,821	(113)	2,072	198,451	6,163,489
Fund balances, beginning, as previously reported	20,553,149	120,007	639,407	-	11,424,184	32,736,747
Prior period restatement - change in accounting principle	-	-	-	-	210,796	210,796
Fund balances-beginning, as restated	20,553,149	120,007	639,407	-	11,634,980	32,947,543
Increase in inventory	15,268	-	-	-	-	15,268
Fund balances-ending	<u>\$ 25,186,675</u>	<u>1,464,828</u>	<u>639,294</u>	<u>2,072</u>	<u>11,833,431</u>	<u>39,126,300</u>

Duplin County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2021

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

Net changes in fund balance - total government funds	\$	6,163,489
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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 year.

Capital outlay expenditures which were capitalized.	1,896,669		
Depreciation expense for governmental assets.	<u>(1,696,949)</u>		199,720

Change in inventory			15,268
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Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities.			1,950,467
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Internal service fund operations that primarily support governmental activities.			(66,270)
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Revenues reported in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds - change in deferred inflows of resources for tax revenues.			62,708
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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.			(4,755,238)
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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 position. This amount is the net of these differences in the treatment of long-term debt and related items.			2,213,415
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Total changes in net position of governmental activities			<u>\$ 5,783,559</u>
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Duplin County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual - General Fund
For the Year Ended June 30, 2021

	General Fund			Variance With Final Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Ad valorem taxes	\$ 33,246,712	\$ 33,246,712	\$ 34,015,062	\$ 768,350
Local option sales tax	7,232,188	7,335,188	8,319,114	983,926
Other taxes and licenses	113,000	113,000	178,531	65,531
Unrestricted intergovernmental revenues	63,800	63,800	1,682,113	1,618,313
Restricted intergovernmental revenues	8,736,390	11,611,300	11,282,553	(328,747)
Permits and fees	493,480	493,480	642,802	149,322
Sales and services	6,438,413	6,980,376	7,469,791	489,415
Investment earnings	120,000	120,000	65,043	(54,957)
Miscellaneous	245,065	262,585	351,505	88,920
Total revenues	<u>56,689,048</u>	<u>60,226,441</u>	<u>64,006,514</u>	<u>3,780,073</u>
Expenditures				
Current:				
General government	6,864,723	7,616,545	6,879,562	736,983
Public safety	17,674,597	18,590,258	17,343,367	1,246,891
Economic and physical development	3,339,497	3,454,679	3,144,349	310,330
Human Services	15,991,295	20,419,591	16,020,670	4,398,921
Cultural and recreational	1,273,563	1,379,422	1,075,463	303,959
Intergovernmental:				
Education	11,321,100	11,631,625	11,258,433	373,192
Total expenditures	<u>56,464,775</u>	<u>63,092,120</u>	<u>55,721,844</u>	<u>7,370,276</u>
Revenues over (under) expenditures	224,273	(2,865,679)	8,284,670	11,150,349
Other financing sources (Uses):				
Lease Proceeds	-	317,553	317,553	-
Transfers from (to) other funds	(3,251,996)	(3,634,134)	(3,217,549)	416,585
Fund Balance Appropriated	3,027,723	6,182,260	-	(6,182,260)
Total other financing sources and uses	<u>(224,273)</u>	<u>2,865,679</u>	<u>(2,899,996)</u>	<u>(5,765,675)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	5,384,674	<u>\$ 5,384,674</u>
Fund Balances - Beginning			18,863,374	
Increase in inventory			15,268	
Fund Balances - Ending			<u>\$ 24,263,316</u>	
A legally budgeted Capital Reserve Fund is consolidated into the General Fund for reporting purposes:				
Interest Income			465	
Transfer-in			787,375	
Transfer out			(1,525,000)	
Expenditures			(15,930)	
Fund Balance, Beginning			1,676,449	
Fund Balance, Ending (Exhibit 4)			<u>\$ 25,186,675</u>	

Duplin County, North Carolina
Statement of Fund Net Position
Proprietary Funds
June 30, 2021

	Major Enterprise Funds					Total	Internal Service Fund
	Airport Commission Fund	Water Fund	Solid Waste Fund	Transportation Development Plan Fund			
Assets							
Current Assets:							
Cash and cash equivalents	\$ 239,576	\$ 9,898,014	\$ 2,249,650	\$ 1,761,245	\$ 14,148,485	\$ 446,196	
Accounts receivable, net	44,585	434,597	782,663	85,845	1,347,690	187,095	
Inventories	19,160	29,599	-	-	48,759	-	
Restricted cash	302,410	522,785	-	-	825,195	-	
Total Current Assets	<u>605,731</u>	<u>10,884,995</u>	<u>3,032,313</u>	<u>1,847,090</u>	<u>16,370,129</u>	<u>633,291</u>	
Noncurrent assets:							
Capital assets:							
Land and non-depreciable assets	3,432,874	389,498	216,348	-	4,038,720	-	
Other capital assets, net of depreciation	12,812,786	39,542,485	3,090,762	426,609	55,872,642	-	
Capital assets (net)	<u>16,245,660</u>	<u>39,931,983</u>	<u>3,307,110</u>	<u>426,609</u>	<u>59,911,362</u>	<u>-</u>	
Total noncurrent assets	<u>16,245,660</u>	<u>39,931,983</u>	<u>3,307,110</u>	<u>426,609</u>	<u>59,911,362</u>	<u>-</u>	
Total Assets	<u>16,851,391</u>	<u>50,816,978</u>	<u>6,339,423</u>	<u>2,273,699</u>	<u>76,281,491</u>	<u>633,291</u>	
Deferred Outflows of Resources	<u>39,831</u>	<u>437,257</u>	<u>359,973</u>	<u>142,417</u>	<u>979,478</u>	<u>-</u>	
Liabilities							
Current Liabilities:							
Accounts payable & accrued liabilities	16,786	123,054	188,925	21,203	349,968	8,493	
Customer deposits	-	522,785	-	-	522,785	-	
Compensated absences	6,000	20,000	30,000	12,000	68,000	-	
Notes payable current	50,012	213,152	-	-	263,164	-	
Due to County-GO Bonds-current	-	620,000	-	-	620,000	-	
Total Current Liabilities	<u>72,798</u>	<u>1,498,991</u>	<u>218,925</u>	<u>33,203</u>	<u>1,823,917</u>	<u>8,493</u>	
Noncurrent liabilities:							
Compensated absences	9,640	15,574	28,338	19,262	72,814	-	
Other postemployment benefits	108,648	724,624	976,699	385,835	2,195,806	-	
Notes payable - noncurrent	416,647	2,807,533	-	-	3,224,180	-	
Due to County-GO Bonds	-	11,183,943	-	-	11,183,943	-	
Net pension liability	36,558	246,505	332,155	131,609	746,827	-	
Total noncurrent liabilities	<u>571,493</u>	<u>14,978,179</u>	<u>1,337,192</u>	<u>536,706</u>	<u>17,423,570</u>	<u>-</u>	
Total Liabilities	<u>644,291</u>	<u>16,477,170</u>	<u>1,556,117</u>	<u>569,909</u>	<u>19,247,487</u>	<u>8,493</u>	
Deferred Inflows of Resources	<u>9,008</u>	<u>60,220</u>	<u>81,164</u>	<u>32,084</u>	<u>182,476</u>	<u>-</u>	
Net Position							
Net investment in capital assets	15,779,001	25,107,355	3,307,110	426,609	44,620,075	-	
Restricted	302,410	522,785	-	-	825,195	624,798	
Unrestricted	156,512	9,086,705	1,755,005	1,387,514	12,385,736	-	
Total Net Position	<u>\$ 16,237,923</u>	<u>\$ 34,716,845</u>	<u>\$ 5,062,115</u>	<u>\$ 1,814,123</u>	<u>\$ 57,831,006</u>	<u>\$ 624,798</u>	

Duplin County, North Carolina
Statement of Revenues and Expenditures and
Changes in Fund Net Position
Proprietary Funds
For The Year Ended June 30, 2021

	Major Enterprise Funds					Internal Service Fund
	Airport Commission Fund	Water Fund	Solid Waste Fund	Transportation Development Plan Fund	Total	
Operating revenues:						
Water sales	\$ -	\$ 281,558	\$ -	\$ -	\$ 281,558	\$ -
Administration fees	-	2,770	-	-	2,770	-
Sales and rentals	404,279	-	-	-	404,279	-
Miscellaneous	20,972	-	-	-	20,972	-
Charges for Services	1,490	3,111,447	3,400,466	666,283	7,179,686	5,920,751
Total Operating Revenues	426,741	3,395,775	3,400,466	666,283	7,889,265	5,920,751
Operating expenses:						
Cost of operations	1,863,246	2,676,095	3,847,404	835,532	9,222,277	6,297,050
Total operating expenses	1,863,246	2,676,095	3,847,404	835,532	9,222,277	6,297,050
Total Operating Income (Loss)	(1,436,505)	719,680	(446,938)	(169,249)	(1,333,012)	(376,299)
Nonoperating Revenues(Expenses):						
Investment earnings	132	2,164	4,851	352	7,499	53
Federal and state grants	2,993,547	19,825	2,248	663,787	3,679,407	-
Disposal tax revenues	-	-	145,382	-	145,382	-
Interest expense	-	(492,288)	-	-	(492,288)	-
Gain (loss) on disposal of capital assets	6,560	-	43,525	-	50,085	-
COVID	-	-	-	-	-	-
Miscellaneous	165,301	11,051	6,871	3,843	187,066	-
Total Nonoperating Revenues (Expenses)	3,165,540	(459,248)	202,877	667,982	3,577,151	53
Transfers in	186,646	-	-	-	186,646	309,976
Transfers (out)	-	(56,894)	-	(283,784)	(340,678)	-
Total other financing sources and uses	186,646	(56,894)	-	(283,784)	(154,032)	309,976
Changes in net position	1,915,681	203,538	(244,061)	214,949	2,090,107	(66,270)
Net Position, beginning	14,322,242	34,513,307	5,306,176	1,599,174	55,740,899	691,068
Total net position, Ending	\$ 16,237,923	\$ 34,716,845	\$ 5,062,115	\$ 1,814,123	\$ 57,831,006	\$ 624,798

Duplin County, North Carolina
Statement of Cash Flows
Proprietary Funds
For The Year Ended June 30, 2021

	Major Enterprise Funds					Internal Service Fund
	Airport Commission Fund	Water Fund	Solid Waste Fund	Transportation Development Plan Fund	Total	
Cash Flows From Operating Activities:						
Cash Received from Customers/others	\$ 429,575	\$ 3,707,478	\$ 3,398,751	\$ 776,581	\$ 8,312,385	\$ 16,624,770
Cash paid to suppliers for goods and services	(1,148,239)	(866,535)	(3,051,943)	(326,444)	(5,393,161)	(17,303,925)
Cash paid to employees for services	(130,914)	(565,130)	(421,759)	(421,759)	(1,539,562)	-
Net cash provided by (used for) operating activities	<u>(849,578)</u>	<u>2,275,813</u>	<u>(74,951)</u>	<u>28,378</u>	<u>1,379,662</u>	<u>(679,155)</u>
Cash Flows from (use by) capital and related financing activities:						
Capital contributions	2,993,547	19,825	2,248	663,787	3,679,407	-
Proceeds from the sale of capital assets	6,560	-	43,525	-	50,085	-
Acquisition and construction of capital assets	(2,789,823)	(267,083)	(429,863)	(71,157)	(3,557,926)	-
Principal paid on bond maturities and note payable	(33,341)	(831,917)	-	-	(865,258)	-
Proceeds from installment purchases	500,000	-	-	-	500,000	-
Interest paid on bond maturities and notes payable	-	(492,288)	-	-	(492,288)	-
Interest income	132	2,164	4,851	352	7,499	53
Net cash flows provided (used) by capital financing activities	<u>677,075</u>	<u>(1,569,299)</u>	<u>(379,239)</u>	<u>592,982</u>	<u>(678,481)</u>	<u>53</u>
Cash Flows from (used for) noncapital financing activities:						
Miscellaneous	165,301	11,051	152,253	3,843	332,448	-
Transfers in/out (net)	186,646	(56,894)	-	(283,784)	(154,032)	309,976
Net cash flows provided (used) by noncapital financing activities	<u>351,947</u>	<u>(45,843)</u>	<u>152,253</u>	<u>(279,941)</u>	<u>178,416</u>	<u>309,976</u>
Net increase (decrease) in cash and cash equivalents	179,444	660,671	(301,937)	341,419	879,597	(369,126)
Cash and cash equivalents, beginning of year	362,542	\$ 9,760,128	\$ 2,551,587	\$ 1,419,826	\$ 14,094,083	\$ 815,322
Cash and cash equivalents, end of year	<u>\$ 541,986</u>	<u>\$ 10,420,799</u>	<u>\$ 2,249,650</u>	<u>\$ 1,761,245</u>	<u>\$ 14,973,680</u>	<u>\$ 446,196</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating income (loss)	\$ (1,436,505)	\$ 719,680	\$ (446,938)	\$ (169,249)	\$ (1,333,012)	\$ (376,299)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:						
Depreciation expense	857,462	1,247,259	397,238	156,711	2,658,670	-
Changes in Assets and Liabilities:						
(Increase) decrease in accounts receivable	2,834	291,559	(1,715)	110,298	402,976	(24,573)
(Increase) decrease in inventory	(160)	(2,368)	-	-	(2,528)	-
Increase (decrease) in accounts payable and accrued liabilities	(200,230)	(48,658)	23,411	7,773	(217,704)	(278,283)
Increase (decrease) in deposits	-	20,144	-	-	20,144	-
Increase (decrease) in net pension liability	(18,351)	39,070	19,260	(11,329)	28,650	-
Increase (decrease) in OPEB liability	(42,275)	154,471	116,679	(7,043)	221,832	-
(Increase) decrease in deferred outflows of resources for pensions	(4,761)	(134,622)	(160,130)	(51,124)	(350,637)	-
Increase (decrease) in deferred inflows of resources for pensions	(8,508)	(5,950)	(18,647)	(13,512)	(46,617)	-
Increase (decrease) in accrued vacation pay	916	(4,772)	(4,109)	5,853	(2,112)	-
Net cash provided (used) by operating activities	<u>\$ (849,578)</u>	<u>\$ 2,275,813</u>	<u>\$ (74,951)</u>	<u>\$ 28,378</u>	<u>\$ 1,379,662</u>	<u>\$ (679,155)</u>

Duplin County, North Carolina
Statement of Fiduciary Net Position
Custodial Fund
June 30, 2021

		Municipal Tax Fund
Assets:		
Cash and cash equivalents	\$	42,000
Restricted cash		-
Accounts receivable		23,810
Taxes receivable for other governments, net		122,847
Total assets		188,657
Liabilities:		
Accounts payable and accrued liabilities		53,270
Due to other funds		-
Total liabilities		53,270
Net Position:		
Restricted for:		
Individuals, organizations, and other governments		135,387
Total fiduciary net position	\$	135,387

Duplin County, North Carolina
Statement of Changes in Fiduciary Net Position
Custodial Fund
June 30, 2021

	Municipal Tax Fund
Additions:	
Ad valorem taxes for other governments	\$ 1,925,031
Total additions	1,925,031
Deductions:	
Tax distributions to other governments	1,951,425
Total deductions	1,951,425
Net Increase (decrease) in fiduciary net position	(26,394)
Net Position - beginning, as previously reported	-
Prior period restatement	161,781
Net Position - beginning, as restated	161,781
Net Position ending	\$ 135,387

NOTES TO THE FINANCIAL STATEMENTS

DUPLIN COUNTY, NORTH CAROLINA
 NOTES TO THE FINANCIAL STATEMENTS
 For the Year Ended June 30, 2021

I. Summary of Significant Accounting Policies

The accounting policies of Duplin County, North Carolina 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. The Duplin County Water Districts (the *Districts* which have a June 30th year-end, are presented as if they were a separate proprietary fund of the County (blended presentation). The Districts do not issue separate financial statements. Duplin County Industrial Facility and Pollution Control Financing Authority (the *Authority*) exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. The Duplin County Tourism Development Authority (the *TDA*), which has a June 30 year end and is presented as if it is a governmental fund (discrete presentation), has elected not to issue separate financial statements, but to include all relevant information required by generally accepted accounting principles as supplementary information in the County's Comprehensive Annual Financial Report.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statement
Duplin County Water District	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District	None issued.
Duplin County Industrial Facility and Pollution Control Financing Authority	Discrete	The Authority is governed by a six-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.
Duplin County Tourism Development Authority	Discrete	The Authority exists to promote tourism within the county. The County commissioners appointed the governing board of the Authority and at least one-half of the members are required to be active in the promotion of travel and tourism within the County or must be affiliated with businesses that collect the occupancy taxes. The County has final approval of the appointees to the governing board. The County finance officer is the ex officio finance officer of the Authority.	None issued.

B. Basis of Presentation – Basis of Accounting

Basis of Presentation, Measurement Focus - Basis of Accounting

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government's 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 nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating 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 Capital Reserve Fund is a legally budgeted fund under North Carolina General Statutes; however, for statement presentation in accordance with GASB Statement No. 54 it is consolidated in the General Fund.

Capital Reserve Fund - This fund accounts for reserves for various capital projects.

Capital Projects Fund - This fund accounts for various capital projects undertaken by the County, including the capital improvements projects for the County school system.

Debt Service Fund - This fund accounts for cash reserves that are used to pay principal and interest for governmental activity type debt.

ARPA Fund - This fund is used in the recovery of the coronavirus.

The County reports the following major enterprise funds:

Water Fund - This fund is used to account for the operations of the County water districts.

Airport Commission Fund - This fund is used to account for the operations of the County airport.

Solid Waste Fund - This fund is used to account for the operations of the County solid waste.

The County reports the following fund types:

Trust Funds. Trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, or other postemployment benefit plans. The Other Postemployment Benefits Trust Fund accounts for the County's contributions for healthcare coverage provided to qualified retirees.

Custodial Funds: Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. Custodial funds are used to account for assets the County holds on behalf of others that meet certain criteria. The County maintains the following custodial fund: the Municipal Tax Fund, which accounts for ad valorem and vehicle property taxes that are billed and collected by the County for various municipalities within the County but that are not revenues to the County.

Internal Service Fund - This fund is used to account for the County's participation in the self-insured hospital insurance plan.

Non-major Funds: The County maintains ten legally budgeted funds. The Emergency Telephone System Fund, Automation Enhancement and Preservation Fund, Revaluation Fund, Community Development Revolving Loan Fund, School Planning Allocation Fund, Fire District Fund, County Trust Fund, Representative Payee Fund, Deed of Trust Fund, Fines and Forfeitures Fund, are reported as non-major special revenue funds. The Industrial Expansion Capital Project Fund, Capital Project School Fund, and DRA Housing Assistance Capital Project Fund are reported as a non-major capital project funds. The Transportation Development Plan Fund is reported as non-major enterprise funds.

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

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

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

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

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

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. As of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, 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, 2014 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 are both restricted and unrestricted net position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

D. 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 Emergency Telephone, Fire District, Tax Revaluation, Representative Payee, Fines and Forfeitures, and Deed of Trust Special Revenue Funds, and the Enterprise Funds. All annual appropriations lapse at the fiscal year end. Project ordinances are adopted for the Capital Projects, Capital Reserve, Grant projects, and Enterprise Capital Project funds. The Enterprise Capital Project funds are consolidated with the enterprise operating funds for reporting purposes. All budgets are prepared using the modified accrual basis of accounting, which is consistent with the accounting system used to record transactions. Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds and at the object level for the multi-year funds. Amendments by the board are required for any revisions that alter total expenditures of any fund or that change functional appropriations by more than \$10,000. The County manager may move up to \$10,000 between line items appropriations and must provide a list of such changes to the Board at the next meeting. The governing board must approve all amendments. During the year, several 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 to cover that time until the annual ordinance can be adopted. A budget calendar is included in the North Carolina General Statutes, which prescribes the last day on which certain steps of the budget procedure are to be performed. The following schedule lists the tasks to be performed and the date by which each is required to be completed.

April 30	Each department head will transmit to the budget officer the departmental budget requests and revenue estimates for the budget year.
June 1	The budget and the budget message shall be submitted to the governing board. The public hearing on the budget should be scheduled at this time.
July 1	The budget ordinance shall be adopted by the governing board.

As required by State law [G.S. 159-26(d)], the County maintains encumbrance accounts, which are considered to be "budgetary accounts". Encumbrances outstanding at year-end represent the estimated amounts of the expenditures ultimately to result if unperformed contracts in progress at year-end are completed. Encumbrances outstanding at year-end do not constitute expenditures or liabilities.

E. Assets, Liabilities, Deferred Outflow/Inflows of Resources and Fund Equity

1. Deposits and Investments

All deposits of the County and the Duplin County Tourism Development Authority, and Duplin County ABC Board are made in board-designated official depositories and are secured as required by G.S. 159-31. The County, the TDA, the ABC Board may designate as an official depository any bank or savings association whose principal office is located in North Carolina. Also, the County, the TDA, and the ABC Board may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

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

The County's investments are carried at fair value. Non-participating interest earning investment contracts are accounted for at cost. The North Carolina Capital 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 2a7 fund which invests in treasuries and government agencies and is rated AAAM by S&P. The Government Portfolio is reported at fair value.

The majority of the County, the TDA, and the ABC Board's investment are carried at fair value. Non-participating interest earning investment contracts are accounted for at cost.

The North Carolina Capital 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 2a7 fund which invests in treasuries and government agencies and is rated AAAM by S&P and AAmf by Moody Investor Services. The Government Portfolio is reported at fair value.

2. Cash and Cash Equivalents

The County pools monies from several funds to facilitate disbursement and investment and maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents. The TDA and the ABC Board consider demand deposits and investments with a maturity date of 90 days or less and which are not limited as to use to be cash and cash equivalents.

3. Restricted Assets

Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected. In the Solid Waste Fund, funds have been restricted to provide for future environmental contingencies. Money in the Tax Revaluation Fund is also classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150. Money in the School Planning Allocation Fund is classified as restricted assets because its use is restricted to education by the North Carolina Public School Building Capital Fund. Restricted cash and cash equivalents consists of the following at June 30, 2021:

Governmental Activities:	
Revaluation	\$ 583,324
Debt Service Fund	31,463
School Planning Allocation Fund - Public School	3,804,294
Building Capital Fund	
ARPA Fund	5,706,948
Total governmental activities	<u>\$ 10,126,029</u>
Business-Type Activities:	
Water Fund:	
Customer Deposits	\$ 522,785
Airport Commission Fund	302,410
Total business-type activities	<u>\$ 825,195</u>
Total restricted cash	<u>\$ 10,951,224</u>

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 1st, the beginning of the fiscal year. The taxes are due on September 1st (lien date); however, penalties and interest do not accrue until the following January 6th. These taxes are based on the assessed values as of January 1, 2020. As allowed by State law, the County has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

5. Allowance 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 average cost, which approximates market. The County's General Fund inventory consists of expendable supplies that are recorded as expenditures when purchased. The inventory of the County's enterprise funds consists of materials and supplies held for consumption or resale. The cost of the inventory carried in the County's enterprise funds is recorded as an expense as it is consumed or sold. Occasionally, certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the 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. The County's minimum capitalization amount for capital assets is \$5,000. Certain items acquired before July 1, 1970, are recorded at an estimated historical cost. The total of such estimates is not considered large enough that errors would be material when the capital assets are considered as a whole. 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.

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

<u>Asset Class</u>	<u>Years</u>
Water plants and distribution systems	50
Airport terminals and runways	20 - 50
Building and improvements	20 - 50
Equipment	10
Vehicles	5

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has several items that meet this criterion – a deferred loss on refunding of debt, 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 three items that meet the criterion for this category – prepaid taxes, taxes and special assessments receivable, 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 in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

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

10. Compensated Absences

The vacation policy of the County and the Tourism Development Authority provides for the accumulation of up to thirty days earned vacation leave with such leave being fully vested when earned. For the County's government-wide and proprietary funds, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned.

The sick leave policies of the County and Tourism Development Authority provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since neither entity has any obligation for accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

11. Interfund Transactions

Interfund services provided are accounted for as revenue or expenses in the government-wide financial statements since they would be treated as such if they involved organizations external to the County. Transactions that constitute reimbursements to a fund or expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

12. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

13. Net Position/Fund Balances

Net Position

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

Fund Balances

In the governmental fund financial statements, 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 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 amounts that are restricted to specific purposes externally imposed by creditors 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 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.

Restricted for Grants/Projects - portion of fund balance that is restricted by revenue source to pay for grant related expenditures or remaining portion of projects in process.

Restricted for Register of Deeds - portion of fund balance restricted by State statute for automation enhancement (software) improvements.

Restricted for Federally Seized Assets - portion of fund balance that is restricted by revenue source to pay for public safety expenditures.

Restricted for Health - portion of fund balance that is restricted by revenue source for health services to citizens.

Restricted for Economic Development - portion of fund balance that is restricted by revenue source for economic and physical development activities.

Restricted for Sheriff - portion of fund balance that is restricted by revenue source for sheriff expenditures.

Restricted for Inspections - portion of fund balance that is restricted by revenue source for inspection expenditures.

Restricted for Event Center - portion of fund balance that is restricted by revenue source for event center expenditures.

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

Restricted for E-911 - portion of fund balance that is restricted by revenue source for emergency services.

Restricted for Tax Revaluation - portion of fund balance that can only be used for tax revaluation.

Restricted fund balance at June 30, 2021 is as follows:

Purpose	General Fund	Other Governmental Funds
Restricted:		
Stabilization by State Statute	\$ 2,172,971	\$ 1,591,095
Register of Deeds	-	21,782
School Capital	-	7,911,810
Human services	551,039	2,072
Economic development	588,035	-
Public safety	353,462	472,320
Total	\$ 3,665,507	\$ 9,999,079

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

Committed for Economic Development – portion of fund balance in the Community Development Revolving Loan Fund that can only be used for economic development activities.

Committed for Capital Improvements – portion of fund balance that can only be used for capital improvements.

Committed for Debt Service - portion of fund balance committed by the Board to be used to service outstanding debt.

Committed for Various Programs - portion of fund balance committed by the Board to be used for various programs.

Committed for Tax Revaluation - portion of fund balance committed by the Board to be used for tax revaluation.

Purpose	General Fund	Other Governmental Funds
Committed:		
Various Programs	\$ -	\$ 2,319,635
Tax Revaluation	-	571,576
Economic Development	-	1,045,927
Capital Improvements	1,703,793	(382,518)
Debt Service	-	639,294
Total	\$ 1,703,793	\$ 4,193,914

Assigned Fund Balance – portion of fund balance that the County intends to use for specific purposes.

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 – the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

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

14. Defined Benefit Pension Plans 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), and the Law Enforcement Officers’ Special Separation Allowance (LEOSSA) (collectively, the “state-administered defined benefit pension plans”). For purposes of measuring the net pension asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the state-administered defined benefit pension plans and additions to/deductions from the state-administered defined benefit pension plans’ fiduciary net positions have been determined on the same basis as they are reported by the state-administered defined benefit pension plans. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The County’s employer contributions are recognized when due and the County has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the state-administered defined benefit pension plans. Investments are reported at fair value.

Reconciliation of Government-wide & 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 fund balance-total governmental funds and net position-governmental activities as reported in the government-wide statement of net position. The net adjustment of \$(58,233,078) consists of the following elements as follows:

<u>Description</u>	<u>Amount</u>
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 45,150,480
Less accumulated depreciation.	<u>(24,347,585)</u>
Net capital assets.	20,802,895
Internal service fund activities to benefit governmental activities	624,798
Net pension asset.	81,545
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position.	11,091,370
Deferred inflows of resources reported in the fund statements but not the government-wide. Unavailable taxes and accounts receivable, net.	12,380,333
Liabilities for deferred inflows of resources reported in the fund statements but not the government-wide. Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not recorded in the fund statements:	(2,498,731)
Long-term debts, including bonds and notes payable	(58,741,499)
Accrued interest payable	(218,476)
Net pension liability - LGERS	(9,698,297)
Net pension liability - LEOSSA	(2,313,128)
OPEB payable	(28,519,724)
Compensated absences	<u>(1,224,164)</u>
Total adjustment	<u>\$ (58,233,078)</u>

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances-total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of (\$379,930) as follows:

<u>Description</u>	<u>Amount</u>
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the Statement of Activities	\$ 1,896,669
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the Statement of Activities but not in the fund statements	(1,696,949)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements	2,213,415
Change in inventory.	15,268
Internal service fund activities to benefit governmental activities	(66,270)
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	1,950,467
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in fund statements	
Increase/Decrease in deferred inflows of resources- taxes receivable- at year end	
Taxes receivable	22,566
Unavailable revenues	40,142
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. This includes accrued interest payable, compensated absences, pension expense and OPEB.	<u>(4,755,238)</u>
Total adjustment	<u>\$ (379,930)</u>

II. Stewardship, Compliance, and Accountability

A. Significant Violations of Finance-Related Legal and Contractual Provisions

Noncompliance with North Carolina General Statutes

None.

B. Deficit Fund Balance or Net Position of Individual Funds

None.

C. Excess of Expenditures over Appropriations

None.

III. Detail Notes on All Funds

A. Assets

1. Deposits

All of the County and Tourism Development Authority’s deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County’s or the Tourism Development Authority’s agents in these units’ names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer’s agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and Tourism Development Authority, 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 Tourism Development Authority, or the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County or Tourism Development Authority 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 and Tourism Development Authority rely on the State Treasurer to monitor those financial institutions. The County and Tourism Development Authority analyze the financial soundness of any other financial institution used by the County or Tourism Development Authority. The County and Tourism Development Authority comply with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. Neither the County nor Tourism Development Authority has a policy regarding custodial credit risk for deposits.

At June 30, 2021 the carrying amount of the County’s deposits was \$2,965,299 and the bank balance was \$2,214,416. Of the bank balance, \$250,000 was covered by federal depository insurance and the rest was covered by collateral held under the Pooling Method.

At June 30, 2021 the carrying amount of the Tourism Development Authority’s deposits was \$72,277 and the bank balance was \$72,363. The entire bank balance was covered by federal depository insurance at June 30, 2021.

2. Investments

At June 30, 2021, the County’s investment balances consisted of \$56,122,000 held in the North Carolina Capital Management Cash Portfolio, which carried a credit rating of AAAM by Standard and Poor’s. The County’s investments in the North Carolina Capital Management Trust are exempt from risk categorization because the County does not own any identifiable securities in these mutual funds. The County has no policy regarding credit risk. These amounts are included within cash on the statement of net position.

At June 30, 2021, the Tourism Development Authority’s investments consisted of \$631,385 in the North Carolina Capital Management Trust’s Cash Portfolio, which carried a credit rating of AAAM by Standard and Poor’s. The Authority has no policy on credit risk. These amounts are included within cash on the statement of net position.

3. Property Tax - Use-Value Assessment on Certain Lands

In accordance with the general statutes, agriculture, horticulture, and forestland may be taxed by the County at the present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is recomputed at market value for the current year and the two 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
2021	\$ 5,139,780	-	\$ 5,139,780
2020	5,139,754	29,554	5,169,308
2019	5,124,020	75,579	5,199,599
2018	4,845,162	115,073	4,960,235
Total	\$ 20,248,716	\$ 220,206	\$ 20,468,922

4. Receivables

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

	Accounts	Taxes & Related Accrued Interest	Due From Other Governments	Total
Governmental Activities:				
General	\$ 11,895,513	\$ 2,229,652	\$ 433,611	\$ 14,558,776
Other Governmental	1,591,825	78,209	1,997	1,672,031
Total Receivables	13,487,338	2,307,861	-	15,795,199
Allowance for Doubtful Accounts	-	(748,151)	-	(748,151)
Total Governmental	<u>\$ 13,487,338</u>	<u>\$ 1,559,710</u>	<u>\$ 435,608</u>	<u>\$ 15,482,656</u>
Business-Type Activities:				
Airport	\$ 44,585	\$ -	\$ -	\$ 44,585
County Water Fund	482,886	-	-	482,886
Solid Waste Fund	782,663	-	-	782,663
Transportation	85,845	-	-	85,845
Allowance for Doubtful Accounts	(48,289)	-	-	(48,289)
Total Business-Type	<u>\$ 1,347,690</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,347,690</u>

The Tourism Development Authority's receivables are accounts receivable from local hotels. Management expects all accounts receivable to be collected; therefore, no allowance for doubtful accounts has been recorded.

5. Capital Assets

Primary Government

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

	Beginning Balances July 1, 2020	Increases	Decreases	Adjustment	Ending Balances June 30, 2021
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 2,476,331	\$ -	\$ -	\$ -	\$ 2,476,331
Construction in Progress	-	-	-	-	-
Total capital assets not being depreciated	<u>2,476,331</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,476,331</u>
Capital assets being depreciated:					
Buildings	26,894,526	638,625	-	-	27,533,151
Equipment	8,986,150	460,860	(494,168)	-	8,952,842
Vehicles	5,790,013	797,184	(399,041)	-	6,188,156
Total capital assets being depreciated	<u>41,670,689</u>	<u>1,896,669</u>	<u>(893,209)</u>	<u>-</u>	<u>42,674,149</u>
Less accumulated depreciation for:					
Buildings	11,948,249	1,168,068	-	-	13,116,317
Equipment	7,150,848	180,199	(494,168)	-	6,836,879
Vehicles	4,444,748	348,682	(399,041)	-	4,394,389
Total accumulated depreciation	<u>23,543,845</u>	<u>\$ 1,696,949</u>	<u>\$ (893,209)</u>	<u>\$ -</u>	<u>24,347,585</u>
Total capital assets being depreciated, net	<u>18,126,844</u>				<u>18,326,564</u>
Governmental activity capital assets, net	<u>\$ 20,603,175</u>				<u>\$ 20,802,895</u>

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

General government	\$ 281,159
Public Safety	844,785
Human Services	141,751
Economic and physical development	201,245
Environmental protection	217,859
Cultural and Recreational	10,150
Total Depreciation Expense	<u>\$ 1,696,949</u>

	Beginning Balances	Increases	Decreases	Adjustment	Ending Balances
Business-type Activities					
Water Fund					
Capital assets not being depreciated:					
Land	\$ 389,498	\$ -	\$ -	\$ -	\$ 389,498
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	<u>389,498</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>389,498</u>
Capital assets being depreciated:					
Plant and systems	61,915,343	243,069	(53,577)	-	62,104,835
Equipment and furniture	130,289	-	-	-	130,289
Vehicles	271,160	24,014	-	-	295,174
Total capital assets being depreciated	<u>62,316,792</u>	<u>267,083</u>	<u>(53,577)</u>	<u>-</u>	<u>62,530,298</u>
Less accumulated depreciation for:					
Plant and systems	21,478,901	1,216,960	(53,577)	-	22,642,284
Equipment and furniture	119,975	10,314	-	-	130,289
Vehicles	195,255	19,985	-	-	215,240
Total accumulated depreciation	<u>21,794,131</u>	<u>\$ 1,247,259</u>	<u>\$ (53,577)</u>	<u>\$ -</u>	<u>22,987,813</u>
Total capital assets being depreciated, net	<u>40,522,661</u>				<u>39,542,485</u>
Water Fund capital assets, net	<u>\$ 40,912,159</u>				<u>\$ 39,931,983</u>

	Beginning Balances	Increases	Decreases	Adjustment	Ending Balance
Business-type Activities					
Transportation Activities					
Capital assets being depreciated:					
Equipment and furniture	\$ 46,970	\$ 71,157	\$ -	\$ -	\$ 118,127
Vehicles	792,558	-	-	-	792,558
Total capital assets being depreciated	839,528	71,157	-	-	910,685
Less accumulated depreciation for:					
Equipment and furniture	22,907	59,091	-	-	81,998
Vehicles	304,458	97,620	-	-	402,078
Total accumulated depreciation	327,365	\$ 156,711	\$ -	\$ -	484,076
Transportation activities capital assets, net	\$ 512,163				\$ 426,609

	Beginning Balances	Increases	Decreases	Adjustment	Ending Balances
Business-type Activities					
Airport Activities					
Capital assets not being depreciated:					
Land	\$ 666,451	\$ -	\$ -	\$ -	\$ 666,451
Construction in progress	-	2,766,423	-	-	2,766,423
Total capital assets not being depreciated	666,451	2,766,423	-	-	3,432,874
Capital assets being depreciated:					
Building	2,939,311	-	-	-	2,939,311
Terminal and runways	20,775,818	-	(173,112)	-	20,602,706
Equipment and furniture	551,138	23,400	(66,340)	-	508,198
Vehicles	6,650	-	-	-	6,650
Total capital assets being depreciated	24,272,917	23,400	(239,452)	-	24,056,865
Less accumulated depreciation for:					
Building	16,379	54,897	-	-	71,276
Terminal and runways	10,141,278	784,050	(173,112)	-	10,752,216
Equipment and furniture	461,762	18,515	(66,340)	-	413,937
Vehicles	6,650	-	-	-	6,650
Total accumulated depreciation	10,626,069	857,462	(239,452)	-	11,244,079
Total capital assets being depreciated, net	13,646,848				12,812,786
Airport Fund capital assets, net	\$ 14,313,299				\$ 16,245,660

	Beginning Balances	Increases	Decreases	Adjustment	Ending Balances
Business-type Activities					
Solid Waste Activities					
Capital assets not being depreciated:					
Land	\$ 216,348	\$ -	\$ -	\$ -	\$ 216,348
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	216,348	-	-	-	216,348
Capital assets being depreciated:					
Buildings	3,554,423	-	-	-	3,554,423
Equipment and furniture	1,702,758	365,734	(350,528)	-	1,717,964
Vehicles	2,295,844	64,129	(259,540)	-	2,100,433
Total capital assets being depreciated	7,553,025	429,863	(610,068)	-	7,372,820
Less accumulated depreciation for:					
Buildings	1,512,879	154,826	-	-	1,667,705
Equipment and furniture	1,248,112	117,197	(350,528)	-	1,014,781
Vehicles	1,733,897	125,215	(259,540)	-	1,599,572
Total accumulated depreciation	4,494,888	\$ 397,238	\$ (610,068)	\$ -	4,282,058
Total capital assets being depreciated, net	3,058,137				3,090,762
Solid Waste Fund capital assets, net	\$ 3,274,485				\$ 3,307,110

Net Investment in Capital Assets

The total net investment in capital assets at June 30, 2021 is composed of the following elements:

	Governmental Activities	Business-Type Activities
Capital assets	\$ 20,802,895	\$ 59,911,362
Notes payable	(9,230,813)	(3,487,344)
Limited obligation bonds	-	(11,803,943)
Net investment in capital assets	<u>\$ 11,572,082</u>	<u>\$ 44,620,075</u>

B. Liabilities**1. Payables**

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

	Vendors	Salaries and Benefits	Accrued Interest	Total
Governmental Activities:				
General	\$ 809,179	\$ 677,267	\$ 218,476	\$ 1,704,922
Other governmental	295,317	-	-	295,317
Total governmental activities	<u>\$ 1,104,496</u>	<u>\$ 677,267</u>	<u>\$ 218,476</u>	<u>\$ 2,000,239</u>
Business-Type Activities:				
Airport	\$ 7,915	\$ 8,871	\$ -	\$ 16,786
County Water Fund	100,651	22,403	-	123,054
Solid Waste Fund	142,738	46,187	-	188,925
Transportation	4,302	16,901	-	21,203
Total business-type activities	<u>\$ 255,606</u>	<u>\$ 94,362</u>	<u>\$ -</u>	<u>\$ 349,968</u>

3. Pension Plan and Other Post Employment Obligations**a. Local Governmental Employees' Retirement System**

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

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

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

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2021, was 10.84% of compensation for law enforcement officers and 10.23% for general employees and firefighters, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the County were \$2,100,664 for the year ended June 30, 2021.

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

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

At June 30, 2021, the County reported a liability of \$10,445,124 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2021, the County's proportion was 0.29230%, which was a decrease of 0.02685% from its proportion measured as of June 30, 2020.

For the year ended June 30, 2021, the County recognized pension expense of \$3,396,221. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,319,036	\$ -
Changes of assumptions	777,322	-
Net difference between projected and actual earnings on pension plan investments	1,469,871	-
Changes in proportion and differences between County contributions and proportionate share of contributions	-	556,518
County contributions subsequent to the measurement date	2,100,664	-
Total	<u>\$ 5,666,893</u>	<u>\$ 556,518</u>

\$2,100,664 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	
2022	783,076
2023	1,144,699
2024	646,931
2025	435,005
2026	-
Thereafter	-
Total	<u>\$ 3,009,711</u>

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

Inflation	3.0 percent
Salary Increases	3.50 to 7.75 percent, including inflation and productivity factor
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

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

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

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

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

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	<u>100%</u>	

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

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

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 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)	\$21,192,019	\$10,445,124	\$1,513,699

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

b. Law Enforcement Officers Special Separation Allowance

(1) Plan Description

Duplin County administers a public employee retirement system (the Separation Allowance), a single-employer defined benefit pension plan that provides retirement benefits to the County’s qualified sworn law enforcement officers under the age of 62 who have completed at least 30 years of creditable service or have attained 55 years of age and have completed five or more years of creditable service. The Separation Allowance is equal to 0.85 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.

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

Inactive Members Currently Receiving Benefits	9
Active members	<u>66</u>
Total Membership	<u><u>75</u></u>

(2) Summary of Significant Accounting Policies

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

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

(3) Actuarial Assumptions

The entry age actuarial cost method was used in the December 31, 2019 valuation. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent per annum
Salary increases	3.25%-7.75% per annum
Discount rate	1.93% 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 June 30, 2021.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an experience study completed by the Actuary for the Local Government Employees' Retirement System for the five-year period ending December 31, 2014.

Mortality Rate

Deaths After Retirement (Healthy): Mortality rates are based on the RP-2014 Total Data Set for Healthy Annuitants Mortality Table. The RP-2014 annuitant tables have no rates prior to age 50. The RP-2014 Total Data Set Employee Mortality Table is used for ages less than 50.

Deaths After Retirement (Disabled): Mortality rates are based on the RP-2014 Total Data Set for Disabled Annuitants Mortality Table. Rates for male members are multiplied by 103% for all ages. Rates for female members are multiplied by 99% for all ages.

Deaths Before Retirement: Mortality rates are based on the RP-2014 Total Data Set Employee Mortality Table.

Mortality Projection: All mortality rates are projected from 2014 using generational improvement with Scale MP-2015.

(4) Contributions

The County is required by article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the benefit payments on a pay as you go basis through appropriations made in the General Fund operating budget. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. The County paid \$93,300 as benefits came due for the reporting period.

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

At June 30, 2021, the County reported a total pension liability of \$2,313,128. The total pension liability was measured as of June 30, 2020 based on a December 31, 2019 actuarial valuation. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2021, the County recognized pension expense of \$229,745.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 32,804	\$ 78,574
Changes of assumptions and other inputs	539,636	39,724
Benefit payments and administrative expenses subsequent to the measurement date.	-	-
	\$ 572,440	\$ 118,298

\$0 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	
2022	92,649
2023	97,327
2024	100,207
2025	98,174
2026	65,785
Thereafter	-
	\$ 454,142

Sensitivity of the County's total pension liability to changes in the discount rate. The following presents the County's total pension liability calculated using the discount rate of 1.93 percent, as well as what the County's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.93 percent) or 1-percentage-point higher (2.93 percent) than the current rate:

	1% Decrease (0.93%)	Discount Rate (1.93%)	1% Increase (2.93%)
Total pension liability	\$ 2,506,425	\$ 2,313,128	\$ 2,136,555

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

	2021
Beginning balance	\$ 1,753,750
Service Cost	80,642
Interest on the total pension liability	55,651
Changes of benefit terms	-
Differences between expected and actual experience in the measurement of the total pension liability	(54,138)
Changes of assumptions or other inputs	570,523
Benefit payments	(93,300)
Other changes	-
Ending balance of the total pension liability	\$ 2,313,128

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 3.26 percent at June 30, 2020 to 1.93percent at June 30, 2021.

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

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

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

c. Supplemental Retirement Income Plan for Law Enforcement Officers

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

Funding Policy: Article 12E of G.S. Chapter 143 requires the County to 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. Contributions for the year ended June 30, 2021 were \$281,019 which includes \$160,104 from the County and \$120,915 from the employees.

d. Deferred Compensation Plan

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

e. Register of Deeds' Supplemental Pension Fund

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

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

Contributions. Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Registers of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. Contributions to the pension plan from the County were \$4,150 for the year ended June 30, 2021.

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

At June 30, 2021, the County reported an asset of \$81,545 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on the County's share of contributions to the pension plan, relative to contributions to the pension plan of all participating RODSPF employers. At June 30, 2020, the County's proportion was 0.35581%, which was an increase of 0.01448% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized pension expense of (\$153). At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 1,662
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	6,977
Changes in proportion and differences between County contributions and proportionate share of contributions	3,889	1,834
County contributions subsequent to the measurement date	4,150	-
Total	<u>\$ 8,039</u>	<u>\$ 10,473</u>

\$4,150 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30

2022	(186)
2023	(1,492)
2024	(3,149)
2025	(1,757)
2026	-
Total	<u>\$ (6,584)</u>

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

Inflation	3.0 percent
Salary Increases	3.50 to 7.75 percent, including inflation and productivity factor
Investment rate of return	3.75 percent, net of pension plan investment expense, including inflation

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

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

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

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

The information above is based on 30 year expectations developed with the consulting actuary for the 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 contributions from employers will be made at statutorily required rates. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the net pension asset to changes in the discount rate. The following presents the County’s proportionate share of the net pension asset calculated using the discount rate of 3.75 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)	\$69,262	\$81,545	\$91,938

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

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

The net pension liability for LGERS and ROD was measured as of December 31, 2019, 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, 2020, with an actuarial valuation date of December 31, 2019. The County’s proportion of the net pension liability was based on the County’s share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>LGERS</u>		<u>ROD</u>		<u>LEOSSA</u>		<u>Total</u>
Proportionate Share of Net Pension Liability (Asset)	\$ 10,445,124	\$	(81,545)	\$	-	\$	10,363,579
Proportion of the Net Pension Liability (Asset)	0.29230%		0.35581%		n/a		
Total Pension Liability	\$ -	\$	-	\$	2,313,128	\$	2,313,128
Pension Expense	\$ 3,396,221	\$	(153)	\$	229,745	\$	3,625,813

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

	<u>LGERS</u>		<u>ROD</u>		<u>LEOSSA</u>		<u>Total</u>
<u>Deferred Outflows of Resources</u>							
Differences between expected and actual experience	\$ 1,319,036	\$	-	\$	32,804	\$	1,351,840
Changes of assumptions	777,322		-		539,636		1,316,958
Net difference between projected and actual earnings on pension plan investments	1,469,871		-		-		1,469,871
Changes in proportion and differences between County contributions and proportionate share of contributions	-		3,889		-		3,889
County contributions (LGERS, ROD)/benefit payments and administration costs (LEOSSA) subsequent to the measurement date	2,100,664		4,150		-		2,104,814
<u>Deferred Inflows of Resources</u>							
Difference between expected and actual experience	\$ -	\$	1,662	\$	78,574	\$	80,236
Changes of assumptions	-		-		39,724		39,724
Net difference between projected and actual earnings on pension plan investments	-		6,977		-		6,977
Changes in proportion and differences between County contributions and proportionate share of contributions	556,518		1,834		-		558,352

g. Other Post Employment Benefits

Healthcare Benefits

Plan Description - Under the terms of the County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). As of July 1, 2006, this plan provides postemployment healthcare benefits to retirees of the County, provided they participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least twenty years of creditable service with the County. The County pays the full cost of coverage for these benefits through private insurers. The County Board may amend the benefit provisions. A separate report was not issued for the plan. If hired after January 8, 2013 no health benefits will be paid for retirees.

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

	<u>Employees</u>
Inactive Members or Beneficiaries Currently Receiving Benefits	133
Inactive Members Entitled To But Not Yet Receiving Benefits	-
Active Members	<u>486</u>
Total Membership	<u><u>619</u></u>

Funding Policy - The County pays the full cost of coverage for the healthcare benefits paid to qualified retirees under a County resolution that can be amended by the County Board. The County has chosen to fund the healthcare benefits on a pay as you go basis.

Total OPEB Liability

The County's total OPEB liability of \$30,715,530 was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 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	2.5 percent
Salary increases	3.50-7.75 percent, average, including inflation
Discount rate	2.21 percent
Healthcare cost trend rates	7.00% for 2019 decreasing to an ultimate rate of 4.50% by 2026

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of the measurement date.

Total OPEB Liability	
Balance at July 1, 2020	\$ 23,955,988
Changes for the year	
Service cost	1,002,214
Interest	855,713
Changes of benefit terms	-
Differences between expected and actual experience	227,396
Changes in assumptions or other inputs	5,701,597
Benefit Payments	<u>(1,027,378)</u>
Net changes	<u>6,759,542</u>
Balance at June 30, 2021	<u>\$ 30,715,530</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.50% to 2.21%.

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period January 2010 through December 2014.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21 percent) or 1-percentage-point higher (3.21 percent) than the current discount rate:

	1 % Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB Liability	\$36,579,521	\$30,715,530	\$26,147,820

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

	1 % Decrease	Current	1% Increase
Total OPEB Liability	\$25,317,965	\$30,715,530	\$37,891,774

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

For the year ended June 30, 2021, the County recognized OPEB expense of \$2,249,910. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 679,905	\$ 38,849
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in proportion and differences between County contributions and proportionate share of contributions	-	-
Changes of assumptions	4,973,424	1,957,069
County contributions subsequent to the measurement date	-	-
Total	<u>\$ 5,653,329</u>	<u>\$ 1,995,918</u>

\$0 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	
2022	381,435
2023	381,435
2024	381,435
2025	398,539
2026	675,713
Thereafter	<u>1,438,854</u>
Total	<u>\$ 3,657,411</u>

Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
(Pensions, OPEB) - difference between expected and actual experience	\$ 2,031,745	\$ 119,085
(Pensions, OPEB) - Net difference between projected and actual investment earnings	1,469,871	6,977
(Pensions) - change in proportion and difference between employer contributions and proportionate share of contributions	3,889	558,352
(Pensions, OPEB) - change in assumptions	6,290,382	1,996,793
Contributions to pension plan subsequent to measurement date (LGERS, ROD)	2,104,814	-
Deferred loss on refunding	170,147	-
Prepaid taxes not yet earned (General)	-	170,411
Prepaid taxes not yet earned (Special Revenue)	-	624
Taxes receivable, net, less penalties (General)	-	1,481,501
Taxes receivable, net, less penalties (Special Revenue)	-	78,209
Advance from other governments	-	5,704,876
Total	<u>\$ 12,070,848</u>	<u>\$ 10,116,828</u>

h. 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.

4. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. The County obtains property insurance coverage and general liability coverage for these risks through commercial carriers. The County also obtains health insurance for County employees through a self-insured plan. Based on past experience, management believes that the County's coverage's are sufficient.

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

The County carries commercial insurance for all other risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims from these risks have not exceeded the total commercial insurance coverage in any of the last three fiscal years. The County does not carry flood insurance as there doesn't appear to be any exposure to County-owned properties.

5. Contingent Liabilities

At June 30, 2021, in the opinion of the County's management and the County attorney, there are no legal matters that will have a material adverse effect on the County's financial position.

6. Long-Term Obligationsa. 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. Duplin County Water Districts issue general obligation bonds to provide funds for the acquisition and construction of major water system capital improvements. These bonds, which are recorded in each individual Water District's Fund, are collateralized by the full faith, credit, and taxing power of the Districts. Principal and interest payments are appropriated when due. In the event of a default, the County agrees to pay the purchaser, on demand, interest on any and all amounts due and owing by the County under this agreement.

All of the 2012 Advance Refunding Bonds issued by the water districts (blended component unit) were sold to Duplin County. Due to the blended presentation of the water districts these bonds have been reclassified as Due from water districts – GO Bonds and Due to County – GO Bonds in the Statement of Fund Net Position (Exhibit 6). Subsequently, these balances, along with the associated investment earnings and interest expense have been eliminated in the government-wide financial statements (Exhibits 1 and 2)

In April, 2016, the County issued \$52,640,000 in Limited Obligation Bonds to finance various school improvement projects. The bonds were issued at a premium of \$7,874,251, which is being amortized over the term of the bonds.

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

Limited obligation bonds serviced by the General Fund:

\$52,640,000 Limited Obligation Bonds, requiring annual payments ranging from \$1,775,000 due in 2017 up to \$3,875,000 in the final year of 2036. Interest is payable semiannually at rates ranging from 3-5% through the life of the debt issue.	\$ 43,605,000
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Limited obligation bonds serviced by the Water Districts:

Water District B - \$1,920,000 2012 Advance Refunding Bonds due in annual principal installments ranging from \$70,000 to \$100,000 plus semi-annual interest payments through June 1, 2034; interest at 3.68 percent.	\$ 1,200,000
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Water District D - \$3,760,000 2012 Advance Refunding Bonds due in annual principal installments ranging from \$110,000 to \$185,000 plus semi-annual interest payments through June 1, 2037; interest at 3.98 percent.	2,675,000
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Water District E - \$3,595,000 2012 Advance Refunding Bonds due in annual principal installments ranging from \$95,000 to \$190,000 plus semi-annual interest payments through June 1, 2037; interest at 4.02 percent.	2,600,000
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Water District F - \$4,275,000 2012 Advance Refunding Bonds due in annual principal installments ranging from \$120,000 to \$205,000 plus semi-annual interest payments through June 1, 2037; interest at 3.97 percent.	3,020,000
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Water District G - \$2,840,000 2012 Advance Refunding Bonds due in annual principal installments ranging from \$80,000 to \$135,000 plus semi-annual interest payments through June 1, 2037; interest at 3.97 percent.	<u>2,010,000</u>
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Total general obligation bonds	<u>\$ 11,505,000</u>
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Annual debt service requirements to maturity for the County's general obligation bonds are as follows:

Fiscal Year Ending June 30,	Governmental-type Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2022	2,035,000	1,962,694	620,000	474,288
2023	2,135,000	1,860,944	645,000	449,488
2024	2,245,000	1,754,194	675,000	423,688
2025	2,355,000	1,641,944	690,000	403,438
2026	2,475,000	1,524,194	710,000	381,013
2027-2031	14,340,000	5,638,220	3,800,000	1,507,204
2032-2036	18,020,000	1,969,570	3,690,000	702,050
2037-2041	-	-	675,000	33,750
	<u>43,605,000</u>	<u>\$ 16,351,760</u>	<u>11,505,000</u>	<u>\$ 4,374,919</u>

Unamortized premiums on general obligation bonds	5,905,686	298,943
	<u>\$ 49,510,686</u>	<u>\$ 11,803,943</u>

As of June 30, 2021, Duplin County had a legal debt margin of \$314,061,222.

b. Notes Payable

As authorized by state law [G.S. 160A-20 and 153A-158.1], the County has financed various property acquisitions and improvements through notes payable with the United States Department of Agriculture and the North Carolina Department of Environment and Natural Resources. The County's notes payable at June 30, 2021 are comprised of the following individual notes:

Serviced by the County's General Fund:

\$317,553 Motorola Solution Loan in a direct placement installment purchase to finance radio equipment; due in annual installments of \$112,688 including interest through 2024; interest at 3.15 percent.	\$ 317,553
\$11,000,000 2005 United States Department of Agriculture Loan in a direct placement installment purchase to finance the construction of the Duplin County Events Center; due in annual installments of \$578,270 including interest through 2045; interest at 4.125 percent.	<u>8,913,260</u>
Total governmental-type activities notes payable	<u>\$ 9,230,813</u>

Serviced by the County's Water Districts:

Albertson Water Fund - \$368,110 2001 North Carolina Clean Water Revolving Loan to finance water system improvements; due in annual installments of \$18,406 plus interest through 2023; interest at 2.87 percent.	36,812
Water District D - \$463,507 2010 ARRA Revolving Loan to finance water system improvements; due in annual installments of \$23,170 through 2030; no stated interest rate.	208,530
Water District E - \$183,531 State Revolving Loan to finance water system improvements; due in annual installments of \$9,177 through 2034; no stated interest rate.	101,738
Water District F - \$2,349,157 State Revolving Loan to finance water system improvements; due in annual installments of \$117,421 through 2034; interest at 2.01 percent.	1,526,480
Water District G - \$202,554 State Revolving Loan to finance water system improvements; due in annual installments of \$8,899 through 2034; no stated interest rate.	115,687
Water Districts E and G - \$646,000 2014 United States Department of Agriculture Loan to finance the construction of a sewer system near Interstate 40; due in annual installments of \$29,852 including interest beginning in 2017 and ending in 2054; interest at 3.25 percent. Payments due in 2015 and 2016 are interest only.	598,766
Albertson - BF Grady Sewer - \$1,175,000 Revolving Loan to finance sewer system improvements; due in annual installments of \$58,750 through 2037; no stated interest rate. The principle forgiveness was given for this loan in 2019 in the amount of \$629,494.	432,672
	<u>3,020,685</u>

Serviced by the County's Airport Fund:

Airport Commission - \$500,000 Tri-Co Electric Corporation Loan in a direct placement installment agreement to finance the construction of an airport commission; due in annual installments of \$50,012 through 2031; no stated interest rate. 466,659

Total business-type activities notes payable \$ 3,487,344

For Duplin County, the following summarizes the annual requirements for notes payable, including interest of \$5,557,575 for governmental activities and \$602,276 for business-type activities:

Fiscal Year Ending June 30,	Governmental-type Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2022	313,137	377,821	263,164	51,202
2023	325,101	365,857	263,502	47,976
2024	337,528	353,430	245,445	44,739
2025	237,749	340,521	245,804	42,020
2026	247,555	330,713	246,176	39,288
2027-2031	1,399,647	1,491,703	1,180,262	154,588
2032-2036	1,713,145	1,178,205	613,975	87,100
2037-2041	2,096,858	794,492	116,597	59,705
2042-2046	2,560,093	324,833	105,085	44,175
2047-2051	-	-	123,308	25,952
2052-2056	-	-	84,026	5,531
	<u>\$ 9,230,813</u>	<u>\$ 5,557,575</u>	<u>\$ 3,487,344</u>	<u>\$ 602,276</u>

Advance Refunding

On July 12, 2012, the County issued \$16,861,772 in general obligation advance refunding bonds to provide resources to purchase U.S. Government securities that were placed in an irrevocable trust for the purpose of general resources for all future debt service payments of \$16,593,300 of general obligation bonds in all of the County's water districts. As a result, the refunded bonds are considered to be deceased and the liability will be removed from the business-type activities column of the statement of net position beginning with the fiscal year that began on July 1, 2012. The reacquisition price exceeded the net carrying amount of the old debt by \$268,471. This amount is being netted against the new debt and amortized over the life of the refunded debt which is shorter than the life of the new debt issued. This advance refunding was undertaken to reduce total debt service payments over the next 25 years by \$3,137,797 and resulted in an economic gain of \$1,853,412.

Debt Related to Capital Activities

Of the total Governmental Activities debt listed, only \$9,230,813 relates to assets the County holds title.

c. Long-Term Obligation Activity

The following is a summary of the changes in the County's long-term obligations for the year ended June 30, 2021:

	Balance 7/1/2020	Increases	Decreases	Balance 6/30/2021	Current Portion
Governmental Activities					
Limited obligation bonds	\$ 51,839,399	\$ -	\$ (2,328,713)	\$ 49,510,686	\$ 2,035,000
Direct placement installment purchase	9,115,515	317,553	(202,255)	9,230,813	313,137
Net pension liability (LGERS)	7,997,561	1,700,736	-	9,698,297	-
Other post-employment benefit	21,982,014	6,537,710	-	28,519,724	-
Compensated absences	1,241,313	184,854	(202,003)	1,224,164	750,000
LEO Special Separation Allowance	1,753,750	559,378	-	2,313,128	-
Total governmental activities	<u>\$ 93,929,552</u>	<u>\$ 9,300,231</u>	<u>\$ (2,732,971)</u>	<u>\$ 100,496,812</u>	<u>\$ 3,098,137</u>
Business-like Activities					
Water Activities					
Limited obligation bonds	\$ 12,423,035	\$ -	\$ (619,092)	\$ 11,803,943	\$ 620,000
Direct placement installment purchase	3,233,510	-	(212,825)	3,020,685	213,152
Net pension liability (LGERS)	207,435	39,070	-	246,505	-
Other post-employment benefit	570,153	154,471	-	724,624	-
Compensated absences	40,346	-	(4,772)	35,574	20,000
Total water activities	<u>\$ 16,474,479</u>	<u>\$ 193,541</u>	<u>\$ (836,689.00)</u>	<u>\$ 15,831,331</u>	<u>\$ 853,152</u>

	Balance 7/1/2020	Increases	Decreases	Balance 6/30/2021	Current Portion
Airport Activities					
Direct placement installment purchase	\$ -	\$ 500,000	\$ (33,341)	\$ 466,659	\$ 50,012
Net pension liability (LGERS)	54,909	-	(18,351)	36,558	-
Other post-employment benefit	150,923	-	(42,275)	108,648	-
Compensated absences	14,724	916	-	15,640	6,000
Total airport activities	\$ 220,556	\$ 916	\$ (60,626)	\$ 160,846	\$ 56,012
Solid Waste Activities					
Net pension liability (LGERS)	\$ 312,895	\$ 19,260	\$ -	\$ 332,155	\$ -
Other post-employment benefit	860,020	116,679	-	976,699	-
Compensated absences	62,447	-	(4,109)	58,338	30,000
Total solid waste activities	\$ 1,235,362	\$ 135,939	\$ (4,109.00)	\$ 1,367,192	\$ 30,000
Transportation Waste Activities					
Net pension liability (LGERS)	\$ 142,938	\$ -	\$ (11,329)	\$ 131,609	\$ -
Other post-employment benefit	392,878	-	(7,043)	385,835	-
Compensated absences	25,409	5,853	-	31,262	12,000
Total transportation activities	\$ 561,225	\$ 5,853	\$ (18,372.00)	\$ 548,706	\$ 12,000
Total business-type activities	\$ 18,491,622	\$ 336,249	\$ (919,796)	\$ 17,908,075	\$ 951,164

Net pension liability, total pension liability, and net other postemployment liability for governmental activities are all typically liquidated in the general fund. Compensated absences for governmental activities typically have been liquidated in the general fund and are accounted for on a LIFO basis, assuming that employees are taking leave time as it is earned.

d. Conduit Debt Obligations

Duplin County Industrial Facility and Pollution Control Financing Authority have 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 served by the bond issuance. The County, the Authority, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2020, there were no industrial revenue bonds outstanding.

IV. Interfund Balances and Activity

a. Transfers to/from Other Funds

Transfers in (out) for the year ended June 30, 2021 are summarized below:

<u>Fund</u>	<u>To</u>	<u>From</u>
From Capital Reserve Fund	\$ 1,525,000	
To Capital Project Fund		\$ 1,525,000
From General Fund	\$ 58,963	
To Capital Project Fund		58,963
From Airport Commission Fund	\$ 500,000	
To Airport Commission Capital Project Fund		500,000
From General Fund	\$ 2,161,001	
To Debt Service Fund		2,161,001
From Community Development Rev Loan Fund	\$ 18,700	
To Industrial Expansion Fund		18,700
From General Fund	\$ 787,375	
To Capital Reserve Fund		787,375
From Capital Projects Fund - School Fund	\$ 2,402,169	
To Debt Service Fund		2,402,169
From Transportation Develop Plan Fund	\$ 283,784	
To Transportation Project Fund		283,784
From General Fund	\$ 23,563	
To Automation Preservation Fund		23,563
From General Fund	\$ 186,646	
To Airport Commission Fund		186,646
Total	\$ 7,947,201	\$ 7,947,201

All of the above were for operating expenditures.

b. Interfund Balances

The composition of internal balances as of June 30, 2021 is as follows:

DRA Housing Assistance CP Fund	\$ 385,709	
General Fund		\$ 385,709

All of the above were for operating expenditures.

c. Fund Balance

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

Total fund balance - General Fund	\$ 25,186,675
Less:	
Stabilization by State Statute	2,172,971
Nonspendable - inventory	192,829
Appropriated Fund Balance	3,004,754
Public Safety	353,462
Economic development	2,291,828
Human services	551,039
Remaining Fund Balance	\$ 16,619,792

Duplin County had adopted a minimum fund balance policy for the General Fund which instructs management to conduct business of the County in such a manner that available fund balance is at least equal to or greater than 8% of budgeted expenditures.

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

June 30	2021
Encumbrances:	
General Fund	\$ -

V. Related Organization

The County’s governing board is responsible for appointing the members of the board of the Industrial Revenue Bond Authority, but the County’s accountability for this organization does not extend beyond making these appointments. The Authority exists to issue and service revenue bond debt for private business for economic development purposes. Its primary revenues are the payments to service the issued debt that are received from the businesses involved. The County is not responsible for the debt issued by the Authority and the Authority’s debt is not included in determining the County’s legal debt limit.

VI. Joint Ventures

The County in conjunction with several other counties participates in a joint venture to operate Eastpointe Human Services, a managed care organization. Each participating government appoints board members to Eastpointe’s board. The County has an ongoing financial responsibility for the joint venture because Eastpointe’s continued existence depends on the participating governments’ continued funding. The County contributed \$224,474 to the joint venture during the year ended June 30, 2021. None of the participating governments have any equity interest in the joint venture, so no equity interest has been reflected in the County’s financial statements at June 30, 2021. Complete financial statements for Eastpointe Human Services can be obtained from their office in Beulaville, North Carolina.

The County in conjunction with the State of North Carolina and the Duplin County Board of Education participates in a joint venture to operate James Sprunt Community College. Each of the three participants appoints four members of the thirteen member board of trustees of the community college. The president of the community college’s student government serves as an ex officio non-voting member of the community college’s board of trustees. The community college is included as a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the community college and also provides some financial support for the community college’s operations. The County has an ongoing financial responsibility for the community college because of the statutory responsibilities to provide funding for the community college’s facilities. The County contributed \$2,102,200 to the community college for operating and capital purposes, respectively, during the fiscal year ended June 30, 2021. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County’s financial statements at June 30, 2021. Complete financial statements for the community college may be obtained from the community college’s administrative offices at Highway 11 South, Kenansville, North Carolina.

VIII. Summary Disclosure of Significant Commitments and Contingencies

Federal and State Assisted Programs

The County has received proceeds from 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.

IX. Significant Effects of Subsequent Events

There are no subsequent events that would have a material affect on the financial statements. Subsequent events have been analyzed through the date that the financial statements were available to be issued.

X. Change in Accounting Principles/Restatement

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

Governmental

Fiduciary

Net Position -	General Fund Balance -	Nonmajor Special Revenue Fund Balance -	Special Revenue Fund Balance -	Fiduciary Net Position -
Increase (Decrease)	Increase (Decrease)	Increase (Decrease)	Increase (Decrease)	Custodial Fund - Increase (Decrease)

Cash received under the Social Security Administration's Representative Payee Program net of liabilities owed for payments on behalf of beneficiaries were reclassified out of the Agency Fund into a newly created Representative Payee Special Revenue Fund. The portion of liabilities in the Agency Fund representing net cash available at the beginning of the year were restated as fund balance.

210,796	-	210,796	-
<u>\$ 210,796</u>	<u>\$ -</u>	<u>\$ 210,796</u>	<u>\$ -</u>

REQUIRED SUPPLEMENTAL FINANCIAL DATA

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

Schedule of the Proportionate Share of the Net Pension Asset – Local Government Employees’ Retirement System

Schedule of Contributions – Local Government Employees’ Retirement System

Schedule of the Proportionate Share of the Net Pension Asset – Register of Deeds

Schedule of Contributions – Register of Deeds

Schedule of Changes in Total Pension Liability - Law Enforcement Officer’s Special Separation Allowance

Schedule of Total Pension Liability as a Percentage of Covered Payroll

Schedule of Changes in Net OPEB Liability and Related Ratios

Duplin County, North Carolina
Duplin County's Proportionate Share of Net Pension Liability (Asset)
Required Supplementary Information
Last Eight Fiscal Years*

Local Government Employees' Retirement System

	2021	2020	2019	2018	2017	2016	2015	2014
Board's proportion of the net pension liability (asset) (%)	0.29230%	0.31915%	0.32376%	0.35159%	0.35800%	0.33000%	0.3220%	0.3120%
Board's proportion of the net pension liability (asset) (\$)	\$ 10,445,124	\$ 8,715,738	\$ 7,680,694	\$ 5,371,321	\$ 7,591,805	\$ 1,479,764	\$ (1,899,277)	\$ 3,762,003
Board's covered-employee payroll	\$ 20,442,007	\$ 20,514,022	\$ 20,548,575	\$ 20,849,942	\$ 19,977,306	\$ 19,241,121	\$ 16,399,727	\$ 15,288,431
Board's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	51.10%	42.49%	37.38%	25.76%	38.00%	7.69%	(11.58%)	24.61%
Plan fiduciary net position as a percentage of the total pension liability**	88.61%	90.86%	91.63%	94.18%	91.47%	98.09%	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.

Duplin County, North Carolina
Duplin County's Contributions
Required Supplementary Information
Last Eight Fiscal Years

Local Government Employees' Retirement System

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 2,100,664	\$ 1,867,488	\$ 1,627,860	\$ 1,580,375	\$ 1,545,389	\$ 1,373,736	\$ 1,370,791	\$ 1,339,314
Contributions in relation to the contractually required contribution	2,100,664	1,867,488	1,627,860	1,580,375	1,545,389	1,373,736	1,370,791	1,339,314
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Board's covered-employee payroll	\$ 20,342,828	\$ 20,442,007	\$ 20,514,022	\$ 20,548,575	\$ 20,849,942	\$ 19,977,306	\$ 19,241,121	\$ 16,399,727
Contributions as a percentage of covered-employee payroll	10.33%	9.14%	7.94%	7.69%	7.41%	6.88%	7.12%	8.17%

Duplin County, North Carolina
Duplin County's Proportionate Share of Net Pension Liability (Asset)
Required Supplementary Information
Last Eight Fiscal Years*

Registers of Deeds' Supplemental Pension Fund

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
County's proportion of the net pension liability (asset) (%)	0.35581%	0.34133%	0.37017%	0.39174%	0.42500%	0.41600%	0.4150%	-0.3870%
County's proportion of the net pension liability (asset) (\$)	\$ (81,545)	\$ (67,385)	\$ (63,185)	\$ (66,866)	\$ (78,482)	\$ (96,367)	\$ (93,996)	\$ (82,685)
Plan fiduciary net position as a percentage of the total pension liability**	173.62%	164.11%	153.31%	153.77%	106.17%	197.29%	193.88%	190.50%

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

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

**Duplin County, North Carolina
Duplin County's Contributions
Required Supplementary Information
Last Eight Fiscal Years**

Registers of Deeds' Supplemental Pension Fund

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 4,150	\$ 3,407	\$ 5,094	\$ 5,017	\$ 5,283	\$ 4,877	\$ 3,386	\$ 3,386
Contributions in relation to the contractually required contribution	4,150	3,407	5,094	5,017	5,283	4,877	3,386	3,386
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Duplin County, North Carolina
Schedule of Changes in Total Pension Liability
Law Enforcement Officers' Special Separation Allowance
June 30, 2021

	2021	2020	2019	2018	2017
Beginning balance	1,753,750	1,655,277	1,632,207	1,535,414	1,481,357
Service Cost	80,642	79,983	88,663	81,883	91,536
Interest on the total pension liability	55,651	58,182	50,150	58,401	52,010
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(54,138)	20,669	41,175	(107,544)	-
Changes of assumptions or other inputs	570,523	53,400	(66,536)	108,923	(40,512)
Benefit payments	(93,300)	(113,761)	(90,382)	(44,870)	(48,977)
Other changes	-	-	-	-	-
Ending balance of the total pension liability	<u>\$ 2,313,128</u>	<u>\$ 1,753,750</u>	<u>\$ 1,655,277</u>	<u>\$ 1,632,207</u>	<u>\$ 1,535,414</u>

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

Duplin County, North Carolina
Schedule of Total Pension Liability as a Percentage of Covered Payroll
Law Enforcement Officers' Special Separation Allowance
June 30 2021

	2021		2020		2019		2018		2017
Total pension liability	\$ 2,313,128	\$	1,753,750	\$	1,655,277	\$	1,632,207	\$	1,535,414
Covered payroll	2,951,523		3,051,838		3,201,689		3,384,695		3,399,215
Total pension liability as a percentage of covered payroll	78.37%		57.47%		51.70%		48.22%		45.17%

Notes to the schedules:

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

Duplin County, North Carolina
Schedule of Changes in the Net OPEB Liability and Related Ratios
Healthcare Benefits Plan
For the Year Ended June 30, 2021*

	2021	2020	2019	2018
Total OPEB Liability				
Service cost	\$ 1,002,214	1,003,440	1,061,558	1,196,036
Interest	855,713	855,532	784,397	688,654
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	227,396	636,042	12,813	(78,293)
Changes of assumptions	5,701,597	(134,625)	(1,242,135)	(2,184,539)
Benefit payments	(1,027,378)	(787,489)	(529,718)	(406,111)
Net change in total OPEB liability	6,759,542	1,572,900	86,915	(784,253)
Total OPEB liability - beginning	23,955,988	22,383,088	22,296,173	23,080,426
Total OPEB liability - ending	\$ 30,715,530	23,955,988	22,383,088	22,296,173
County's covered-employee payroll	\$ 17,060,784	17,060,784	18,737,085	18,737,085
County's OPEB liability as a percentage of its covered-employee payroll	180.04%	140.42%	119.46%	118.99%

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

Notes to Schedule

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

<u>Fiscal year</u>	<u>Rate</u>
2018	3.56%
2019	3.89%
2020	3.50%
2021	2.21%

GENERAL FUND

The General Fund accounts for resources traditionally associated with government that are not required legally or by sound financial management to be accounted for in other funds.

**Duplin County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad Valorem Taxes:			
Taxes	\$	\$ 33,741,586	\$
Penalties and Interest		273,476	
Total	<u>33,246,712</u>	<u>34,015,062</u>	<u>768,350</u>
Other Taxes and Licenses:			
Local option sales tax		8,319,114	
Other taxes and licenses		178,531	
Total	<u>7,448,188</u>	<u>8,497,645</u>	<u>1,049,457</u>
Unrestricted Intergovernmental:			
ABC profit distribution		27,606	
Video franchise tax		14,665	
Medicaid hold harmless distribution		1,639,842	
Total	<u>63,800</u>	<u>1,682,113</u>	<u>1,618,313</u>
Restricted Intergovernmental:			
State and Federal Grants		7,916,120	
COVID		2,573,566	
Other grants		685,808	
Court facilities fees		86,313	
Social services fraud collections		12,905	
Law Enforcement Reserve		7,841	
Total	<u>11,611,300</u>	<u>11,282,553</u>	<u>(328,747)</u>
Permits and Fees:			
Register of Deeds		247,807	
Permits and Inspection fees		394,995	
Total	<u>493,480</u>	<u>642,802</u>	<u>149,322</u>
Sales and Services:			
Rents and parking		100,506	
Sheriff and jail fees		436,021	
Event center revenue		21,036	
Other fees and services		1,604,707	
School resource officer		1,045,748	
Social services fees		25,183	
Health department fees		1,460,587	
Emergency medical service fees		2,776,003	
Total	<u>6,980,376</u>	<u>7,469,791</u>	<u>489,415</u>
Investment Earnings: Interest	<u>120,000</u>	<u>65,043</u>	<u>(54,957)</u>
Miscellaneous:			
Various contributions		23,298	
In-kind contributions		18,490	
Sale of fixed assets		48,282	
Other revenues		261,435	
Total	<u>262,585</u>	<u>351,505</u>	<u>88,920</u>
TOTAL REVENUES	<u>60,226,441</u>	<u>64,006,514</u>	<u>3,780,073</u>

**Duplin County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Expenditures:			
General Government:			
Governing body		381,493	
Finance		523,635	
Tax administration		1,246,249	
Management information systems		973,615	
County Manager		202,434	
Personnel		259,144	
Legal		-	
Register of deeds		321,883	
Elections		360,343	
Public buildings		550,435	
Non-departmental		726,098	
Central Supply		845,974	
Housekeeping		244,312	
Garage		243,947	
Total general government	<u>7,616,545</u>	<u>6,879,562</u>	<u>736,983</u>
Public Safety:			
Sheriff		5,197,161	
Court facilities		390,815	
Jury Commission		-	
Adult probation		1,784	
Mental health transportation		44,717	
Special separation allowance		57,391	
Fingerprinting		7,642	
Communications		1,531,271	
Special response team		13,871	
School resource officer		768,821	
Federally seized assets		10,811	
Jail		2,779,975	
Emergency management		132,067	
NC Communities Foundation Grant		1,920	
Jail annex - State prison facility		-	
SCAPP - 2016 H1734-NC-AP		18,028	
Emergency medical services		5,350,073	
Fire marshall		63,016	
Concealed Weapon		15,155	
Faison Substation		130,299	
Building inspections		246,592	
Medical examiner		58,850	
Animal control		305,632	
FEMA		1,649	
JCPC		215,827	
Total	<u>18,590,258</u>	<u>17,343,367</u>	<u>1,246,891</u>
Economic and physical development:			
Economic Development		1,381,335	
Soil/water conservation		1,302,067	
Agricultural extension		14,844	
Cooperative extension prevention block grant		446,103	
Total	<u>3,454,679</u>	<u>3,144,349</u>	<u>310,330</u>
Human services:			
Health:			
Nutrition programs		369,664	
Environmental Health		448,339	
Administration		367,617	
COVID		2,219,739	
Immunizations		333,685	
Other health programs		1,879,332	
Total human services	<u>7,809,996</u>	<u>5,618,376</u>	<u>2,191,620</u>
Mental Health:			
Regional mental health		224,474	
Total	<u>224,474</u>	<u>224,474</u>	<u>-</u>

**Duplin County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
June 30, 2021**

	Final Budget	Actual	Variance Positive (Negative)
Social services:			
Administration		6,846,889	
Medical assistance		107,984	
Child support enforcement		109,370	
Adult daycare		297,228	
Aging services		545,559	
Food assistance		391,895	
County wellness program		418,090	
Adoption assistance		100,649	
Human Services Grant		184,002	
Foster care		303,998	
Services to the blind		6,128	
Crisis intervention		547,802	
Other assistance		61,713	
Total social services	<u>12,113,919</u>	<u>9,921,307</u>	<u>2,192,612</u>
Bioterrorism	<u>43,061</u>	<u>37,316</u>	<u>5,745</u>
Veteran's Services	<u>228,141</u>	<u>219,197</u>	<u>8,944</u>
Total Human Services	<u>20,419,591</u>	<u>16,020,670</u>	<u>4,398,921</u>
Cultural and Recreational:			
Museum		122,196	
Recreation		381,695	
Library		571,572	
Total Cultural and Recreational	<u>1,379,422</u>	<u>1,075,463</u>	<u>303,959</u>
Education:			
Public Schools:			
Current Expense		8,968,900	
Capital outlay		187,333	
Community college		2,102,200	
Total Education	<u>11,631,625</u>	<u>11,258,433</u>	<u>373,192</u>
TOTAL EXPENDITURES	<u>63,092,120</u>	<u>55,721,844</u>	<u>7,370,276</u>
Revenues over Expenditures	<u>(2,865,679)</u>	<u>8,284,670</u>	<u>11,150,349</u>
Other financing sources (uses):			
Fund Balance Appropriated	6,182,260	-	(6,182,260)
Installment proceeds	317,553	317,553	-
Transfers (to)/from Other Funds:	<u>(3,634,134)</u>	<u>(3,217,549)</u>	<u>416,585</u>
Total Other Financing Sources (Uses)	<u>2,865,679</u>	<u>(2,899,996)</u>	<u>(5,765,675)</u>
Net change in fund balance	<u>\$ -</u>	<u>5,384,674</u>	<u>\$ 5,384,674</u>
Fund balances:			
Beginning of year, July 1		18,863,374	
Increase in inventory		<u>15,268</u>	
End of year, June 30		<u>\$ 24,263,316</u>	

Duplin County, North Carolina
Capital Reserve Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Non-GAAP)
From Inception and For the Fiscal Year Ended June 30, 2021

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Investment earnings	\$ 30,842	\$ 217,107	\$ 465	\$ 217,572	\$ 186,730
Total revenues	<u>30,842</u>	<u>217,107</u>	<u>465</u>	<u>217,572</u>	<u>186,730</u>
Expenditures:					
Capital Reserve	751,178	20,175	15,930	36,105	715,073
Total expenditures	<u>751,178</u>	<u>20,175</u>	<u>15,930</u>	<u>36,105</u>	<u>715,073</u>
Revenues over expenditures	<u>(720,336)</u>	<u>196,932</u>	<u>(15,465)</u>	<u>181,467</u>	<u>901,803</u>
Other Financing Sources (Uses):					
Transfers from other funds	755,633	1,509,297	787,375	2,296,672	1,541,039
Transfers to other funds	<u>(35,297)</u>	<u>(29,780)</u>	<u>(1,525,000)</u>	<u>(1,554,780)</u>	<u>(1,519,483)</u>
Total other financing sources	<u>720,336</u>	<u>1,479,517</u>	<u>(737,625)</u>	<u>741,892</u>	<u>21,556</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>1,676,449</u>	(753,090)	\$ <u>923,359</u>	\$ <u>923,359</u>
Fund Balance:					
Beginning of Year, July 1			<u>1,676,449</u>		
End of Year, June 30			\$ <u><u>923,359</u></u>		

Duplin County, North Carolina
Capital Project Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2021

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted intergovernmental					
Federal and state grants	\$ 5,947,021	\$ 3,088,508	\$ 781,247	\$ 3,869,755	\$ (2,077,266)
Sales tax refund	18,703	1,121,043	-	1,121,043	1,102,340
Total revenues	<u>5,965,724</u>	<u>4,209,551</u>	<u>781,247</u>	<u>4,990,798</u>	<u>(974,926)</u>
Expenditures:					
Education	62,261,411	62,158,679	-	62,158,679	102,732
NCDAS Stream Cleanout	3,790,724	1,487,361	966,503	2,453,864	1,336,860
NC Found of S&W	-	4,118	-	4,118	(4,118)
BFG Sewer DWI	2,244,814	1,671,139	53,886	1,725,025	519,789
Total expenditures	<u>68,296,949</u>	<u>65,321,297</u>	<u>1,020,389</u>	<u>66,341,686</u>	<u>1,955,263</u>
Revenues over expenditures	<u>(62,331,225)</u>	<u>(61,111,746)</u>	<u>(239,142)</u>	<u>(61,350,888)</u>	<u>980,337</u>
Other Financing Sources (Uses):					
Proceeds from debt issuance	60,514,251	60,514,251	-	60,514,251	-
Interest	-	190,511	-	190,511	190,511
Transfers from other funds	1,816,974	526,991	1,583,963	2,110,954	293,980
Total other financing sources	<u>62,331,225</u>	<u>61,231,753</u>	<u>1,583,963</u>	<u>62,815,716</u>	<u>484,491</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 120,007</u>	<u>\$ 1,344,821</u>	<u>\$ 1,464,828</u>	<u>\$ 1,464,828</u>
Fund Balance:					
Beginning of Year, July 1			<u>120,007</u>		
End of Year, June 30			<u>\$ 1,464,828</u>		

Duplin County, North Carolina
ARPA Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Other taxes and licenses		\$ -	
Investment earnings		2,072	
Total revenue	<u>\$ 2,100</u>	<u>2,072</u>	<u>\$ (28)</u>
Expenditures			
Operating expenditures		-	
Total expenditures	<u>2,100</u>	<u>-</u>	<u>2,100</u>
Revenues over (under) expenditures	<u>-</u>	<u>2,072</u>	<u>2,072</u>
Other financing sources (uses):			
Transfers in		-	
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other financing sources over (under) uses	<u>-</u>	<u>2,072</u>	<u>2,072</u>
Fund balance appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>2,072</u>	<u>\$ 2,072</u>
Fund balance:			
Beginning of year, July 1		<u>-</u>	
End of year, June 30		<u>\$ 2,072</u>	

Duplin County, North Carolina
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2021

	Special Revenue Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
Assets:			
Cash and cash equivalents	\$ 3,089,869	\$ 4,110,707	\$ 7,200,576
Restricted cash	4,387,618	-	4,387,618
Accounts receivable, net	956,829	634,996	1,591,825
Taxes receivable (net)	78,209	-	78,209
Due from other governments	1,997	-	1,997
	<u>8,514,522</u>	<u>4,745,703</u>	<u>13,260,225</u>
Total Assets	\$ <u>8,514,522</u>	\$ <u>4,745,703</u>	\$ <u>13,260,225</u>
Liabilities and Fund Balances:			
Current liabilities:			
Accounts payable	\$ 297,782	\$ -	\$ 297,782
Due to other funds	-	385,709	385,709
Total liabilities	<u>297,782</u>	<u>385,709</u>	<u>683,491</u>
Deferred Inflows of Resources			
Total deferred inflows of resources	<u>743,303</u>	<u>-</u>	<u>743,303</u>
Fund Balances:			
Restricted			
Stabilization by State Statute	958,826	634,996	1,593,822
Register of Deeds	19,785	-	19,785
Tax revaluation and mapping	571,576	-	571,576
Emergency services	472,320	-	472,320
School Capital	3,804,294	4,107,516	7,911,810
Committed			
Capital improvements	-	(382,518)	(382,518)
Economic Development	1,045,927	-	1,045,927
Various Programs	854,077	-	854,077
Unassigned	(253,368)	-	(253,368)
Total fund balances	<u>7,473,437</u>	<u>4,359,994</u>	<u>11,833,431</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 8,514,522</u>	<u>\$ 4,745,703</u>	<u>\$ 13,260,225</u>

Duplin County, North Carolina
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Revenues:			
Ad Valorem Taxes	\$ 1,293,802	\$ -	\$ 1,293,802
Local option sales tax	1,195,582	3,036,494	4,232,076
Restricted intergovernmental	1,326,505	-	1,326,505
Investment earnings	117,903	978	118,881
Other	1,360,690	-	1,360,690
Total revenues	<u>5,294,482</u>	<u>3,037,472</u>	<u>8,331,954</u>
Expenditures:			
General government	546,291	385,709	932,000
Public safety	3,093,296	-	3,093,296
Human services	413,249	-	413,249
Economic and physical development	149,997	681,266	831,263
Total Expenditures	<u>4,961,149</u>	<u>1,066,975</u>	<u>6,028,124</u>
Revenues Over (Under) Expenditures	<u>333,333</u>	<u>1,970,497</u>	<u>2,303,830</u>
Other Financing Sources (Uses):			
Transfers from (to) other sources	326,047	(2,412,726)	(2,086,679)
Transfers from (to) other sources	(18,700)	-	(18,700)
Total other financing sources (uses)	<u>307,347</u>	<u>(2,412,726)</u>	<u>(2,105,379)</u>
Net change in Fund Balance	640,680	(442,229)	198,451
Fund balances:			
Beginning of Year, July 1, as previously reported	6,621,961	4,802,223	11,424,184
Prior period restatement - change in accounting principle	210,796	-	210,796
Beginning of Year, July 1, as restated	6,832,757	4,802,223	11,634,980
End of year, June 30	<u>\$ 7,473,437</u>	<u>\$ 4,359,994</u>	<u>\$ 11,833,431</u>

Duplin County, North Carolina
Nonmajor Governmental Funds - Special Revenue Funds
Combining Balance Sheet
June 30, 2021

	School Planning Allocation Fund	Community Development Revolving Loan Fund	Revaluation Reserve Fund	Fire District Funds	Emergency Telephone System Fund	Automation Preservation Fund	County Trust Fund	County Agency Fund	Representative Payee Fund	Deed of Trust Fund	Fines and Forfeitures Fund	Industrial Expansion Fund	Transportation Capital Project Fund	Total Nonmajor Governmental Funds
Assets:														
Cash and cash equivalents	\$ -	\$ 1,710,397	\$ -	\$ 12,175	\$ 474,429	\$ 19,785	\$ 273,617	\$ 186,695	\$ 26,508	\$ 15,787	\$ 51,179	\$ 37,858	\$ 281,439	\$ 3,089,869
Restricted cash	3,804,294	-	583,324	-	-	-	-	-	-	-	-	-	-	4,387,618
Accounts receivable, net	-	664,470	-	262,446	29,183	-	-	-	-	730	-	-	-	956,829
Taxes receivable (net)	-	-	-	78,209	-	-	-	-	-	-	-	-	-	78,209
Due from other funds	-	-	-	-	-	1,997	-	-	-	-	-	-	-	1,997
Total Assets	3,804,294	2,374,867	583,324	352,830	503,612	21,782	273,617	186,695	26,508	16,517	51,179	37,858	281,439	8,514,522
Liabilities and Fund Balances:														
Current liabilities:														
Accounts payable	-	-	11,748	264,919	2,109	-	35	851	-	15,654	-	-	2,466	297,782
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	-	-	11,748	264,919	2,109	-	35	851	-	15,654	-	-	2,466	297,782
Deferred Inflows of Resources														
Prepaid Taxes	-	-	-	624	-	-	-	-	-	-	-	-	-	624
Property taxes receivable	-	664,470	-	78,209	-	-	-	-	-	-	-	-	-	742,679
Total deferred inflows of resources	-	664,470	-	78,833	-	-	-	-	-	-	-	-	-	743,303
Fund Balances:														
Restricted														
Stabilization by State Statute	-	664,470	-	262,446	29,183	1,997	-	-	-	730	-	-	-	958,826
Register of Deeds	-	-	-	-	-	19,785	-	-	-	-	-	-	-	19,785
Sheriff	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax revaluation and mapping	-	-	571,576	-	-	-	-	-	-	-	-	-	-	571,576
Emergency services	-	-	-	-	472,320	-	-	-	-	-	-	-	-	472,320
School Capital	3,804,294	-	-	-	-	-	-	-	-	-	-	-	-	3,804,294
Committed														
Economic Development	-	1,045,927	-	-	-	-	-	-	-	-	-	-	-	1,045,927
Various Programs	-	-	-	-	-	-	273,582	185,844	26,508	133	51,179	37,858	278,973	854,077
Unassigned	-	-	-	(253,368)	-	-	-	-	-	-	-	-	-	(253,368)
Total fund balances	3,804,294	1,710,397	571,576	9,078	501,503	21,782	273,582	185,844	26,508	863	51,179	37,858	278,973	7,473,437
Total liabilities, deferred inflows of resources, and fund balances	\$ 3,804,294	\$ 2,374,867	\$ 583,324	\$ 352,830	\$ 503,612	\$ 21,782	\$ 273,617	\$ 186,695	\$ 26,508	\$ 16,517	\$ 51,179	\$ 37,858	\$ 281,439	\$ 8,514,522

Duplin County, North Carolina
Nonmajor Governmental Funds - Special Revenue Funds
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	School Planning Allocation Fund	Community Development Revolving Loan Fund	Revaluation Reserve Fund	Fire District Funds	Emergency Telephone System Fund	Automation Preservation Fund	County Trust Fund	County Agency Fund	Representative Payee Fund	Deed of Trust Fund	Fines and Forfeitures Fund	Industrial Expansion Fund	Transportation Capital Project Fund	Total Nonmajor Governmental Funds
Revenues:														
Ad Valorem Taxes	\$ -	\$ -	\$ 181,158	\$ 1,112,644	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,293,802
Local option sales tax	-	-	-	1,195,582	-	-	-	-	-	-	-	-	-	1,195,582
Restricted intergovernmental	907,571	-	-	-	350,201	-	68,733	-	-	-	-	-	-	1,326,505
Investment earnings	17,333	100,051	137	-	94	4	271	-	-	-	-	7	6	117,903
Other	-	126,724	-	556,008	-	-	18,001	363,837	55,436	141,272	54,722	44,690	-	1,360,690
Total revenues	924,904	226,775	181,295	2,864,234	350,295	4	87,005	363,837	55,436	141,272	54,722	44,697	6	5,294,482
Expenditures:														
General government	-	-	348,675	-	-	16,322	-	-	-	150,938	-	25,539	4,817	546,291
Public safety	-	-	-	2,864,639	221,634	-	7,023	-	-	-	-	-	-	3,093,296
Human Services	-	-	-	-	-	-	2,518	330,135	74,935	-	5,661	-	-	413,249
Economic and community development	-	149,997	-	-	-	-	-	-	-	-	-	-	-	149,997
Education	651,926	-	-	-	-	-	-	-	-	-	-	-	-	651,926
Capital Outlay	-	-	-	-	106,390	-	-	-	-	-	-	-	-	106,390
Total Expenditures	651,926	149,997	348,675	2,864,639	328,024	16,322	9,541	330,135	74,935	150,938	5,661	25,539	4,817	4,961,149
Revenues Over (Under) Expenditures	272,978	76,778	(167,380)	(405)	22,271	(16,318)	77,464	33,702	(19,499)	(9,666)	49,061	19,158	(4,811)	333,333
Other Financing Sources (Uses):														
Transfers from (to) other sources	-	-	-	-	-	23,563	-	-	-	-	-	18,700	283,784	326,047
Transfers from (to) other sources	-	(18,700)	-	-	-	-	-	-	-	-	-	-	-	(18,700)
Total other financing sources (uses)	-	(18,700)	-	-	-	23,563	-	-	-	-	-	18,700	283,784	307,347
Net change in Fund Balance	272,978	58,078	(167,380)	(405)	22,271	7,245	77,464	33,702	(19,499)	(9,666)	49,061	37,858	278,973	640,680
Fund balances:														
Beginning of Year, July 1, as previously reported	3,531,316	1,652,319	738,956	9,483	479,232	14,537	196,118	-	-	-	-	-	-	6,621,961
Prior period restatement - change in accounting principle	-	-	-	-	-	-	-	152,142	46,007	10,529	2,118	-	-	210,796
Beginning of Year, July 1, as restated	3,531,316	1,652,319	738,956	9,483	479,232	14,537	196,118	152,142	46,007	10,529	2,118	-	-	6,832,757
End of year, June 30	\$ 3,804,294	\$ 1,710,397	\$ 571,576	\$ 9,078	\$ 501,503	\$ 21,782	\$ 273,582	\$ 185,844	\$ 26,508	\$ 863	\$ 51,179	\$ 37,858	\$ 278,973	\$ 7,473,437

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Duplin County, North Carolina
School Planning Allocation Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Restricted intergovernmental	\$	\$ 907,571	\$
Investment earnings		17,333	
Total Revenues	<u>-</u>	<u>924,904</u>	<u>924,904</u>
Expenditures:			
Public school building projects		651,926	
Total Expenditures	<u>1,288,627</u>	<u>651,926</u>	<u>636,701</u>
Revenues Over (Under) Expenditures	<u>(1,288,627)</u>	<u>272,978</u>	<u>1,561,605</u>
Other Financing Sources (Uses):			
Transfers in (out)		-	
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>(1,288,627)</u>	<u>272,978</u>	<u>1,561,605</u>
Fund Balance Appropriated	<u>1,288,627</u>	<u>-</u>	<u>(1,288,627)</u>
Net change in fund balance	\$ <u><u>-</u></u>	272,978	\$ <u><u>272,978</u></u>
Fund Balance:			
Beginning of Year, July 1		<u>3,531,316</u>	
End of Year, June 30		\$ <u><u>3,804,294</u></u>	

Duplin County, North Carolina
Community Development Revolving Loan Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Loan/lease payments	\$	\$ 126,724	\$
Investment earnings		100,051	
Total Revenue	-	226,775	226,775
Expenditures			
Community development loans		149,997	
Total Expenditures	460,455	149,997	310,458
Revenues Over (Under) Expenditures	(460,455)	76,778	537,233
Other Financing Sources (Uses):			
Transfers in		-	
Transfer in (out)		(18,700)	
Total Other Financing Sources (Uses)	(18,700)	(18,700)	-
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(479,155)	58,078	537,233
Fund Balance Appropriated	479,155	-	(479,155)
Net change in fund balance	\$ -	58,078	\$ 58,078
Fund Balance:			
Beginning of Year, July 1		1,652,319	
End of Year, June 30		\$ 1,710,397	

Duplin County, North Carolina
Revaluation Reserve Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Ad valorem taxes	\$	\$ 181,158	\$
Investment Earnings		137	
Total Revenue	<u>200,000</u>	<u>181,295</u>	<u>(18,705)</u>
Expenditures			
General government:			
Salaries and benefits		134,686	
Operating expenditures		213,990	
Capital outlay		-	
Total Expenditures	<u>400,000</u>	<u>348,676</u>	<u>51,324</u>
Revenues Over (Under) Expenditures	<u>(200,000)</u>	<u>(167,381)</u>	<u>32,619</u>
Other Financing Sources (Uses):			
Transfers in		-	
Transfer (out)		-	
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(200,000)	(167,381)	32,619
Fund Balance Appropriated	<u>200,000</u>	<u>-</u>	<u>(200,000)</u>
Net change in fund balance	\$ <u><u>-</u></u>	(167,381)	\$ <u><u>(167,381)</u></u>
Fund Balance:			
Beginning of Year, July 1		<u>738,956</u>	
End of Year, June 30		\$ <u><u>571,575</u></u>	

Duplin County, North Carolina
Fire District Funds
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Ad valorem taxes	\$	\$ 1,112,644	\$
Local option sales taxes		1,195,582	
Investment earnings		-	
Other		556,009	
Total Revenue		<u>2,874,579</u>	<u>(10,344)</u>
Expenditures			
Commission to General Fund		-	
Collections		-	
Payment to State - motor vehicle collections		1,268,231	
Contracted services		1,596,409	
Total Expenditures		<u>2,874,579</u>	<u>9,939</u>
Revenues Over (Under) Expenditures	-	<u>(405)</u>	<u>(405)</u>
Other Financing Sources (Uses):			
Transfers in		-	
Transfer in (out)		-	
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	(405)	(405)
Fund Balance Appropriated	-	-	-
Net change in fund balance	\$	<u>(405)</u>	\$ <u>(405)</u>
Fund Balance:			
Beginning of Year, July 1		<u>9,483</u>	
End of Year, June 30		<u>\$ 9,078</u>	

Duplin County, North Carolina
Emergency Telephone System Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ 350,201	\$
Investment earnings		94	
Total Revenue	<u>169,175</u>	<u>350,295</u>	<u>181,120</u>
Expenditures			
Public Safety:			
Operating expenditures		221,634	
Miscellaneous expenditures		-	
Capital outlay		106,390	
Total Expenditures	<u>430,660</u>	<u>328,024</u>	<u>102,636</u>
Revenues Over (Under) Expenditures	<u>(261,485)</u>	<u>22,271</u>	<u>283,756</u>
Other Financing Sources (Uses):			
Transfers in			
Transfer in (out)			
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(261,485)	22,271	283,756
Fund Balance Appropriated	<u>261,485</u>	<u>-</u>	<u>(261,485)</u>
Net change in fund balance	\$ <u><u>-</u></u>	22,271	\$ <u><u>22,271</u></u>
Fund Balance:			
Beginning of Year, July 1		<u>479,232</u>	
End of Year, June 30		\$ <u><u>501,503</u></u>	

Duplin County, North Carolina
Automation Preservation Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$	\$
Investment earnings		4	
Total Revenue	<u>-</u>	<u>4</u>	<u>4</u>
Expenditures			
General government			
Operating expenditures		16,322	
Total Expenditures	<u>33,537</u>	<u>16,322</u>	<u>17,215</u>
Revenues Over (Under) Expenditures	<u>(33,537)</u>	<u>(16,318)</u>	<u>17,219</u>
Other Financing Sources (Uses):			
Transfers in		23,563	
Transfer in (out)		-	
Total Other Financing Sources (Uses)	<u>19,000</u>	<u>23,563</u>	<u>4,563</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>(14,537)</u>	<u>7,245</u>	<u>21,782</u>
Fund Balance Appropriated	<u>14,537</u>	<u>-</u>	<u>(14,537)</u>
Net change in fund balance	<u>\$ -</u>	<u>7,245</u>	<u>\$ 7,245</u>
Fund Balance:			
Beginning of Year, July 1		<u>14,537</u>	
End of Year, June 30		<u>\$ 21,782</u>	

Duplin County, North Carolina
County Trust Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ 68,733	\$
Investment earnings		271	
Other income		18,001	
Total Revenue	-	87,005	87,005
Expenditures			
Public safety		7,023	
Human services		2,518	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	282,310	9,541	272,769
Revenues Over (Under) Expenditures	(282,310)	77,464	359,774
Fund Balance Appropriated	282,310	-	(282,310)
Net change in fund balance	\$ -	77,464	77,464
Fund Balance:			
Beginning of Year, July 1		196,118	
End of Year, June 30		\$ 273,582	

Duplin County, North Carolina
County Agency Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ -	\$
Investment earnings		-	
Other income		363,837	
Total Revenue	<u>400,000</u>	<u>363,837</u>	<u>(36,163)</u>
Expenditures			
Public safety		-	
Human services		330,135	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	<u>400,000</u>	<u>330,135</u>	<u>69,865</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>33,702</u>	<u>33,702</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	33,702	<u>33,702</u>
Fund Balance:			
Fund balance, beginning, as previously reported		-	
Prior period restatement - change in accounting principle		<u>152,142</u>	
Fund balance, beginning, as restated		<u>152,142</u>	
Fund balance, ending	\$	<u><u>185,844</u></u>	

Duplin County, North Carolina
Representative Payee Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ -	\$
Investment earnings		-	
Other income		55,436	
Total Revenue	<u>-</u>	<u>55,436</u>	<u>55,436</u>
Expenditures			
Public safety		-	
Human services		74,935	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	<u>282,310</u>	<u>74,935</u>	<u>207,375</u>
Revenues Over (Under) Expenditures	<u>(282,310)</u>	<u>(19,499)</u>	<u>262,811</u>
Fund Balance Appropriated	<u>282,310</u>	<u>-</u>	<u>(282,310)</u>
Net change in fund balance	\$ <u>-</u>	(19,499)	<u>(19,499)</u>
Fund Balance:			
Fund balance, beginning, as previously reported		-	
Prior period restatement - change in accounting principle		<u>46,007</u>	
Fund balance, beginning, as restated		<u>46,007</u>	
Fund balance, ending	\$	<u><u>26,508</u></u>	

Duplin County, North Carolina
Deed of Trust Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ -	\$
Investment earnings		-	
Other income		141,272	
Total Revenue	<u>151,000</u>	<u>141,272</u>	<u>(9,728)</u>
Expenditures			
General government		150,938	
Human services		-	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	<u>151,000</u>	<u>150,938</u>	<u>62</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(9,666)</u>	<u>(9,666)</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	(9,666)	<u>(9,666)</u>
Fund Balance:			
Fund balance, beginning, as previously reported		-	
Prior period restatement - change in accounting principle		<u>10,529</u>	
Fund balance, beginning, as restated		<u>10,529</u>	
Fund balance, ending	\$	<u><u>863</u></u>	

Duplin County, North Carolina
Fines and Foreitures Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ -	\$
Investment earnings		-	
Other income		54,722	
Total Revenue	<u>193,321</u>	<u>54,722</u>	<u>(138,599)</u>
Expenditures			
Public safety		-	
Human services		5,661	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	<u>193,321</u>	<u>5,661</u>	<u>187,660</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>49,061</u>	<u>49,061</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	49,061	<u>49,061</u>
Fund Balance:			
Fund balance, beginning, as previously reported		-	
Prior period restatement - change in accounting principle		<u>2,118</u>	
Fund balance, beginning, as restated		<u>2,118</u>	
Fund balance, ending		<u>\$ 51,179</u>	

Duplin County, North Carolina
Industrial Expansion Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ -	\$
Investment earnings		7	
Other income		44,690	
Total Revenue	<u>36,500</u>	<u>44,697</u>	<u>8,197</u>
Expenditures			
General government		25,539	
Human services		-	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	<u>55,200</u>	<u>25,539</u>	<u>29,661</u>
Revenues Over (Under) Expenditures	<u>(18,700)</u>	<u>19,158</u>	<u>37,858</u>
Other Financing Sources (Uses):			
Transfers in		18,700	
Transfer (out)		-	
Total Other Financing Sources (Uses)	<u>18,700</u>	<u>18,700</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	37,858	37,858
Fund Balance Appropriated	-	-	-
Net change in fund balance	\$ <u>-</u>	37,858	<u>37,858</u>
Fund Balance:			
Fund balance, beginning, as previously reported		-	
Prior period restatement - change in accounting principle		-	
Fund balance, beginning, as restated		-	
Fund balance, ending		<u>\$ 37,858</u>	

Duplin County, North Carolina
Transportation Capital Project Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Restricted intergovernmental	\$	\$ -	\$
Investment earnings		6	
Other income		-	
Total Revenue	<u>-</u>	<u>6</u>	<u>6</u>
Expenditures			
General government		4,817	
Human services		-	
Animal control		-	
Library programs		-	
Capital outlay		-	
Total Expenditures	<u>283,784</u>	<u>4,817</u>	<u>278,967</u>
Revenues Over (Under) Expenditures	<u>(283,784)</u>	<u>(4,811)</u>	<u>278,973</u>
Other Financing Sources (Uses):			
Transfers in		283,784	
Transfer (out)			
Total Other Financing Sources (Uses)	<u>283,784</u>	<u>283,784</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	278,973	278,973
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	278,973	<u>278,973</u>
Fund Balance:			
Fund balance, beginning, as previously reported		-	
Prior period restatement - change in accounting principle		-	
Fund balance, beginning, as restated		-	
Fund balance, ending		<u>\$ 278,973</u>	

CAPITAL PROJECTS FUNDS

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

Duplin County, North Carolina
Nonmajor Governmental Funds - Capital Project Funds
Combining Balance Sheet
June 30, 2021

	Capital Project Fund - School Fund	Industrial Expansion Capital Project Fund	DRA Housing Assistance Capital Project Fund	Total
Assets:				
Cash and cash equivalents	\$ 4,107,516	\$ 3,191	\$ -	\$ 4,110,707
Accounts receivable, net	634,996	-	-	634,996
Total Assets	<u>\$ 4,742,512</u>	<u>\$ 3,191</u>	<u>\$ -</u>	<u>\$ 4,745,703</u>
Liabilities and Fund Balances:				
Current liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	385,709	385,709
Total liabilities	<u>-</u>	<u>-</u>	<u>385,709</u>	<u>385,709</u>
Deferred Inflows of Resources				
Property taxes receivable	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted				
Stabilization by State Statute	634,996	-	-	634,996
Restricted for schools	4,107,516	-	-	4,107,516
Committed				
Capital improvements	-	3,191	(385,709)	(382,518)
Total fund balances	<u>4,742,512</u>	<u>3,191</u>	<u>(385,709)</u>	<u>4,359,994</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,742,512</u>	<u>\$ 3,191</u>	<u>\$ -</u>	<u>\$ 4,745,703</u>

Duplin County, North Carolina
Nonmajor Governmental Funds - Capital Project Funds
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
For the Fiscal Year Ended June 30, 2021

	Capital Projects Fund - School Fund	Industrial Expansion Capital Project Fund	DRA Housing Assistance Capital Project Fund	Total
Revenues:				
Local option sales taxes	\$ 3,036,494	\$ -	\$ -	\$ 3,036,494
Restricted intergovernmental	-	-	-	-
Investment earnings	977	1	-	978
Total revenues	<u>3,037,471</u>	<u>1</u>	<u>-</u>	<u>3,037,472</u>
Expenditures:				
Economic and community development	-	-	385,709	385,709
Education	681,266	-	-	681,266
Total Expenditures	<u>681,266</u>	<u>-</u>	<u>385,709</u>	<u>1,066,975</u>
Revenues Over (Under) Expenditures	<u>2,356,205</u>	<u>1</u>	<u>(385,709)</u>	<u>1,970,497</u>
Other Financing Sources (Uses):				
Transfers to/from other funds	<u>(2,412,726)</u>	<u>-</u>	<u>-</u>	<u>(2,412,726)</u>
Total other financing sources (uses)	<u>(2,412,726)</u>	<u>-</u>	<u>-</u>	<u>(2,412,726)</u>
Net change in Fund Balance	(56,521)	1	(385,709)	(442,229)
Fund balances:				
Beginning of Year, July 1	<u>4,799,033</u>	<u>3,190</u>	<u>-</u>	<u>4,802,223</u>
End of year, June 30	<u>\$ 4,742,512</u>	<u>\$ 3,191</u>	<u>\$ (385,709)</u>	<u>\$ 4,359,994</u>

Duplin County, North Carolina
Capital Project Fund - School Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Local Option Sales Tax	\$	\$ 3,036,494	\$
Investment earnings		977	
Total Revenues	<u>2,269,000</u>	<u>3,037,471</u>	<u>768,471</u>
Expenditures:			
Education			
Capital outlay		681,266	
Total Expenditures	<u>976,493</u>	<u>681,266</u>	<u>295,227</u>
Revenues Over (Under) Expenditures	<u>1,292,507</u>	<u>2,356,205</u>	<u>1,063,698</u>
Other Financing Sources (Uses):			
Transfers in (out)		(2,412,726)	
Total Other Financing Sources (Uses)	<u>(2,412,726)</u>	<u>(2,412,726)</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(1,120,219)	(56,521)	1,063,698
Fund Balance Appropriated	<u>1,120,219</u>	<u>-</u>	<u>(1,120,219)</u>
Net change in fund balance	\$ <u><u>-</u></u>	(56,521)	\$ <u><u>(56,521)</u></u>
Fund Balance:			
Beginning of Year, July 1		<u>4,799,033</u>	
End of Year, June 30		\$ <u><u>4,742,512</u></u>	

Duplin County, North Carolina
Industrial Expansion Capital Project Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2021

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted intergovernmental	\$ 450,000	\$ 447,530	\$ -	\$ 447,530	\$ (2,470)
Investment Earnings	-	1,213	1	1,214	1,214
Total revenues	<u>450,000</u>	<u>448,743</u>	<u>1</u>	<u>448,744</u>	<u>(1,256)</u>
Expenditures:					
Economic and Physical Development	460,477	456,030	-	456,030	4,447
Total expenditures	<u>460,477</u>	<u>456,030</u>	<u>-</u>	<u>456,030</u>	<u>4,447</u>
Revenues over expenditures	<u>(10,477)</u>	<u>(7,287)</u>	<u>1</u>	<u>(7,286)</u>	<u>3,191</u>
Other Financing Sources (Uses):					
Transfers from other funds	10,477	10,477	-	10,477	-
Total other financing sources	<u>10,477</u>	<u>10,477</u>	<u>-</u>	<u>10,477</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 3,190</u>	<u>1</u>	<u>\$ 3,191</u>	<u>\$ 3,191</u>
Fund Balance:					
Beginning of Year, July 1			<u>3,190</u>		
End of Year, June 30			<u><u>3,191</u></u>		

Duplin County, North Carolina
DRA Housing Assistance Capital Project Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2021

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted intergovernmental	\$ 4,113,722	\$ -	\$ -	\$ -	\$ (4,113,722)
Investment Earnings	-	-	-	-	-
Total revenues	<u>4,113,722</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,113,722)</u>
Expenditures:					
Economic and Physical Development	4,113,722	-	385,709	385,709	3,728,013
Total expenditures	<u>4,113,722</u>	<u>-</u>	<u>385,709</u>	<u>385,709</u>	<u>3,728,013</u>
Revenues over expenditures	<u>-</u>	<u>-</u>	<u>(385,709)</u>	<u>(385,709)</u>	<u>(385,709)</u>
Other Financing Sources (Uses):					
Transfers from other funds	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(385,709)</u>	<u>\$ (385,709)</u>	<u>\$ (385,709)</u>
Fund Balance:					
Beginning of Year, July 1			<u>-</u>		
End of Year, June 30			<u>(385,709)</u>		

DEBT SERVICE FUND

Duplin County, North Carolina
Debt Service Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Investment earnings	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Debt service			
Principal retirement		2,174,359	
Interest and fees		2,455,125	
Bond Issuance Costs		1,250	
Total expenditures	<u>4,780,860</u>	<u>4,630,734</u>	<u>150,126</u>
Revenues over (under) expenditures	(4,780,860)	(4,630,734)	150,126
Other Financing Sources and (Uses):			
Transfers from other funds		4,630,621	
Total Other Financing Sources (Uses)	<u>4,780,860</u>	<u>4,630,621</u>	<u>(150,239)</u>
Net change in fund balance	\$ -	(113)	\$ (113)
Fund Balance:			
Beginning of Year, July 1		<u>639,407</u>	
End of Year, June 30		<u>\$ 639,294</u>	

PROPRIETARY FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

Duplin County, North Carolina
Water Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Charges for services			
Water Sales	\$	\$ 4,208,939	\$
Water taps		208,793	
Administration fees		2,770	
Other operating revenues		46	
Total operating revenues	<u>4,436,692</u>	<u>4,420,548</u>	<u>(16,144)</u>
Nonoperating Revenues			
Federal and state grants		-	
Investment earnings		2,162	
Miscellaneous		4,059	
Total nonoperating revenues	<u>-</u>	<u>6,221</u>	<u>6,221</u>
Total Revenues	<u>4,436,692</u>	<u>4,426,769</u>	<u>(9,923)</u>
Expenditures:			
Administration expenditures:			
Salaries and employee benefits		565,130	
Other administration expenditures		1,737,455	
Capital Outlay		24,014	
Total administration expenditures	<u>2,563,200</u>	<u>2,326,599</u>	<u>236,601</u>
Operating expenditures:			
Repairs		141,069	
Other operating expenditures		-	
Total operating expenditures	<u>315,208</u>	<u>141,069</u>	<u>174,139</u>
Debt service:			
Principal retirements		831,917	
Interest and fees		492,288	
Total debt service	<u>1,472,681</u>	<u>1,324,205</u>	<u>148,476</u>
Total Expenditures	<u>4,351,089</u>	<u>3,791,873</u>	<u>559,216</u>
Revenues Over (Under) Expenditures	<u>85,603</u>	<u>634,896</u>	<u>549,293</u>
Other Financing Sources and (Uses):			
Transfers in/out	<u>(85,603)</u>	-	<u>85,603</u>
Total Other Financing Sources (Uses)	<u>(85,603)</u>	<u>-</u>	<u>85,603</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	-	634,896	634,896
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under)			
Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 634,896</u>	<u>\$ 634,896</u>

Duplin County, North Carolina
Water Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated	
Fund Balance Over (Under)	
Expenditures and Other Uses	\$ <u>634,896</u>
Reconciling items:	
Depreciation	(1,247,259)
Capital outlay	24,014
Debt payments	831,917
Amortization of premium on refunding bonds	19,092
Amortization of deferred loss on refunding bonds	(10,925)
(Increase) decrease in accrued vacation pay	4,772
Increase in other postemployment benefits	(154,471)
Decrease in net pension liability	(39,070)
Decrease in deferred outflows of resources - pension	134,622
Increase in deferred inflows of resources - pension	<u>5,950</u>
Total reconciling items	<u>(431,358)</u>
Change in net position	<u>\$ 203,538</u>

Duplin County, North Carolina
Water Debt Service 2012 Limited Obligation Bond Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Non-operating Revenues:			
Investment earnings	\$ 492,288	\$ 492,288	\$ -
Expenditures:			
Debt service:			
Principal retirements		600,000	
Interest and fees		492,288	
Total Expenditures	<u>1,092,288</u>	<u>1,092,288</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>(600,000)</u>	<u>(600,000)</u>	<u>-</u>
Other Financing Sources and (Uses):			
Principal received from water district GO bonds		600,000	
Total Other Financing Sources (Uses)	<u>600,000</u>	<u>600,000</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	<u>-</u>	<u>-</u>	<u>-</u>

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ <u>-</u>
Reconciling items:	
Principal received from water districts	(600,000)
Debt principal payment	600,000
Amortization of bond premium paid to water districts	(19,092)
Amortization of limited obligation bond premium	19,092
Decrease in accrued unearned interest receivable	-
Decrease in accrued interest payable	-
Total reconciling items	<u>-</u>
Change in net position	\$ <u><u>-</u></u>

Duplin County, North Carolina
Transportation Development Plan Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Charges for services	\$ 480,000	\$ 666,283	\$ 186,283
Nonoperating Revenues			
Investment earnings		352	
State Grants		663,787	
Miscellaneous		3,843	
Total nonoperating revenues	<u>924,394</u>	<u>667,982</u>	<u>(256,412)</u>
Total Revenues	<u>1,404,394</u>	<u>1,334,265</u>	<u>(70,129)</u>
Expenditures:			
Salaries and employee benefits		421,759	
Operating expenditures		334,217	
Capital outlay		71,157	
DOT Rural General Public Grant		-	
Workfirst transportation assistance		-	
Elderly/Disabled transportation assistance		-	
Total Expenditures	<u>1,477,667</u>	<u>827,133</u>	<u>650,534</u>
Revenues Over (Under) Expenditures	<u>(73,273)</u>	<u>507,132</u>	<u>580,405</u>
Other Financing Sources and (Uses):			
Transfers In (Out)		(283,784)	
Total Other Financing Sources (Uses)	<u>(283,784)</u>	<u>(283,784)</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	(357,057)	223,348	580,405
Appropriated Fund Balance	<u>357,057</u>	<u>-</u>	<u>(357,057)</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 223,348</u>	<u>\$ 223,348</u>

Duplin County, North Carolina
Transportation Development Plan Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under)	
Expenditures and Other Uses	\$ <u>223,348</u>
Reconciling items:	
Depreciation	(156,711)
Capital outlay	71,157
(Increase) decrease in accrued vacation pay	(5,853)
(Increase) Decrease in other postemployment benefits	7,043
(Increase) Decrease in net pension liability	11,329
Increase (Decrease) in deferred outflows of resources - pension	51,124
(Increase) Decrease in deferred inflows of resources - pension	<u>13,512</u>
Total reconciling items	<u>(8,399)</u>
Change in net position	\$ <u><u>214,949</u></u>

Duplin County, North Carolina
Airport Commission Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Operating revenues			
Sales and rentals	\$	\$ 444,679	\$
User fees		1,490	
Total operating revenues	<u>1,008,619</u>	<u>446,169</u>	<u>(562,450)</u>
Nonoperating Revenues			
Rental income		165,311	
COVID		-	
Investment earnings		131	
Miscellaneous		-	
Total nonoperating revenues	<u>167,280</u>	<u>165,442</u>	<u>(1,838)</u>
Total Revenues	<u>1,175,899</u>	<u>611,611</u>	<u>(564,288)</u>
Expenditures:			
Operating expenditures			
Salaries and employee benefits		131,830	
Purchases		304,542	
Capital outlay		23,400	
Other operating expenditures		1,176,240	
Total operating expenditures	<u>1,638,640</u>	<u>1,636,012</u>	<u>2,628</u>
Revenues Over (Under) Expenditures	<u>(462,741)</u>	<u>(1,024,401)</u>	<u>(561,660)</u>
Other Financing Sources and (Uses):			
Installment proceeds		500,000	
Transfer from other funds		186,646	
Transfer to other funds		(500,000)	
Total Other Financing Sources (Uses)	<u>462,741</u>	<u>186,646</u>	<u>(276,095)</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	<u>-</u>	<u>(837,755)</u>	<u>(837,755)</u>
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (837,755)</u>	<u>\$ (837,755)</u>

Duplin County, North Carolina
Airport Commission Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under)	
Expenditures and Other Uses	\$ <u>(837,755)</u>
Reconciling items:	
Depreciation	(857,462)
(Increase) decrease in accrued vacation pay	(916)
Capital outlay	23,400
Increase in other postemployment benefits	42,275
Grants revenue from capital project	3,014,519
Decrease in net pension liability	18,351
Transfers to capital project	500,000
Decrease in deferred outflows of resources - pension	4,761
Increase in deferred inflows of resources - pension	8,508
Total reconciling items	<u>2,753,436</u>
Change in net position	<u>\$ <u>1,915,681</u></u>

Duplin County, North Carolina
Solid Waste Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Operating revenues			
Disposal fees	\$	\$ 1,520,154	\$
User fees		1,617,326	
Landfill fees		175,991	
Sale of recyclables		86,995	
Total operating revenues	<u>3,272,960</u>	<u>3,400,466</u>	<u>127,506</u>
Nonoperating Revenues			
Investment earnings		4,851	
Federal grants		2,248	
Disposal tax revenue		145,382	
Sale of Fixed Assets		43,525	
Miscellaneous		6,871	
Total nonoperating revenues	<u>161,731</u>	<u>202,877</u>	<u>41,146</u>
Total Revenues	<u>3,434,691</u>	<u>3,603,343</u>	<u>168,652</u>
Expenditures:			
Collections		395,888	
Disposals		2,947,306	
Tire Collection		125,743	
Capital outlay		429,863	
White goods		28,176	
Total expenditures	<u>4,116,214</u>	<u>3,926,976</u>	<u>189,238</u>
Revenues Over (Under) Expenditures	<u>(681,523)</u>	<u>(323,633)</u>	<u>357,890</u>
Appropriated Fund Balance	<u>681,523</u>	<u>-</u>	<u>(681,523)</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under)			
Expenditures and Other Uses	\$ <u>-</u>	\$ <u>(323,633)</u>	\$ <u>(323,633)</u>

Duplin County, North Carolina
Solid Waste Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2021

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated	
Fund Balance Over (Under)	
Expenditures and Other Uses	\$ <u>(323,633)</u>
Reconciling items:	
Depreciation	(397,238)
Capital outlay	429,863
(Increase) decrease in accrued vacation pay	4,109
(Increase) Decrease in other postemployment benefits	(116,679)
(Increase) Decrease in net pension liability	(19,260)
Increase (Decrease) in deferred outflows of resources - pension	160,130
(Increase) Decrease in deferred inflows of resources - pension	<u>18,647</u>
Total reconciling items	<u>79,572</u>
Change in net position	\$ <u><u>(244,061)</u></u>

Duplin County, North Carolina
Airport Commission Capital Project Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Non-GAAP)
From Inception and For the Fiscal Year Ended June 30, 2021

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
State grants	\$ 14,850,760	\$ 8,341,549	\$ 2,993,547	\$ 11,335,096	\$ (3,515,664)
Other income	169,092	169,092	20,972	190,064	20,972
Investment earnings	-	323	1	324	324
Total revenues	<u>15,019,852</u>	<u>8,510,964</u>	<u>3,014,520</u>	<u>11,525,484</u>	<u>(3,494,368)</u>
Expenditures:					
Parking lot #36	382,920	373,114	-	373,114	9,806
State RW Wide/Overlay	5,496,409	5,315,097	-	5,315,097	181,312
State Grant Obstruction/Clearing	9,490,523	3,094,091	3,239,243	6,333,334	3,157,189
Total expenditures	<u>15,369,852</u>	<u>8,782,302</u>	<u>3,239,243</u>	<u>12,021,545</u>	<u>3,348,307</u>
Revenues over expenditures	<u>(350,000)</u>	<u>(271,338)</u>	<u>(224,723)</u>	<u>(496,061)</u>	<u>(146,061)</u>
Other Financing Sources (Uses):					
Transfers from/(to) other funds	<u>350,000</u>	<u>350,000</u>	<u>500,000</u>	<u>850,000</u>	<u>500,000</u>
Total other financing sources	<u>350,000</u>	<u>350,000</u>	<u>500,000</u>	<u>850,000</u>	<u>500,000</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 78,662</u>	275,277	<u>\$ 353,939</u>	<u>\$ 353,939</u>
Fund Balance:					
Beginning of Year, July 1			<u>78,662</u>		
End of Year, June 30			<u>\$ 353,939</u>		

Duplin County, North Carolina
Water Generator Capital Project Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Non-GAAP)
From Inception and For the Fiscal Year Ended June 30, 2021

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
State grants	\$ 323,625	\$ -	\$ 19,825	\$ 19,825	\$ (303,800)
Other income	-	-	-	-	-
Investment earnings	-	-	2	2	2
Total revenues	<u>323,625</u>	<u>-</u>	<u>19,827</u>	<u>19,827</u>	<u>(303,798)</u>
Expenditures:					
Engineering	29,400	-	27,167	27,167	2,233
Construction	270,845	-	214,478	214,478	56,367
Reimbursables	3,700	-	1,425	1,425	2,275
Total expenditures	<u>303,945</u>	<u>-</u>	<u>243,070</u>	<u>243,070</u>	<u>60,875</u>
Revenues over expenditures	<u>19,680</u>	<u>-</u>	<u>(223,243)</u>	<u>(223,243)</u>	<u>(242,923)</u>
Other Financing Sources (Uses):					
Transfers from/(to) other funds	<u>(19,680)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,680</u>
Total other financing sources	<u>(19,680)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,680</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(223,243)</u>	<u>\$ (223,243)</u>	<u>\$ (223,243)</u>
Fund Balance:					
Beginning of Year, July 1			<u>-</u>		
End of Year, June 30			<u>\$ (223,243)</u>		

INTERNAL SERVICE FUND

Duplin County, North Carolina
Hospital Insurance Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Operating Revenues			
Charges for services	\$	\$ 5,920,752	\$
Total operating revenues	<u>6,019,834</u>	<u>5,920,752</u>	<u>(99,082)</u>
Nonoperating Revenues			
Interest on Investments		53	
Total nonoperating revenues	<u>20,000</u>	<u>53</u>	<u>(19,947)</u>
Total Revenues	<u>6,039,834</u>	<u>5,920,805</u>	<u>(119,029)</u>
Expenditures:			
Operating expenditures		6,297,051	
Total	<u>6,654,354</u>	<u>6,297,051</u>	<u>357,303</u>
Revenues Over (Under) Expenditures	<u>(614,520)</u>	<u>(376,246)</u>	<u>238,274</u>
Other Financing Sources and (Uses):			
Transfer in (out)	614,520	309,976	(304,544)
Total Other Financing Sources (Uses)	<u>614,520</u>	<u>309,976</u>	<u>(304,544)</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	-	(66,270)	(66,270)
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	(66,270)	\$ <u>(66,270)</u>
Fund Balance:			
Beginning of Year, July 1		<u>691,068</u>	
End of Year, June 30		<u>\$ 624,798</u>	

CUSTODIAL FUNDS

Custodial funds are used to account for assets the County holds on behalf of others.

Duplin County, North Carolina
Combining Statement of Fiduciary Net Position
Custodial Fund
June 30, 2021

	<u>Municipal Tax Fund</u>	<u>Total Custodial Fund</u>
Assets:		
Cash and cash equivalents	\$ 42,000	\$ 42,000
Accounts receivable	23,810	23,810
Taxes receivable for other governments, net	122,847	122,847
Total assets	<u>188,657</u>	<u>188,657</u>
Liabilities:		
Accounts payable and accrued liabilities	<u>53,270</u>	<u>53,270</u>
Total liabilities	<u>53,270</u>	<u>53,270</u>
Net Position:		
Restricted for:		
Individuals, organizations, and other	<u>135,387</u>	<u>135,387</u>
Total fiduciary net position	<u>\$ 135,387</u>	<u>\$ 135,387</u>

Duplin County, North Carolina
Statement of Changes in Fiduciary Net Position
Custodial Fund
June 30, 2021

	Municipal Tax Fund	Total
Additions:		
Ad valorem taxes for other governments	\$ 1,925,031	\$ 1,925,031
Total additions	<u>1,925,031</u>	<u>1,925,031</u>
Deductions:		
Tax distributions to other governments	1,951,425	1,951,425
Total deductions	<u>1,951,425</u>	<u>1,951,425</u>
Net Increase (decrease) in fiduciary net position	<u>(26,394)</u>	<u>(26,394)</u>
Net Position - beginning, as previously reported	-	-
Prior period restatement	161,781	161,781
Net Position - beginning, as restated	<u>161,781</u>	<u>161,781</u>
Net Position ending	<u>\$ 135,387</u>	<u>\$ 135,387</u>

DISCRETELY PRESENTED COMPONENT UNIT

This section includes schedules for the Tourism Development Authority, which is a discretely presented component unit. A separate report is not issued for the Authority, but these schedules are added to the County report to provide this supplemental information.

**Duplin County, North Carolina
Tourism Development Authority
Supplemental Balance Sheet
June 30, 2021**

Assets:	
Cash and cash equivalents	\$ 703,662
Accounts receivable, net	27,517
Total Assets	<u>731,179</u>
Deferred Outflows of Resources	
Total assets and deferred outflows	<u>\$ 731,179</u>
Liabilities and Fund Balances:	
Accounts payable and accrued liabilities	\$ 6,709
Net pension liability -LGERS	-
Total liabilities	<u>6,709</u>
Deferred Inflows of Resources	
	<u>-</u>
Fund Balances:	
Restricted	27,517
Unrestricted	696,953
Total Fund Balances	<u>724,470</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 731,179</u>

Duplin County, North Carolina
Transportation Development Authority
Discretely Presented Component Unit
Supplemental Statement of Revenues, Expenditures, and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2021

Revenues:		
Other taxes and licenses	\$	247,439
Investment earnings		<u>121</u>
Total Revenues		<u>247,560</u>
Expenditures:		
Operating expenditures		<u>171,436</u>
Total Expenditures		<u>171,436</u>
Revenues Over (Under) Expenditures		<u>76,124</u>
Fund balance, beginning		<u>648,346</u>
Fund balance, ending	\$	<u><u>724,470</u></u>

Duplin County, North Carolina
Transportation Development Authority
Discretely Presented Component Unit
Supplemental Statement of Revenues, Expenditures, and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2021

	2021		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Other taxes and licenses	\$	\$ 247,439	\$
Investment earnings		121	
Total Revenues	<u>240,000</u>	<u>247,560</u>	<u>7,560</u>
Expenditures:			
Operating expenditures		171,436	
Total Expenditures	<u>270,600</u>	<u>171,436</u>	<u>99,164</u>
Revenues Over (Under) Expenditures	<u>(30,600)</u>	<u>76,124</u>	<u>106,724</u>
Appropriated Fund Balance	<u>30,600</u>	<u>-</u>	<u>(30,600)</u>
Revenues and Appropriated Fund Balance Over (Under) Expenditures	\$ <u><u>-</u></u>	\$ 76,124	\$ <u><u>76,124</u></u>
Fund balance, beginning		648,346	
Fund balance, ending		<u><u>\$ 724,470</u></u>	

OTHER SCHEDULES

This section includes additional information on property taxes.

- Schedule of Ad Valorem Taxes Receivable
- Analysis of Current Tax Levy
- Secondary Market Disclosures
- Ten Largest Taxpayers

Duplin County, North Carolina
General Fund
Schedule of Ad Valorem Taxes Receivable
June 30, 2021

Exhibit H-1

Fiscal Year	Uncollected Balance June 30, 2020	Additions	Collections And Credits	Uncollected Balance June 30, 2021
2020-2021	\$ -	\$ 34,251,250	\$ 33,213,342	\$ 1,037,908
2019-2020	1,155,989	-	697,286	458,703
2018-2019	408,072	-	163,972	244,100
2017-2018	200,094	-	71,389	128,705
2016-2017	128,579	-	39,190	89,389
2015-2016	68,866	-	24,626	44,240
2014-2015	46,406	-	10,660	35,746
2013-2014	76,210	-	7,249	68,961
2012-2013	73,078	-	6,462	66,616
2011-2012	59,217	-	6,847	52,370
2010-2011	56,948	-	54,034	2,914
2009-2010	5,145	-	5,145	-
TOTALS	\$ 2,278,604	\$ 34,251,250	\$ 34,300,202	\$ 2,229,652
				<u>(748,151)</u>
				\$ 1,481,501
 <u>Reconciliation with revenues:</u>				
				34,015,062
				Ad valorem taxes - General Fund
				Reconciling items:
				Penalties and Interest (273,476)
				Discounts Allowed 300,710
				Property Tax Allocated to the Revaluation Fund 181,158
				Releases and Refunds 76,748
				<u>Total Reconciling Items 285,140</u>
				Total Collections and Credits \$ <u>34,300,202</u>

Duplin County, North Carolina
Analysis of Current Tax Levy
County - Wide Levy
For the Fiscal Year Ended June 30, 2021

Exhibit H - 2

	County - wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property Taxes at Current Year Rate	\$ 4,666,808,844	0.7350%	\$ 34,301,045	\$ 30,300,836	\$ 4,000,209
Total Original Levy	<u>4,666,808,844</u>		<u>34,301,045</u>	<u>30,300,836</u>	<u>4,000,209</u>
Discoveries:					
Current year taxes	13,791,429	0.7350%	101,367	101,367	-
Total Discoveries	<u>13,791,429</u>		<u>101,367</u>	<u>101,367</u>	<u>-</u>
Abatements					
Current Year Taxes	(20,566,259)	0.7350%	(151,162)	(151,162)	-
Total Abatements	<u>(20,566,259)</u>		<u>(151,162)</u>	<u>(151,162)</u>	<u>-</u>
Total for Year	<u>\$ 4,660,034,014</u>		34,251,250	30,251,041	4,000,209
Uncollected taxes at June 30, 2021			<u>1,037,908</u>	<u>1,037,908</u>	<u>-</u>
Current year's taxes collected			<u>\$ 33,213,342</u>	<u>\$ 29,213,133</u>	<u>\$ 4,000,209</u>
Current levy collection percentage			<u>96.97%</u>	<u>96.57%</u>	<u>100.00%</u>

Duplin County, North Carolina
Analysis of Current Tax Levy
County - Wide Levy
For the Fiscal Year Ended June 30, 2021

Exhibit H-2a

Secondary Market Disclosures:

Assessed Valuation:	
Assessment Ratio ¹	100%
Real Property	\$ 3,339,492,347
Personal Property ⁵	1,167,399,218
Public Service Companies ²	153,142,449
Total Assessed Valuation	<u>4,660,034,014</u>
Tax Rate per \$100	0.00735
Levy (includes discoveries, releases and abatements) ³	<u><u>\$ 34,251,250</u></u>

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

Fire Protection Districts	Levy
Albertson	108,913
East Duplin	114,178
Franklin	29,010
Glisson	176,087
Northeast	287,961
Oak Wolfe	81,039
Sarecta	99,148
Stacy Britt	33874
Fountaintown	203398
Chinquapin	74457
Duplin Pender	75357
Goshen	52692
Greenevers	40413
Lyman	22411
North Duplin	38,103.00
Potters Hill	60,682.00
Rosemary	138,661.00
Teachy	62,832.00
Waylin	19,319
	<u><u>\$ 1,718,535.00</u></u>

¹ Percentage of appraised value has been established by statute.

² Valuation of railroads, telephone companies and other utilities as determined by the North Carolina Property Tax Commission.

³ The levy includes penalties and multi-rate for motor vehicles.

Duplin County, North Carolina
Schedule of Ten Largest Taxpayers
For the Fiscal Year Ended June 30, 2021

Exhibit H-3

Taxpayer	Type of Business	2021 Assessed Valuation	Percentage of Total Assessed Valuation
Butterball LLC	Poultry Processing	\$ 152,220,326	3.37 %
House of Raeford	Livestock	135,857,587	3.01
Smithfield	Livestock	132,237,077	2.93
Duke Energy Progress	Utility	62,807,551	1.39
Guilford Mills	Textiles	51,069,061	1.13
Murphy Family Ventures	Livestock	46,218,860	1.02
Duplin Land Development	Real Estate	46,040,569	1.02
United State Cold Storage	Distribution	45,633,665	1.01
Nash Johnson & Sons	Livestock	38,852,514	0.86
Four County EMC	Utility	28,789,144	0.64
		<u>\$ 739,726,354</u>	<u>16.38 %</u>

OTHER INFORMATION

This section includes statistical data

Table 1	Net Position by Component
Table 2	Changes in Net Position
Table 3	Fund Balances- Governmental Funds
Table 4	Changes in Fund Balances - Governmental Funds
Table 5	Assessed Value and Actual Value of Taxable Property
Table 6	Property Tax Rates - Direct and All Overlapping Governments
Table 7	Principal Taxpayers
Table 8	Property Tax Levies and Collections
Table 9	Ratios of Outstanding Debt by Type
Table 10	Ratio of General Bonded Debt Outstanding and Legal Debt Margin
Table 11	Demographic and Economic Statistics
Table 12	Principal Employers
Table 13	Full-time County Government Employees by Function/Program
Table 14	Operating Indicators by Function/Program
Table 15	Capital Asset Statistics by Function/Program

Duplin County, North Carolina
Net Position by Component
Last Ten Years
(accrual basis of accounting)

Table 1

<i>June 30,</i>	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities:										
Net investment in capital assets	\$ 11,798,823	\$ 9,963,445	\$ 10,917,432	\$ 11,733,322	\$ 11,636,291	\$ 11,720,621	\$ 11,724,958	\$ 11,562,302	\$11,487,660	\$11,572,082
Restricted	9,542,550	8,512,963	9,561,211	10,597,209	69,340,867	26,883,229	14,578,586	19,983,788	-	-
Unrestricted	5,559,432	11,414,280	12,424,277	12,309,865	(48,384,403)	(47,704,323)	(58,094,126)	(61,043,339)	(36,588,794)	(30,678,861)
Total governmental activities	26,900,805	29,890,688	32,902,920	34,640,396	32,592,755	(9,100,473)	(31,790,582)	(29,497,249)	(25,101,134)	(19,106,779)
Business-type Activities:										
Net investment in capital assets	35,552,070	36,267,466	39,830,796	37,172,581	36,437,914	36,834,827	36,959,869	41,296,881	43,355,089	44,620,090
Restricted	1,069,259	1,556,484	223,933	21,213	1,703,933	1,552,055	1,553,958	1,816,258	1,937,760	825,195
Unrestricted	6,911,589	7,590,329	8,935,579	9,475,946	8,759,025	9,386,918	9,343,947	9,297,280	10,448,050	12,385,736
Total business-type activities	43,532,918	45,414,279	48,990,308	46,669,740	46,900,872	47,773,800	47,857,774	52,410,419	55,740,899	57,831,021
Primary Government:										
Net investment in capital assets	47,350,893	46,230,911	50,748,228	48,905,903	48,074,205	48,555,448	48,684,827	52,859,183	54,842,749	56,192,172
Restricted	10,611,809	10,069,447	9,785,144	10,618,422	71,044,800	28,435,284	16,132,544	21,800,046	1,937,760	825,195
Unrestricted	12,471,021	19,004,609	21,359,856	21,785,811	(39,625,378)	(38,317,405)	(48,750,179)	(51,746,059)	(26,140,744)	(18,293,125)
Total primary government	\$ 70,433,723	\$ 75,304,967	\$ 81,893,228	\$ 81,310,136	\$ 79,493,627	\$ 38,673,327	\$ 16,067,192	\$ 22,913,170	\$ 30,639,765	\$ 38,724,242

Source: Annual audited financial statements of the County.

Duplin County, North Carolina
Changes in Net Position
Last Ten Years
(accrual basis of accounting)

Table 2

<i>Year Ended June 30,</i>	2012	2013	2014	2015	2016
Expenses:					
Governmental Activities:					
General Government	\$ 6,613,472	\$ 6,215,976	\$ 5,884,447	\$ 5,901,684	\$ 6,005,791
Public Safety	18,267,162	18,488,567	17,821,492	17,884,866	18,234,164
Economic & Physical	5,088,488	3,107,600	1,363,220	1,157,204	2,212,425
Human Services	17,806,856	17,199,716	16,015,053	16,123,169	15,893,046
Environmental Protection	728,522	792,256	704,203	784,371	820,683
Cultural and Recreational	864,163	1,239,294	1,204,921	1,316,387	1,247,747
Education	11,933,998	13,238,503	13,334,623	12,370,800	17,458,221
Non-departmental	273,150	281,301	287,491	283,606	348,401
Interest on long-term debt	660,077	527,820	431,245	399,966	407,858
Total governmental activities	62,235,888	61,091,033	57,046,695	56,222,053	62,628,336
Business-type Activities:					
Airport	1,214,843	1,138,106	1,796,254	1,178,655	1,171,327
Water and Sewer	4,095,462	4,568,959	3,347,524	3,364,680	3,287,578
Transportation	1,073,935	993,244	1,073,121	982,263	893,886
Solid Waste	3,299,368	3,274,051	2,971,828	2,937,828	3,054,834
Total business-type activities	9,683,608	9,974,360	9,188,727	8,463,426	8,407,625
Total primary government expenses	71,919,496	71,065,393	66,235,422	64,685,479	71,035,961
Program Revenues:					
Governmental Activities:					
Charges for Services:					
General Government	2,669,151	2,431,141	1,636,600	338,946	380,791
Public Safety	3,037,248	9,156,791	2,907,354	3,205,147	2,941,953
Economic & Physical					
Development	241,156	82,813	68,137	2,130,015	2,563,454
Human Services	3,251,599	3,368,702	4,412,664	1,405,313	1,296,812
Environmental Protection	45,705	44,857	2,198	-	-
Cultural and Recreational	253,422	275,133	149,585	141,903	159,423
Education	-	-	-	-	-
Non-departmental	-	25,069	-	-	-
Operating Grants & Contributions	9,940,908	10,831,435	10,586,282	12,636,041	13,236,891
Capital Grants & Contributions	4,308,980	2,217,868	920,045	789,856	218,971
Total governmental activities	\$ 23,748,169	\$ 28,433,809	\$ 20,682,865	\$ 20,647,221	\$ 20,798,295
Business-type Activities:					
Charges for Services:					
Airport	\$ 626,515	\$ 536,690	\$ 498,854	\$ 470,181	\$ 499,186
Water and Sewer	3,900,461	4,449,982	4,274,645	3,291,059	3,298,641
Transportation	497,992	570,637	625,597	551,984	739,667
Solid Waste	2,963,339	2,753,962	2,740,153	2,925,014	3,052,257
Operating Grants & Contributions	-	500,262	586,312	568,871	414,531
Capital Grants & Contributions	1,080,859	2,298,916	3,402,150	909,055	296,978
Total business-type activities	9,069,166	11,110,449	12,127,711	8,716,164	8,301,260
Total primary government	32,817,335	39,544,258	32,810,576	29,363,385	29,099,555

Duplin County, North Carolina
Changes in Net Position
Last Ten Years
(accrual basis of accounting)

Table 2

<i>Year Ended June 30,</i>	2012	2013	2014	2015	2016
(Continued)					
Net (Expense)/Revenue					
Governmental Activities	(38,487,719)	(32,657,224)	(36,363,830)	(35,574,832)	(41,830,041)
Business-type Activities	(614,442)	1,136,089	2,938,984	252,738	(106,365)
Total primary government net (expense)/revenue	(39,102,161)	(31,521,135)	(33,424,846)	(35,322,094)	(41,936,406)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes	27,863,938	28,484,431	30,238,201	30,948,358	30,694,864
Local Option Sales Taxes	7,285,383	7,774,019	7,885,364	8,283,242	8,721,257
Other Taxes and Licenses	341,863	107,583	655,664	94,972	106,156
Investment earnings	50,115	48,818	25,582	80,380	135,757
Miscellaneous	438,680	126,967	192,631	148,911	202,458
Gain on sale of assets	-	-	598,597	-	54,395
Transfers	(200,000)	(127,584)	(219,978)	(115,773)	(132,487)
Total governmental activities	35,779,979	36,414,234	39,376,061	39,440,090	39,782,400
Business-type Activities:					
Other Taxes and Licenses	-	-	-	131,116	136,548
Investment earnings	8,911	603,100	4,197	90,619	30,113
Capital Contributions	-	-	236,037	-	-
Miscellaneous	177,156	86,164	176,833	33,364	38,249
Transfers	200,000	127,584	219,978	115,773	132,487
Total business-type activities	386,067	816,848	637,045	370,872	337,397
Total primary government	36,166,046	37,231,082	40,013,106	39,810,962	40,119,797
Change in Net Position					
Governmental Activities	(2,707,740)	3,757,010	3,012,231	3,865,258	(2,047,641)
Business-type Activities	(228,375)	1,952,937	3,576,029	623,610	231,032
Total primary government	\$ (2,936,115)	\$ 5,709,947	\$ 6,588,260	\$ 4,488,868	\$ (1,816,609)

Source: Annual audited financial statements of the County.

Duplin County, North Carolina
Changes in Net Position
Last Ten Years
(accrual basis of accounting)

Table 2

<i>Year Ended June 30,</i>	2017	2018	2019	2020	2021
Expenses:					
Governmental Activities:					
General Government	\$ 8,542,667	\$ 7,800,214	\$ 7,132,556	7,997,483	7,635,604
Public Safety	19,402,748	21,030,262	25,331,288	17,584,552	21,476,028
Economic & Physical Development	1,976,207	4,835,483	2,770,173	4,684,001	5,301,883
Human Services	16,019,157	14,256,638	14,338,168	14,643,693	17,364,536
Environmental Protection	1,196,025	39,471	409,397	101,174	423,123
Cultural and Recreational	1,252,365	1,296,894	1,517,286	1,515,920	1,294,538
Education	56,099,066	24,465,008	11,232,820	11,504,625	11,910,359
Non-departmental	338,290	-	-	-	-
Interest on long-term debt	2,621,411	2,348,721	2,273,890	2,156,347	2,090,903
Total governmental activities	107,447,936	76,072,691	65,005,578	60,187,795	67,496,974
Business-type Activities:					
Airport	1,219,345	1,654,180	1,274,624	1,637,671	1,863,246
Water and Sewer	3,564,197	4,633,902	3,907,398	2,718,092	3,168,368
Transportation	1,010,573	1,184,606	3,870,898	1,022,485	835,532
Solid Waste	3,450,133	3,719,862	1,121,717	3,726,249	3,847,404
Total business-type activities	9,244,248	11,192,550	10,174,637	9,104,497	9,714,550
Total primary government expenses	116,692,184	87,265,241	75,180,215	69,292,292	77,211,524
Program Revenues:					
Governmental Activities:					
Charges for Services:					
General Government	380,791	380,791	2,438,862	1,882,101	2,780,448
Public Safety	2,941,953	2,941,953	4,197,491	4,116,654	5,560,897
Economic & Physical Development	2,563,454	2,563,454	-	-	-
Human Services	1,296,812	1,296,812	1,449,186	990,376	1,390,224
Environmental Protection	-	-	-	119,616	347,556
Cultural and Recreational	159,423	159,423	-	-	-
Education	-	-	-	1,588,083	-
Non-departmental	-	-	-	-	-
Operating Grants & Contributions	13,236,891	13,236,891	12,410,678	7,935,413	9,615,718
Capital Grants & Contributions	218,971	218,971	503,617	172,474	3,475,560
Total governmental activities	\$ 20,798,295	\$ 20,798,295	\$ 20,999,834	\$ 16,804,717	\$ 23,170,403
Business-type Activities:					
Charges for Services:					
Airport	\$ 499,186	\$ 499,186	\$ 396,775	447,391	426,741
Water and Sewer	3,298,641	3,298,641	3,552,592	3,794,623	3,395,775
Transportation	739,667	739,667	781,882	602,418	666,283
Solid Waste	3,052,257	3,052,257	3,643,378	3,081,537	3,400,466
Operating Grants & Contributions	414,531	414,531	5,196,016	2,497,735	3,015,620
Capital Grants & Contributions	296,978	296,978	426,575	834,586	663,787
Total business-type activities	8,301,260	8,301,260	13,997,218	11,258,290	11,568,672
Total primary government	29,099,555	29,099,555	40,183,163	41,229,285	42,472,449

(continued) (continued)

Duplin County, North Carolina
Changes in Net Position
Last Ten Years
(accrual basis of accounting)

Table 2

<i>Year Ended June 30,</i>	2017	2018	2019	2020	2021
(Continued)					
Net (Expense)/Revenue					
Governmental Activities	(86,649,641)	(55,274,396)	(44,005,744)	(43,383,078)	(44,326,571)
Business-type Activities	(942,988)	(2,891,290)	3,822,581	2,153,793	1,854,122
Total primary government net (expense)/revenue	(87,592,629)	(58,165,686)	(40,183,163)	(41,229,285)	(42,472,449)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes	30,694,864	30,694,864	31,780,326	34,439,548	35,286,298
Local Option Sales Taxes	8,721,257	8,721,257	12,831,212	12,214,749	12,551,190
Other Taxes and Licenses	106,156	106,156	602,465	1,813,276	1,932,150
Investment earnings	135,757	135,757	608,608	476,507	186,460
Miscellaneous	202,458	202,458	28,546	-	-
Gain on sale of assets	54,395	54,395	-	-	-
Transfers	(132,487)	(132,487)	(109,746)	(607,221)	154,032
Total governmental activities	39,782,400	39,782,400	45,741,411	48,336,859	50,110,130
Business-type Activities:					
Other Taxes and Licenses	136,548	136,548	137,939	130,304	145,382
Investment earnings	30,113	30,113	274,026	178,417	7,499
Capital Contributions	-	-	-	-	-
Miscellaneous	38,249	38,249	208,354	260,745	237,151
Transfers	132,488	132,489	109,746	607,221	(154,032)
Total business-type activities	337,398	337,399	730,065	1,176,687	236,000
Total primary government	40,119,798	40,119,799	46,471,476	49,513,546	50,346,130
Change in Net Position					
Governmental Activities	(46,867,241)	(15,491,996)	1,735,667	4,953,781	5,783,559
Business-type Activities	(605,590)	(2,553,891)	4,552,646	3,330,480	2,090,122
Total primary government	\$ (47,472,831)	\$ (18,045,887)	\$ 6,288,313	\$ 8,284,261	\$ 7,873,681

Source: Annual audited financial statements of the County.

Duplin County, North Carolina
Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

Table 3

<i>June 30,</i>	2012	2013	2014	2015	2016
General Fund:					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	301,552	248,895	292,590	270,487	220,892
Restricted	3,934,839	3,668,612	5,496,662	5,315,068	5,529,512
Committed	1,157,686	1,049,178	958,041	928,805	912,686
Assigned	3,088,498	1,970,089	2,404,214	2,560,129	4,102,893
Unassigned	3,720,583	6,267,563	6,254,031	7,617,518	7,226,747
Total fund balances	12,203,158	13,204,337	15,405,538	16,692,007	17,992,730
All Other Governmental Funds:					
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Nonspendable	-	-	-	-	-
Restricted	5,607,256	4,844,351	4,064,549	5,282,141	63,811,355
Committed	1,553,354	1,139,665	1,690,366	1,742,146	1,465,899
Assigned	870,818	263,849	-	-	-
Unassigned	(3,111)	(2,669)	(4,655)	(3,748)	(6,341)
Total fund balances	8,028,317	6,245,196	5,750,260	7,020,539	65,270,913
Total Governmental Funds:					
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Nonspendable	301,552	248,895	292,590	270,487	220,892
Restricted	9,542,095	8,512,963	9,561,211	10,597,209	69,340,867
Committed	2,711,040	2,188,843	2,648,407	2,670,951	2,378,585
Assigned	3,959,316	2,233,938	2,404,214	2,560,129	4,102,893
Unassigned	3,717,472	6,264,894	6,249,376	7,613,770	7,220,406
Total fund balances	\$ 20,231,475	\$ 19,449,533	\$ 21,155,798	\$ 23,712,546	\$ 83,263,643

Source: Annual audited financial statements of the County.

Note: The County implemented GASB Statement No. 54 during the year ended June 30, 2011.

Duplin County, North Carolina
Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

Table 3

<i>June 30,</i>	2017	2018	2019	2020	2021
General Fund:					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	247,689	262,389	201,380	208,097	192,829
Restricted	6,356,806	5,348,633	8,254,708	4,323,893	3,665,507
Committed	899,367	880,254	899,048	2,440,952	1,703,793
Assigned	2,912,341	2,695,266	668,260	3,004,754	3,004,754
Unassigned	7,754,090	7,212,256	9,328,993	10,575,453	16,619,792
Total fund balances	18,170,293	16,398,798	19,352,389	20,553,149	25,186,675
All Other Governmental Funds:					
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Nonspendable	-	-	-	-	-
Restricted	20,526,423	8,839,953	9,930,329	10,961,786	9,999,079
Committed	1,365,867	1,938,030	1,111,296	1,537,422	4,193,914
Assigned	-	-	-	-	-
Unassigned	(5,745)	(6,218)	(4,257)	(315,610)	(253,368)
Total fund balances	21,886,545	10,771,765	11,037,368	12,183,598	13,939,625
Total Governmental Funds:					
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Nonspendable	247,689	262,389	201,380	208,097	192,829
Restricted	26,883,229	14,188,586	18,185,037	15,285,679	13,664,586
Committed	2,265,234	2,818,284	2,010,344	3,978,374	5,897,707
Assigned	2,912,341	2,695,266	2,935,926	3,004,754	3,004,754
Unassigned	7,748,345	7,206,038	7,057,070	10,259,843	16,366,424
Total fund balances	\$ 40,056,838	\$ 27,170,563	30,389,757	32,736,747	39,126,300

Source: Annual audited financial statements of the County.

Note: The County implemented GASB Statement No. 54 during the year ended June 30, 2011.

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

Table 4

<i>Year Ended June 30,</i>	2012	2013	2014	2015	2016
Revenues:					
Ad Valorem Taxes	\$ 28,095,424	\$ 28,346,279	\$ 30,468,449	\$ 30,948,358	\$ 30,682,355
Local Option Sales Taxes	7,285,383	7,774,019	7,885,364	8,283,242	8,721,257
Other Taxes and Licenses	145,704	97,104	93,773	94,971	106,156
Unrestricted Intergovernmental	47,439	73,019	5,803,596	6,237,452	6,417,293
Restricted Intergovernmental	13,117,770	11,852,896	5,890,692	6,099,987	6,819,598
Restricted Revenue	-	195,724	227,379	113,733	117,630
Permits and Fees	557,317	566,950	484,499	485,252	564,286
Sales and Services	7,491,979	7,641,452	7,200,636	7,124,707	7,463,901
Investment Earnings	50,115	47,849	25,329	79,939	129,377
Miscellaneous	1,815,320	1,121,074	382,019	178,916	299,710
Total revenues	58,606,451	57,716,366	58,461,736	59,646,557	61,321,563
Expenditures:					
General Government	5,877,641	5,426,249	5,685,098	5,815,830	5,869,801
Public Safety	16,454,417	15,743,723	17,184,943	17,490,472	17,926,635
Economic & Physical Development	2,258,125	950,949	1,237,107	1,036,274	2,123,020
Human Services	15,785,872	15,182,432	15,533,403	15,910,100	15,680,629
Cultural and Recreational	739,981	1,147,418	1,032,756	1,049,119	1,100,142
Environmental Protection	659,560	663,609	684,793	773,739	807,473
Capital Projects	3,333,076	3,278,940	-	-	-
Non-Departmental	198,766	198,446	222,715	262,439	298,806
Education	11,198,335	12,335,205	13,334,623	12,370,800	17,458,221
Debt Service:					
Principal Retirement	1,922,382	1,956,821	1,382,410	1,448,697	164,794
Interest and Fees	697,461	609,929	524,290	472,703	434,471
Total expenditures	59,125,616	57,493,721	56,822,138	56,630,173	61,863,992
Revenues over (under) expenditures	(519,165)	222,645	1,639,598	3,016,384	(542,429)
Other Financing Sources (Uses):					
Proceeds from the sale of assets	77,396	72,300	44,351	28,239	61,357
Proceeds from the issuance of debt	-	-	-	-	60,514,251
Capital Contributions	-	-	-	-	-
Transfers from other funds	3,187,616	2,931,158	2,879,439	3,028,700	1,457,953
Transfers to other funds	(3,887,616)	(3,658,742)	(3,499,417)	(3,494,472)	(1,890,439)
Lease Purchase	-	-	-	-	-
Total other financing sources (uses)	(622,604)	(655,284)	(575,627)	(437,533)	60,143,122
Extraordinary Items	-	-	598,597	-	-
Net Change in Fund Balances	\$ (1,141,769)	\$ (432,639)	\$ 1,662,568	\$ 2,578,851	\$ 59,600,693
Debt service as a percentage of noncapital expenditures	4.54%	4.56%	3.41%	3.44%	0.99%

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

Table 4

<i>Year Ended June 30,</i>	2017	2018	2019	2020	2021
Revenues:					
Ad Valorem Taxes	\$ 31,514,338	\$ 30,409,202	\$ 32,235,204	\$ 34,042,323	\$ 35,308,864
Local Option Sales Taxes	10,549,539	10,594,732	12,831,212	12,214,749	12,551,190
Other Taxes and Licenses	115,692	117,924	115,064	131,141	178,531
Unrestricted Intergovernmental	6,785,550	793,671	946,171	1,311,351	1,682,113
Restricted Intergovernmental	8,629,342	11,487,855	11,448,188	11,905,100	13,390,305
Restricted Revenue	101,225	-	-	-	-
Permits and Fees	532,205	-	-	-	-
Sales and Services	7,637,284	8,019,944	8,592,637	4,580,086	8,099,267
Investment Earnings	253,493	366,800	608,608	476,506	186,461
Miscellaneous	265,641	220,312	528,785	1,246,188	1,712,195
Total revenues	66,384,309	62,010,440	67,305,869	65,907,444	73,108,926
Expenditures:					
General Government	6,221,247	7,342,951	6,880,442	7,525,967	7,827,492
Public Safety	19,373,251	18,950,148	23,222,901	19,688,493	20,436,663
Economic & Physical Development	1,989,507	3,446,622	2,756,999	3,990,675	3,975,612
Human Services	15,710,404	13,697,011	13,652,943	13,924,735	16,433,919
Cultural and Recreational	1,133,360	1,134,965	1,249,277	1,144,492	1,075,463
Environmental Protection	985,831	-	-	-	1,020,389
Capital Projects	792,539	1,064,540.00	376,741	543,226	106,390
Non-Departmental	317,920	-	-	-	-
Education	58,267,779	24,512,586	11,232,820	11,504,625	11,910,359
Debt Service:					
Principal Retirement	1,947,060	1,884,157	2,029,736	2,086,392	2,174,359
Interest and Fees	2,627,984	2,779,429	2,636,080	2,537,911	2,456,375
Total expenditures	109,366,882	74,812,409	64,037,939	62,946,516	67,417,021
Revenues over (under) expenditures	(42,982,573)	(12,801,969)	3,267,930	2,960,928	5,691,905
Other Financing Sources (Uses):					
Proceeds from the sale of assets	69,728	-	-	-	-
Proceeds from the issuance of debt	-	-	-	-	-
Capital Contributions	-	-	-	-	-
Transfers from other funds	4,611,256	4,001,554	2,344,260	2,249,095	4,915,280
Transfers to other funds	(4,932,013)	(4,100,560)	(2,454,006)	(2,856,316)	(4,761,249)
Lease Purchase	-	-	-	-	317,553
Total other financing sources (uses)	(251,029)	(99,006)	(109,746)	(607,221)	471,584
Extraordinary Items	-	-	-	-	-
Net Change in Fund Balances	\$ (43,233,602)	\$ (12,900,975)	\$ 3,158,184	\$ 2,353,707	\$ 6,163,489
Debt service as a percentage of noncapital expenditures	4.24%	6.30%	7.33%	7.41%	6.88%

Duplin County, North Carolina
Assessed Value and Actual Value of Taxable Property
Last Ten Years

Table 5

<i>Year Ended June 30,</i>	Real Property	Personal Property	Public Service Companies	Total	Total Direct Tax Rate
2012	3,300,755,828	379,385,704	117,945,792	3,798,087,324	0.710
2013	3,342,205,527	429,472,306	149,137,943	3,920,815,776	0.710
2014	3,517,298,204	451,627,352	120,450,555	4,089,376,111	0.720
2015	3,441,107,406	492,857,496	118,407,427	4,052,372,329	0.730
2016	3,589,571,682	484,707,825	132,445,072	4,206,724,579	0.730
2017	3,536,160,799	524,295,469	141,488,253	4,201,944,521	0.730
2018	3,613,983,916	540,429,304	144,070,311	4,298,483,531	0.695
2019	3,325,332,975	1,040,628,255	150,945,964	4,516,907,194	0.715
2020	3,306,868,027	1,110,772,790	150,945,986	4,568,586,803	0.735
2021	3,339,492,347	1,167,399,218	153,142,449	4,660,034,014	0.735

Source: Duplin County Tax Office

Notes: Property in Duplin County is reassessed every eight years. The most recent revaluation was performed as of January 1, 2017 and went into effect during the year ended June 30, 2018. The County assesses property at approximately 100 percent of actual value.

Duplin County, North Carolina
Property Tax Rates
Direct and Overlapping Governments
Last Ten Years

Table 6

<i>Year Ending June 30,</i>	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Duplin County	0.7100	0.7100	0.7200	0.7300	0.7300	0.730	0.695	0.715	73.5	73.5
Municipality Rates:										
Beulaville	0.4400	0.4400	0.4400	0.4400	0.4400	0.4400	0.4400	0.4400	0.4400	0.4400
Calypso	0.4700	0.4700	0.4700	0.4700	0.4700	0.4700	0.4700	0.4700	0.4700	0.4700
Faison	0.5300	0.5300	0.5300	0.5300	0.5300	0.5300	0.5300	0.5300	0.5600	0.5600
Greenevers	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
Kenansville	0.3900	0.4200	0.4500	0.4500	0.4500	0.4700	0.4700	0.4700	0.4700	0.4700
Magnolia	0.6500	0.6600	0.6600	0.6600	0.6600	0.6600	0.6600	0.6600	0.6600	0.6600
Rose Hill	0.6400	0.6400	0.6900	0.6900	0.6900	0.7500	0.7500	0.7500	0.7500	0.7500
Teachey	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500
Wallace	0.5600	0.5600	0.5600	0.5600	0.5900	0.5900	0.5900	0.6200	0.6200	0.6200
Warsaw	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500
Fire Protection Districts:										
Oak Wolfe	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Glisson	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650
Sarecta	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550
East Duplin	0.0458	0.0458	0.0458	0.0458	0.0458	0.0458	0.0458	0.0458	0.0458	0.0458
Albertson	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750
Stacy Britt	0.0630	0.0630	0.0630	0.0630	0.0630	0.0630	0.0630	0.0630	0.0700	0.0700
Franklin	0.0800	0.0750	0.0750	0.0750	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800
Northeast	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0600	0.0600	0.0900	0.0900

Source: Duplin Finance Office

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

Duplin County, North Carolina
Principal Taxpayers
Current Year and Nine Years Ago

Table 7

Taxpayer	Type of Business	Year Ended June 30, 2021			Year Ended June 30, 2012		
		Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Butterball LLC	Poultry Processing	\$ 152,220,326	1	3.37%	107,048,068	1	2.82%
House of Raeford	Livestock	135,857,587	3	3.01%	48,693,259	4	1.28%
Murphy-Brown llc	Feed				100,184,922	2	2.64%
Smithfield	Livestock	132,237,077	2	2.93%			0.00%
Duke Energy Progress	Utility	62,807,551	4	1.39%	37,782,936	7	0.99%
Guilford Mills	Textiles	51,069,061	5	1.13%	45,753,970	5	1.20%
Murphy Family Ventures	Livestock	46,218,860	6	1.02%	35,496,090	8	0.93%
Duplin Land Development	Real Estate	46,040,569	7	1.02%	80,940,780	3	2.13%
United State Cold Storage	Distribution	45,633,665	8	1.01%			0.00%
Nash Johnson & Sons	Livestock	38,852,514	9	0.86%	43,546,684	6	1.15%
Four County EMC	Utility	28,789,144	10	0.0064	25,571,300	10	0.67%
Coastal Carolina Green Power	Utility	-		0.00%	27,791,335	9	0.73%
		\$ 739,726,354		16.38%	\$ 552,809,344		14.54%

Source: Duplin County Tax Office

**Duplin County, North Carolina
Property Tax Levies and Collections
Last Ten Years**

Table 8

<i>Year Ended June 30,</i>	Tax Levy	Collected within the Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	27,109,094	25,724,577	94.89%	1,357,156	27,081,733	99.90%
2013	28,023,946	26,579,982	94.85%	1,417,079	27,997,061	99.90%
2014	29,583,582	28,461,798	96.21%	1,082,402	29,544,200	99.87%
2015	29,749,210	28,972,293	97.39%	730,720	29,703,013	99.84%
2016	26,948,314	26,102,572	96.86%	776,898	26,879,469	99.74%
2017	27,647,111	26,755,749	96.78%	762,783	27,518,532	99.53%
2018	26,922,617	26,031,164	96.69%	631,359	26,662,523	99.03%
2019	28,076,164	27,257,917	97.09%	410,175	27,668,092	98.55%
2020	29,889,507	28,901,695	96.70%	-	28,901,695	96.70%
2021	30,251,041	29,213,133	96.57%	-	29,213,133	96.57%

Source: Duplin County Tax Office

Duplin County, North Carolina
Ratios of Outstanding Debt by Type
Last Ten Years

Table 9

<i>June 30,</i>	Governmental Activities				Business-type Activities				Total Primary Government
	Certificates of Participation	General Obligation Bonds	Limited Obligation Bonds	Notes Payable	General Obligation Water Bonds	Notes Payable	Capital Leases	Limited Obligation Bonds	
2012	4,083,487	450,000	-	10,470,245	16,593,300	1,181,224	-	-	32,778,256
2013	2,655,657	-	-	10,323,424	15,915,000	1,711,577	-	15,915,000	46,520,658
2014	1,357,827	-	-	10,171,014	-	1,359,427	-	15,843,587	28,731,855
2015	-	-	-	10,012,316	-	3,883,629	-	15,314,495	29,210,440
2016	-	-	60,514,251	9,847,522	-	3,626,882	-	14,775,403	88,764,058
2017	-	-	58,345,538	9,675,462	-	3,410,297	-	14,221,311	85,652,608
2018	-	-	49,160,000	9,496,305	-	4,309,676	-	13,275,000	76,240,981
2019	-	-	47,385,000	9,309,757	-	3,470,513	-	12,690,000	72,855,270
2020	-	-	45,540,000	9,115,515	-	3,108,910	-	12,105,000	69,869,425
2021	-	-	43,605,000	9,230,813	-	3,487,330	-	11,505,000	67,828,143

<i>June 30,</i>	Total Debt as a Percentage of Personal Income	Per Capita
2012	1.77%	546
2013	2.51%	774
2014	1.49%	489
2015	1.53%	494
2016	8.38%	1,505
2017	7.52%	1,424
2018	3.86%	1,285
2019	3.68%	1,240
2020	3.38%	1,189
2021	3.28%	1,150

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements. Percentage of personal income and per capita numbers are based on the figures in Table 11.

N/A - Not available

Duplin County, North Carolina
Ratio of General Bonded Debt Outstanding
and Legal Debt Margin Information
Last Ten Years

Table 10

<i>June 30,</i>	2012	2013	2014	2015	2016
General Bonded Debt Outstanding:					
General Obligation Bonds	\$ 17,043,300	\$ 15,915,000	\$ -	\$ -	\$ -
Percentage of Estimated Actual Property Value	0.46%	0.42%	0.00%	0.00%	0.00%
Per Capita	\$ 290.46	\$ 267.05	\$ -	\$ -	\$ -
Assessed Value of Taxable Property	\$ 3,744,879,855	\$ 3,798,087,324	\$ 3,920,815,776	\$ 4,089,376,111	\$ 4,052,372,329
	X 8%	X 8%	X 8%	X 8%	X 8%
Debt Limit - 8 Percent of Assessed Value (Statutory Limitation G.S. 159-55)	299,590,388	303,846,986	313,665,262	327,150,089	324,189,786
Gross Debt:					
General Obligation Bonds	17,043,300	15,915,000	-	-	-
Limited Obligation Bonds	-	15,915,000	15,843,587	15,314,495	75,289,654
Certificates of Participation	4,083,487	2,655,657	1,357,827	-	-
Notes Payable	11,651,469	12,035,001	11,530,441	13,895,945	13,474,404
Capital Leases	-	-	-	-	-
Total gross debt	32,778,256	46,520,658	28,731,855	29,210,440	88,764,058
Less: Debt Incurred for Water Activities	17,774,524	33,541,577	17,203,014	19,198,124	18,402,285
Total Debt Applicable to Debt Limit (Net Debt)	15,003,732	12,979,081	11,528,841	10,012,316	70,361,773
Legal Debt Margin	\$ 284,586,656	\$ 290,867,905	\$ 302,136,421	\$ 317,137,773	\$ 253,828,013
Total Debt Applicable to the Limit as a Percentage of the Debt Limit	5.01%	4.27%	3.68%	3.06%	21.70%

Duplin County, North Carolina
Ratio of General Bonded Debt Outstanding
and Legal Debt Margin Information
Last Ten Years

Table 10

<i>June 30,</i>	2017	2018	2019	2020	2021
General Bonded Debt Outstanding:					
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -
Percentage of Estimated Actual Property Value	0.00%	0.00%	0.00%	0.00%	0%
Per Capita	\$ -	\$ -	\$ -	\$ -	
Assessed Value of Taxable Property	\$ 4,206,724,579	\$ 4,516,907,194	\$ 4,516,907,194	\$ 4,516,907,194	\$ 4,602,273,339
	X 8%	X 8%	X 8%	X 8%	8%
Debt Limit - 8 Percent of Assessed Value (Statutory Limitation G.S. 159-55)	336,537,966	361,352,576	361,352,576	361,352,576	368,181,867
Gross Debt:					
General Obligation Bonds	-	-	-	-	-
Limited Obligation Bonds	72,566,849	62,435,000	60,075,000	57,645,000	55,105,000
Certificates of Participation	-	-	-	-	-
Notes Payable	13,085,759	13,805,981	12,780,270	12,224,425	12,718,143
Capital Leases	-	-	-	-	-
Total gross debt	85,652,608	76,240,981	72,855,270	69,869,425	67,823,143
Less: Debt Incurred for Water Activities	17,631,608	17,584,676	16,160,513	15,213,910	14,525,671
Total Debt Applicable to Debt Limit (Net Debt)	68,021,000	58,656,305	56,694,757	54,655,515	53,297,472
Legal Debt Margin	\$ 268,516,966	\$ 302,696,271	\$ 304,657,819	\$ 306,697,061	\$ 314,884,395
Total Debt Applicable to the Limit as a Percentage of the Debt Limit	20.21%	16.23%	15.69%	15.13%	14.48%

Duplin County, North Carolina
Demographic and Economic Statistics
Last Ten Years

Table 11

<i>Year Ended June 30,</i>	(1) Population	(1) Personal Income	(1) Per Capita Personal Income	(3) School Enrollment	(3) High School Graduates	(2) Unemployment Rate
2012	60,033	1,849,253,000	30,804	9,158	533	9.9%
2013	60,084	1,851,108,000	31,112	9,315	456	9.4%
2014	58,710	1,932,762,000	32,419	9,597	461	9.4%
2015	59,159	1,911,853,000	32,317	9,703	513	6.1%
2016	58,969	1,059,083,240	17,960	9,952	602	5.1%
2017	60,130	1,139,162,850	18,945	9,860	574	4.6%
2018	59,350	1,974,270,000	33,440	9,660	618	4.5%
2019	58,741	1,978,665,000	19,455	9,877	611	4.0%
2020	58,741	2,068,142,000	35,208	9,634	638	4.1%
2021	58,967	2,068,142,000	35,208	9,423	707	4.6%

Sources:

(1) U.S. Department of Commerce, Bureau of Economic Analysis

(2) North Carolina Employment Security Commission

(3) Duplin County Board of Education

N/A - Not available

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

Table 12

Employer	2021			Employer	2012		
	(1) Approximate Employees	Rank	Percentage of Total Employment		(1) Approximate Employees	Rank	Percentage of Total Employment
Butterball LLC	1000+	1	5.00%	Butterball, Inc.	1000+	1	5.0%
House of Raeford Inc.	1000+	2	5.00%	Smithfield Foods, Inc.	1000+	2	5.0%
Smithfield Foods, Inc.	1000+	3	5.00%	House of Raeford Inc.	1000+	3	5.0%
Duplin County Schools	500-999	4	3.00%	Duplin County Schools	500-999	4	3.0%
Murphy Family Ventures LLC	500-999	5	3.00%	Bay Valley Foods LLC	500-999	5	3.0%
Duplin County Government	500-999	6	3.00%	Guilford Mills, Inc.	500-999	6	3.0%
Vidant Medical Center	250-499	7	2.00%	Murphy Family Ventures LLC	500-999	7	3.0%
Lear Corp	250-499	8	2.00%	Duplin County Government	500-999	8	2.0%
Thomas and Company Corporation	250-499	9	2.00%	Duplin General Hospital	250-499	9	2.0%
Johnson Breeders, Inc.	250-499	10	2.00%	Johnson Breeders Inc.	250-499	10	2.0%
	-		32.00%		-		33.00%
Total employment (2)	23,994				23,879		

Sources:

(1) Duplin County Economic Development

(2) North Carolina Employment Security Commission

Duplin County, North Carolina
Full-time County Government Employees by Function/Program
Last Ten Years

Table 13

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government:										
Governing Board	6	6	6	5	5	5	5	5	5	5
Attorney	2	3	3	3	3	3	3	3	3	0
Finance	7	7	7	7	8	8	8	8	8	8
Tax Administration	15	15	16	16	16	16	16	16	16	17
Elections	4	4	3	3	3	3	3	3	3	3
Register of Deeds	6	6	6	5	5	5	5	5	5	5
County Manager	3	3	3	3	2	2	2	2	2	2
Personnel	2	3	3	3	3	3	3	3	3	3
Information Technology	7	7	6	8	9	9	9	9	9	9
Garage	3	3	3	3	4	4	4	4	4	5
Building Maintenance	9	9	9	9	9	9	9	9	9	7
Housekeeping	8	7	8	8	8	8	8	8	8	8
Public Safety:										
Sheriff	49	49	51	51	51	51	51	51	51	55
Court Facilities	2	2	2	2	2	2	2	2	2	2
Communications	23	22	23	24	28	28	28	28	28	25
Faison Substation	3	2	2	2	2	2	2	2	2	2
School Resource Officers	9	9	16	16	16	16	16	16	16	14
Department of Justice Alien Grant	0	0	0	0	0	0	0	0	0	0
Calypso Substation	0	0	0	0	0	0	0	0	0	0
Federally Seized Assets	0	0	0	0	0	0	0	0	0	0
Jail	28	32	32	35	35	35	35	35	35	36
Jail Annex	0	0	0	0	9	9	9	9	9	0
JSCC-School Resource Officer	0	0	0	0	0	0	0	0	0	0
Emergency Management	2	2	2	2	2	2	2	2	2	2
Fire Marshall	2	1	1	1	1	1	1	1	1	2
Building Inspections	4	4	4	4	4	4	4	4	4	3
Emergency Medical Services	74	74	74	74	73	73	73	73	73	71
E-911	0	0	0	0	0	0	0	0	0	0
E-911 Grant	0	0	0	0	0	0	0	0	0	0
Animal Services	3	3	3	4	4	4	4	4	4	5
Economic and Physical Development:										
Planning	1	1	1	1	1	1	1	1	1	1
Economic Development	2	2	2	2	2	2	2	2	2	2
NC Arts Grant-Se Agri Tour	1	1	1	1	0	0	0	0	0	0
Tourism Development	2	2	2	2	2	2	2	2	2	0
JCPC-Duplin Parenting	1	1	1	0	0	0	0	0	0	0
JCPC-4-H Outreach	1	1	1	1	1	1	1	1	1	1
Environmental Protection:										
Soil Conservation	6	6	6	6	6	6	6	6	6	7
Human Services:										
Health	32	32	34	35	37	37	37	37	37	41
Environmental Health	6	6	6	6	6	6	6	6	6	6
Healthy Beginnings	1	1	1	0	0	0	0	0	0	0
Dental Program	4	4	5	2	2	2	2	2	2	0
Bioterrorism	0	0	0	0	0	0	0	0	0	0
County Wellness	1	2	0	2	1	1	1	1	1	2
Health and Wellness Grant	2	0	2	0	0	0	0	0	0	0

Duplin County, North Carolina
Full-time County Government Employees by Function/Program
Last Ten Years

Table 13

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Community Health	1	0	0	0	0	0	0	0	0	0
Pregnancy Care Management	0	1	1	1	0	0	0	0	0	2
Maternal Care Coordination	1	0	0	0	0	0	0	0	0	0
Maternal Health	1	1	1	1	1	1	1	1	1	1
Family Planning	0	0	0	0	0	0	0	0	0	0
WIC	10	10	10	10	8	8	8	8	8	4
Child Health	2	2	2	2	2	2	2	2	2	2
CCHC	0	0	0	0	1	1	1	1	1	1
Social Services Administration	110	110	110	110	118	118	118	118	118	123
Title IV-D Child Support	2	2	0	0	0	0	0	0	0	0
Social Services Building	1	1	1	1	1	1	1	1	1	0
County Aging	8	8	8	8	8	8	8	8	8	6
Aging In Home Aid Services	3	6	6	6	8	8	8	8	8	7
Family Caregiver	1	1	1	1	0	0	0	0	0	0
Veteran's Service Officer	1	2	3	3	3	3	3	3	3	3
Nutrition Homebound Meals	1	1	1	1	1	1	1	1	1	1
Nutrition	5	5	5	5	5	5	5	5	5	8
Cultural and Recreational:										
Library	11	11	13	13	12	12	12	12	12	9
Parkes and Recreation	3	2	3	3	3	3	3	3	3	3
Events Center	3	3	3	2	2	2	2	2	2	3
Museum	1	0	1	1	1	1	1	1	1	1
Water:										
County Water	13	13	13	13	13	13	13	13	13	15
Transportation	20	15	19	16	17	17	17	17	17	21
Airport	3	3	3	3	3	3	3	3	3	3
Solid Waste:										
Solid Waste Collections	27	27	29	29	29	29	29	29	29	29
Solid Waste Disposal	4	4	5	5	5	5	5	5	5	5
Solid Waste Recycling	2	2	3	3	3	3	3	3	3	3
Totals	562	559	585	582	604	604	604	604	604	599

Duplin County, North Carolina
Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 14

Function Program	2012	2013	2014	2015	2016
Airport:					
Gallons-Aviation Gas Sold (yearly)	39,071.59	26,674.61	21,962.31	19,206.19	27,727.40
Gallons-Jet Fuel Sold (yearly)	67,319.76	63,208.59	63,134.42	83,071.13	106,860.68
EMS:					
Transports	5702	6097	9056	6875	7938
Environmental Health:					
Well Permits Issued	N/A	44	83	37	89
Food & Lodging Inspections	N/A	146	731	472	771
On Site Evaluations	N/A	117	316	210	293
Other Permits/Inspections	N/A	407	423	740	956
Inspections:					
Building Inspections	7589	7019	6511	6624	6279
Mobile/Modular Homes	303	269	232	248	227
New Dwellings (Residential)	42	64	43	42	44
Multi-Family Dwellings	15	27	24	13	30
Commercial	2565	2526	N/A	N/A	N/A
Other Inspections					
Health Department:					
Primary Care Physicals	N/A	95	474	6702	5653
Primary Care Treatments	N/A	1279	5212	8299	7207
Family Planning Physicals	N/A	255	686	1703	1258
Maternal Health Patients	N/A	679	313	1189	1449
Maternal Health Patients (non-english speaking)	N/A	479	219	N/A	N/A
Maternal Health Visits	N/A	700	1733	2166	2637
Child Health Physicals	N/A	408	1035	1050	1108
Medications Dispensed	N/A	1262	2999	421	1688
Immunizations Provided	N/A	1965	3117	3211	3149
Dental Services Provided	N/A	599	1258	572	190
WIC number seen	N/A	3913	20346	7987	12249
TB Cases/Suspects	N/A	6	7	312	19
TB Skin Test	N/A	267	342	83	-
STD/CD	N/A	107	661	842	704
HIV/AIDS	N/A	10	N/A	-	-

Duplin County, North Carolina
Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 14

Function Program	2012	2013	2014	2015	2016
		(continued)	(continued)	(continued)	(continued)
(Continued)					
Register of Deeds:					
Marriage License Issued	298	336	322	324	309
Death Certificates Issued	2560	2306	2349	2200	2039
Birth Certificates Issued	2304	2183	2220	2097	2073
Sheriff:					
Number of Vehicles	73	73	83	95	90
Number of Officers/Jailers	75	83	92	96	109
Civil papers processed	6332	6137	6220	5795	6545
Social Services:					
Child Support Collections	\$6,005,674	\$5,913,960	\$5,310,732	\$5,952,202	\$6,152,924
Solid Waste: tonnage					
MSW	22,828.02	21,256.50	20,774.99	24,114.38	26,584.78
C & D	2,087.54	1,787.94	1,927.24	1,950.82	1,899.29
Tires	595.00	579.23	613.27	746.50	588.15
Oil	10,489.00	8,531.00	16,913.00	6,046.00	2,664.00
Mixed Recycle	107.68	112.47	115.50	100.43	108.25
Glass	161.14	140.98	150.40	121.73	136.69
Cardboard	474.23	254.26	227.94	339.86	328.22
Plastics	73.04	60.95	55.52	51.57	54.13
Mixed Paper	184.85	174.97	173.11	157.12	153.01
Cans	29.06	26.14	25.50	22.56	25.29
Water:					
Residential Customers	6,460	6,541	6,667	6,850	6,840
Commerical Customers	115	115	115	113	131
Production	541,992,000	551,092,000	555,715,000	585,100,000	586,155,000
Residential Consumption	334,186,000	333,657,000	342,482,000	344,629,000	306,281,000
Commerical Consumption	160,345,000	162,608,000	162,068,000	171,031,000	151,902,000

Duplin County, North Carolina
Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 14

Function Program	2017	2018	2019	2020	2021
Airport:					
Gallons-Aviation Gas Sold (yearly)	28,496.10	24,254.46	17,017.96	27,052.85	24,742.64
Gallons-Jet Fuel Sold (yearly)	112,959.21	95,629.11	93,426.42	77,850.87	109,884.13
EMS:					
Transports	6279	5973	5437	5855	6695
Environmental Health:					
Well Permits Issued	116	69	75	67	115
Food & Lodging Inspections	801	721	732	446	517
On Site Evaluations	358	309	414	371	450
Other Permits/Inspections	1086	990	1080	720	1182
Inspections:					
Building Inspections	9256	7848	14400	13389	7018
Mobile/Modular Homes	259	248	332	291	316
New Dwellings (Residential)	50	46	51	49	85
Multi-Family Dwellings	41	51	44	30	39
Commercial	N/A	N/A	N/A	N/A	N/A
Other Inspections					
Health Department:					
Primary Care Physicals	6347	5420	5371	4238	4061
Primary Care Treatments	1167	1189	1100	956	687
Family Planning Physicals	1491	1312	1392	918	918
Maternal Health Patients	N/A	-	-	-	-
Maternal Health Patients (non-english speaking)	1697	1486	1599	1093	1261
Maternal Health Visits	942	1166	1083	979	1040
Child Health Physicals	N/A	-	-	-	-
Medications Dispensed	7028	6334	6144	4421	6100
Immunizations Provided	114	-	-	-	-
Dental Services Provided	20689	21072	20179	-	-
WIC number seen	10	11	7	-	-
TB Cases/Suspects	N/A	-	-	-	-
TB Skin Test	523	655	823	1160	4048
STD/CD	N/A	-	-	-	-
HIV/AIDS					

Duplin County, North Carolina
Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 14

Function Program	2017	2018	2019	2020	2021
	(continued)	(continued)	(continued)	(continued)	(continued)
(Continued)					
Register of Deeds:					
Marriage License Issued	325	305	275	436	431
Death Certificates Issued	1840	2202	1689	2037	3107
Birth Certificates Issued	2237	2222	2513	2019	2092
Sheriff:					
Number of Vehicles	95	95	95	97	97
Number of Officers/Jailers	100	100	100	100	100
Civil papers processed	6096	5874	5558	3532	2640
Social Services:					
Child Support Collections	\$6,249,887	\$6,326,791	\$6,125,683	\$6,061,573	\$6,082,808
Solid Waste: tonnage					
MSW	27,570.21	26,215.83	27,212.29	21,292.48	24,938.62
C & D	3,313.00	4,837.41	5,276.93	5,587.45	7,035.43
Tires	601.22	664.75	733.17	672.68	733.58
Oil	-	-	-	-	-
Mixed Recycle	103.53	58.8	0.93	-	-
Glass	131.16	152.63	116.34	161.22	178.99
Cardboard	140.47	121.24	144.23	141.62	157.67
Plastics	50.77	50.47	51.66	53.32	55.97
Mixed Paper	180.83	183.48	167.1	177.38	166.47
Cans	24.51	25.41	18.68	26.11	25.77
Water:					
Residential Customers	6,961	7,045	7,092	7,299	7,383
Commerical Customers	135	144	140	145	147
Production	597,514,000	653,840,000	709,149,000	648,777,000	640,246,000
Residential Consumption	319,357,000	367,573,000	360,562,000	368,769,000	381,302,000
Commerical Consumption	154,498,000	168,996,000	194,447,000	193,415,000	201,239,000

Duplin County, North Carolina
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Table 15

Function/Program	2012	2013	2014	2015	2016
General Government:					
Number of Buildings	9	9	9	9	9
Value of Buildings/contents	\$ 4,440,551	\$ 4,444,953	\$ 6,278,468	\$ 8,905,194	\$ 8,905,194
Public Safety:					
Number of patrol vehicles	69	69	74	77	90
Volunteer Fire Depts	24	24	24	24	24
Number of EMS stations	8	8	8	8	8
Number of ambulances	13	13	14	14	14
Number of jail beds	98	98	98	98	98
Cultural & Recreational:					
Number of Parks	1	1	1	1	1
Number of libraries	6	6	6	6	6
Enterprise Funds:					
Solid Waste convenience sites	15	15	15	15	15
Number of Water Tanks	12	12	12	12	12
Number of Water pumping sites	15	15	15	15	15
Number of Transportation vehicles	14	14	14	14	14

Duplin County, North Carolina
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Table 15

Function/Program	2017	2018	2019	2020	2021
General Government:					
Number of Buildings	9	9	9	9	9
Value of Buildings/contents	\$ 8,905,194	\$ 8,905,194	\$ 8,905,194	\$ 8,905,194	\$ 9,758,070
Public Safety:					
Number of patrol vehicles	90	89	89	89	97
Volunteer Fire Depts	24	24	24	24	24
Number of EMS stations	8	8	8	8	8
Number of ambulances	14	14	14	14	14
Number of jail beds	118	118	118	118	98
Cultural & Recreational:					
Number of Parks	1	1	1	1	1
Number of libraries	6	6	6	6	6
Enterprise Funds:					
Solid Waste convenience sites	15	15	15	15	15
Number of Water Tanks	12	12	12	12	12
Number of Water pumping sites	15	15	15	15	15
Number of Transportation vehicles	14	14	14	14	14

COMPLIANCE SECTION



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

**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 Auditors' Report

To the Board of County Commissioners
Duplin County, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Duplin County, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprises the Duplin County's basic financial statements, and have issued our report thereon dated January 12, 2022. The financial statements of the Duplin TDA 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 Duplin County's internal control over financial reporting (internal control) to determine the 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 Duplin 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 combination of deficiencies, in internal control

that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting 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 Duplin 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 result 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.

Thompson, Price, Scott, Adams & Co., PA
Wilmington, North Carolina
January 12, 2022



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

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

Independent Auditors' Report

To the Board of County Commissioners
Duplin County, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Duplin County, 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 Duplin County's major federal programs for the year ended June 30, 2021. Duplin 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.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Duplin 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 OMB 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 Duplin 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 Duplin County's compliance.

Opinion on Each Major Federal Program

In our opinion, Duplin County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2021 – 001. Our opinion on each major federal program is not modified with respect to these matters.

Duplin County's response to the noncompliance findings identified in our audit is described in the schedule of findings and questioned costs. Duplin County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Duplin 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 Duplin 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as items 2021 – 001 and 2021 – 002 that we consider to be significant deficiencies.

Duplin County's response to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Thompson, Price, Scott, Adams & Co., PA

Wilmington, North Carolina

January 12, 2022



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

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 Auditors' Report

To the Board of County Commissioners
Duplin County, North Carolina

Report on Compliance for Each Major State Program

We have audited Duplin 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 Duplin County's major state programs for the year ended June 30, 2021. Duplin 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.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Duplin 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 Duplin 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 Duplin County's compliance.

Opinion on Each Major State Program

In our opinion, Duplin County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of Duplin 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 Duplin 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.

Thompson, Price, Scott, Adams & Co., PA

Wilmington, North Carolina

January 12, 2022

DUPLIN COUNTY
KENANSVILLE, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Section I. Summary of Auditor's Results

Financial Statements

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

Internal control over financial reporting:

Material weaknesses identified? Yes No

Significant Deficiency(s) identified? Yes None Reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

Material weaknesses identified? Yes No

Significant Deficiency(s) identified? Yes None Reported

Type of auditors' 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 No

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Names of Federal Program or Cluster</u>
21.019	Coronavirus Relief Fund
93.558	TANF Cluster
93.778	Medical Assistance Program

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

Auditee qualified as low-risk auditee? Yes No

State Awards

Internal control over major State programs:

- Material Weakness(es) identified? Yes No
- Significant deficiency(s) identified that are not considered to be a material weakness. Yes None 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 No

Identification of major State programs:

<u>Program Name</u>
Airport Improvement Program

State match of Medical Assistance also audited per LGC requirement. Program findings must be submitted to the NC Department of Health and Human Services.

**DUPLIN COUNTY
KENANSVILLE, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section II. Financial Statement Findings

None reported.

DUPLIN COUNTY
KENANSVILLE, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Section III. Federal Award Findings and Questioned Costs

Significant Deficiency/Noncompliance

US Department of Health and Human Services
Passed through the NC Dept. of Health and Human Services
Program Name: Medical Assistance Program (Medicaid; Title XIX)
CFDA # 93.778

Finding: 2021 - 001

Eligibility

Criteria: In accordance with 42 CFR 435, documentation must be obtained as needed to determine if a recipient meets specific standards, and documentation must be maintained to support eligibility determinations. In accordance with 2 CFR 200, management should have an adequate system of internal controls procedures in place to ensure an applicant is properly determined or redetermined for benefits.

Condition: There were six errors discovered during our procedures that inaccurate information was entered when determining eligibility. Six applicant/beneficiaries that received assistance for which the recipient was not eligible

Questioned Costs: The amount of claims paid on behalf of the above ineligible participants for fiscal year ending 6/30/2021 resulted in a questioned costs of \$1,192.

Context: We examined 120 Medicaid applicants to re-determine eligibility. These findings were disclosed in a separately issued spreadsheet to the North Carolina Department of Health and Human Services and are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.

Effect: For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to NC FAST which affect countable resource or program specific requirements and a participant could have been approved for benefits that they were not eligible.

Identification of a repeat finding: This is a repeat finding from the immediate previous audit, 2020-001.

Cause: Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.

Recommendation: Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources of income and those amounts agree to information in NC FAST.

Views of responsible officials and planned corrective actions: The County agrees with the finding. Supervisors will perform second party reviews to ensure proper documentation is contained in files to support eligibility determinations. Workers will be retrained on what information should be maintained in case files, the importance of complete and accurate record keeping, and reserve calculations. The County finance office will also participate in the review process.

**DUPLIN COUNTY
KENANSVILLE, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Significant Deficiency

US Department of Health and Human Services
Passed through the NC Dept. of Health and Human Services
Program Name: Medical Assistance Program (Medicaid; Title XIX)
CFDA # 93.778

Finding: 2021 - 002

Eligibility

Criteria: Medicaid for Aged, Blind and Disabled case records should contain documentation that verifications were done in preparation of the application/recertification and these items will agree to reports in the NC FAST system. In this process, documentation should be present and agree back to the records in the NC FAST system. Any items discovered in the process should be considered in regards to a specific eligibility requirement and explained within the documentation.

Condition: There were forty nine (49) technical errors discovered during our procedures that verifications in the county documentation and the representative data contained in NC FAST were not the same amounts or files containing policy requirements were not properly documented to be considered in compliance with program control requirements. The errors were as follows: Two (2) did not have child support referrals completed, Twenty five (25) contained incomplete or untimely verification of facts, Thirteen (13) did not have accurate budget calculations in NC FAST, Two (2) failed to correctly force eligibility per policy requirements, Four (4) did not have accurate resource calculations, Three (3) contained inaccurate family size calculations.

Questioned Costs: There was no affect to eligibility and there were no questioned costs.

Context: We examined 120 Medicaid applicants to re-determine eligibility. These findings were disclosed in a separately issued spreadsheet to the North Carolina Department of Health and Human Services and are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.

Effect: For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to NC FAST which affect countable resource or program specific requirements and a participant could have been approved for benefits that they were not eligible.

Identification of a repeat finding: This is a repeat finding from the immediate previous audit, 2020-002.

Cause: Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.

Recommendation: Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources of income and those amounts agree to information in NC FAST.

Views of responsible officials and planned corrective actions: The County agrees with the finding. Supervisors will perform second party reviews to ensure proper documentation is contained in files to support eligibility determinations. Workers will be retrained on what information should be maintained in case files, the importance of complete and accurate record keeping, and reserve calculations. The County finance office will also participating in the review process.

**DUPLIN COUNTY
KENANSVILLE, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section IV. State Award Findings and Questioned Costs

None Reported.



**County of Duplin
224 Seminary Street
Post Office Box 950
Kenansville, NC 28349-0950
Telephone: (910) 296 - 2104
Fax: (910) 296 - 2107**

**CORRECTIVE ACTION PLAN
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section II. Financial Statement Findings

None Reported.

Section III. Federal Award Findings and Questioned Costs

2021 - 001 Eligibility

Name of contact Person: Marva G. Scott, Interim Director of Social Services

Corrective Action: Procedures and controls already developed will be reviewed with caseworkers. Medicaid caseworkers will receive additional training on verifying income in order to determine eligibility. Supervisors will review action reports regularly to determine if the correct action was taken and cases were closed out timely. Caseworkers will be retrained on what information should be entered into NC Fast, and the importance of calculating reserves when determining eligibility.

Proposed Completion Date: March 30, 2022.

2021 - 002 Eligibility

Name of contact Person: Marva G. Scott, Interim Director of Social Services

Corrective Action: : Supervisors will ensure that workers know how to run the work number for individuals fourteen years and older with potential income in order to determine eligibility. Supervisors will provide training to caseworkers on how go into NC Fast to run the work number verification.

Proposed Completion Date: March 30, 2022.

Section IV. State Award Findings and Questioned Costs

None Reported.

DUPLIN COUNTY
KENANSVILLE, NORTH CAROLINA

Summary Schedule of Prior Year Audit Findings
For the Year Ended June 30, 2021

Status:	2020-001	Still occurring.
	2020-002	Still occurring.
	2020-003	Corrected.
	2019-001	Corrected.
	2019-002	Still occurring.
	2018-001	Corrected.
	2018-002	Still occurring.

DUPLIN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards:					
<u>U.S. Dept. of Agriculture</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Administration:					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		487,942	-	487,942
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Administration:					
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		397,958	-	-
Total U.S. Department of Agriculture			<u>885,899</u>	<u>-</u>	<u>487,942</u>
<u>U.S. Dept. of Treasury</u>					
Passed-through the Office of State Budget and Management:					
NC Pandemic Recovery Office					
Coronavirus Relief Fund	21.019		2,296,868	-	-
Passed-through NC Dept. of Health and Human Services					
Division of Public Health					
Coronavirus Relief Fund 4	21.019		134,959	-	-
Passed-through the N.C. State Board of Elections:					
CARES Act Supplemental					
Total U.S. Dept. of Treasury	21.019		26,500	-	-
			<u>2,458,327</u>	<u>-</u>	<u>-</u>
<u>U.S. Department of Elections</u>					
Passed-through NC Dept. of Administration:					
HAVA Grant					
Total U.S. Dept. of Elections	90.404		93,546	-	-
			<u>93,546</u>	<u>-</u>	<u>-</u>
<u>U. S. Department of Homeland Security</u>					
Passed-through N.C. Dept. of Public Safety:					
Division of Emergency Management					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)					
	97.036		246,395	82,132	-
Emergency Service Performance Grant	97.042		220	220	-
Hazard Mitigation Grant	97.039		1,500	500	-
Total U. S. Department of Homeland Security			<u>248,115</u>	<u>82,852</u>	<u>-</u>
<u>U.S. Dept. of Transportation</u>					
Passed-through the N.C. Department of Transportation:					
Airport Improvement Program					
	20.106	36237.13.15.1	105,093	-	-
Formula Grants for Rural Areas - Administration					
	20.509	36233.35.21.1	54,381	-	-
Formula Grants for Rural Areas - Administration					
	20.509	36233.35.22.1	14,144	-	-
Formula Grants for Rural Areas - Administration					
	20.509	36233.35.22.3	33,298	-	-
Formula Grants for Rural Areas - Operating					
	20.509	49233.23.1.2	509,944	-	-
Federal Transit Administration - Capital Program, Rural Capital 14					
	20.526	44637.48.1.3	339	-	-
Federal Transit Administration - Capital Program, Rural Capital 14					
	20.526	44637.48.2.3	51,708	-	-
Total Dept. of Transportation			<u>768,907</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Health & Human Services</u>					
Passed-through Eastern Carolina Council of Governments:					
Division of Aging and Adult Services:					
<u>Aging Cluster:</u>					
Special Programs for the Aging - Title III B					
Grants for Supportive Services and Senior Centers	93.044		39,507	2,324	4,648
Special Programs for the Aging - Title III C					
Nutrition Services					
Congregate Meals					
	93.045		(24,084)	(1,417)	(2,833)
Home Delivered Meals					
	93.045		238,030	14,002	28,004
Nutrition Services Incentive Program					
	93.053		35,679	-	-
Total Aging Cluster			<u>289,132</u>	<u>14,909</u>	<u>29,818</u>
Passed-through N.C. Department of Health and Human Services:					
Division of Social Services:					
Temporary Assistance for Needy Families Cluster					
TANF - Work First					
	93.558		834,760	-	192,284
Division of Public Health					
TANF - Work First					
	93.558		6,487	-	-
Total TANF Cluster			<u>841,247</u>	<u>-</u>	<u>192,284</u>
<u>Foster Care and Adoption Cluster (Note 4 & 5)</u>					
Foster Care - Title IV-E					
	93.658		333,991	66,957	204,978
Foster Care					
	N/A		34,477	-	-
Adoption Assistance					
	93.659		16,861	-	16,861
Total Foster Care and Adoption Cluster (Note 4 & 5)			<u>385,330</u>	<u>66,957</u>	<u>221,840</u>
Child Support Enforcement	93.563		524,790	547	269,799
Refugee and Entrant Assistance - State/Replacement Designee					
Administered Programs					
	93.566		905	-	-
Total Refugee and Entrant Assistance			<u>905</u>	<u>-</u>	<u>-</u>

DUPLIN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Low-Income Home Energy Assistance:					
Administration	93.568		47,937	-	-
Energy Assistance Payments	93.568		299,654	-	-
Crisis Intervention Program	93.568		97,314	-	-
Low Income Energy Assistance Program - COVID			164,836	-	-
Total Low-Income Home Energy Assistance			<u>609,740</u>	<u>-</u>	<u>-</u>
Stephanie Tubbs Jones Child Welfare Services Program:					
- Permanency Planning - Families for Kids	93.645		8,300	-	2,767
Total Stephanie Tubbs Jones Child Welfare Services Program			<u>8,300</u>	<u>-</u>	<u>2,767</u>
John H. Chafee Foster Care Program for Successful Transition to Adulthood					
	93.674		299	75	-
SSBG - Other Service and Training					
Division of Aging and Adult Services:	93.667		266,921	-	88,974
Division of Social Services:					
SSBG - State In Home Service Fund	93.667		1,570	-	224
SSBG - Adult Protective Care	93.667		47,288	-	9,196
Total Social Service Block Grant			<u>315,779</u>	<u>-</u>	<u>98,394</u>
Division of Child Development and Early Education:					
Subsidized Child Care (Note 5)					
Child Care Development Fund Cluster:					
Division of Social Services:					
Child Care Development Mandatory and Match Fund-Administration	93.596		95,208	-	-
Total Child Care Fund Cluster			<u>95,208</u>	<u>-</u>	<u>-</u>
Total Subsidized Child Care (Note 4)			<u>95,208</u>	<u>-</u>	<u>-</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Health Benefits:					
Division of Social Services:					
Administration:					
Medical Assistance Program	93.778		1,700,964	6,968	674,244
Total Medical Assistance Program			<u>1,700,964</u>	<u>6,968</u>	<u>674,244</u>
Division of Social Services:					
Administration:					
State Children's Insurance Program - N.C. Health Choice	93.767		48,421	(432)	10,069
Total State Children's Insurance Program - N.C. Health Choice			<u>48,421</u>	<u>(432)</u>	<u>10,069</u>
Passed-through the N.C. Dept. of Insurance:					
Medicare Enrollment Assistance Program					
	93.071		3,236	-	-
Total Medicare Enrollment Assistance Program			<u>3,236</u>	<u>-</u>	<u>-</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Public Health Emergency Preparedness	93.069		36,648	-	-
Project Grants and Cooperative Agreements for					
Tuberculosis Control Program	93.116		24,712	-	-
Family Planning Services	93.217		53,533	-	-
Immunization Cooperation Agreements	93.268		178,525	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		153,721	-	-
COVID-19 Public Health Emergency Response: Cooperative Agreement					
for Emergency Response: Public Health Crisis Response	93.354		65,307	-	-
Cancer Prevention and Control Programs for State, Territorial					
and Tribal Organizations	93.898		4,875	-	-
Preventive Health Services: Sexually Transmitted Diseases Control Grants	93.977		100	-	-
Preventive Health and Health Services Block Grant	93.991		30,607	-	-
Maternal and Child Health Services Block Grant	93.994		40,674	7,725	-
Total U.S. Dept. of Health and Human Services			<u>5,412,053</u>	<u>96,749</u>	<u>1,499,214</u>
Total federal awards			<u>9,866,849</u>	<u>179,601</u>	<u>1,987,155</u>
State Awards:					
N.C. Dept. of Administration					
Division of Veterans Affairs:					
Veterans Services					
Total N.C. Dept. of Administration			<u>-</u>	<u>2,084</u>	<u>-</u>
N.C. Dept. of Agriculture and Consumer Services					
Stream Debris Removal Program					
Disaster Recovery 2016			<u>-</u>	<u>381,247</u>	<u>-</u>
Disaster Recovery 2018			<u>-</u>	<u>7,200</u>	<u>-</u>
Total N.C. Dept. of Agriculture and Consumer Services			<u>-</u>	<u>388,447</u>	<u>-</u>
N.C. Dept. of Cultural and Natural Resources					
Museum of Natural Science					
Division of State Library			<u>-</u>	<u>75,000</u>	<u>-</u>
Total N.C. Dept. of Cultural and Natural Resources			<u>-</u>	<u>3,500</u>	<u>-</u>
			<u>-</u>	<u>78,500</u>	<u>-</u>

DUPLIN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>N.C. Department of Environmental Quality</u>					
Division of Waste Management					
Soil Conservation State Match			-	3,600	-
Scrap Tire Program			-	2,248	-
NC Agriculture Cost Share - Technical Assistance			-	59,159	-
Total Division of Waste Management			-	65,007	-
Total N.C. Dept. Environmental Quality			-	65,007	-
<u>N.C. State Board of Elections</u>					
One-Stop Voting Worker Bonus			-	20,753	-
Total N.C. State Board of Elections			-	20,753	-
<u>N.C. Dept. of Health and Human Services</u>					
Division of Aging and Adult Services					
State Appropriation - Access			-	7,332	-
State Appropriation - In-Home Services			-	93,173	-
State Appropriation - Home Delivered Meals			-	112,364	-
State Appropriations			-	(49,385)	-
Total Division of Aging and Adult Services			-	163,484	-
Division of Social Services					
ST Child Welfare/CPS/CS LD			-	38,100	-
APS/CPS Care COVID 19			-	56,630	-
Energy Assistance			-	3,719	-
AFDC Incent/Prog Integrit			-	137	-
State Foster Home			-	65,243	26,509
Non-Allocating Reimbursable			-	-	64,082
Work First Non Reimbursable			-	-	482
County Funded Programs			-	-	649,009
Child Support Enforcement Non Reimbursable			-	-	20,704
Total Division of Social Services			-	163,829	760,786
Division of Public Health					
Other Receipts / State Supported Expenditures					
Food and Lodging Fees			-	11,206	-
Aid-to-Counties			-	80,581	-
General Communicable Disease Control			-	4,440	-
Healthy Communities			-	3,747	-
Child Health			-	18,480	-
HIV/STD State			-	500	-
STD Drugs			-	619	-
Breast and Cervical Cancer Control			-	4,875	-
Pregnancy Care Management			-	50,000	-
Family Planning - State			-	16,579	-
Maternal Health			-	55,618	-
Women Health Service Fund			-	6,435	-
TB Control			-	34,549	-
Total Division of Public Health			-	287,629	-
Total N. C. Department of Health and Human Services			-	614,943	760,786
<u>N.C. Dept. of Insurance</u>					
SHIP Grant			-	5,269	-
Total N.C. Dept. of Insurance			-	5,269	-
<u>N.C. Dept. of Public Instruction</u>					
Public School Building Capital Fund - Lottery Proceeds			-	113,993	-
Total N.C. Dept. of Public Instruction			-	113,993	-
<u>N.C. Dept. of Public Safety</u>					
Juvenile Crime Prevention Programs			-	216,923	-
Total N. C. Department of Public Safety			-	216,923	-
Golden Leaf			-	419,825	-
<u>N.C. Dept. of Transportation</u>					
State Aid to Airports Programs		36244.20.14.1	-	2,606,622	-
State Aid to Airports Programs		36244.20.13.2	-	270,934	-
State Aid to Airports Programs		36244.20.13.3	-	10,898	-
Rideshares - Administration		36233.35.21.1	-	3,399	-
Rideshares - Administration		36233.35.22.1	-	884	-
Rural Capital Program		36223.105.1.3	-	(12,300)	-
Rural Capital Program		44637.48.1.3	-	43	-
Rural Capital Program		36233.35.22.3	-	4,162	-
Rural Capital Program		44637.48.2.3	-	6,463	-
Total Public Transportation Division			-	2,891,105	-
Total N.C. Dept. of Transportation			-	2,891,105	-
<u>Administrative Office of the Courts</u>					
Safe Roads Act			-	4,206	-
Total State awards			-	4,821,053	760,786
Total federal and State awards			\$ 9,866,849	\$ 5,000,654	\$ 2,747,941

DUPLIN COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
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Notes to the Schedule of Expenditures of Federal and State Financial Awards:

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of the Duplin 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 Duplin County, it is not intended to and does not present the financial position, changes in net position or cash flows of Duplin County.

Note 2: Summary of Significant Accounting Policies

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3: Indirect Cost Rate

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

Note 4: Cluster of Programs

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

Note 5: Benefit Payments Issued by the State

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

Program Title	CFDA No.	Federal	State
Special Supplemental Nutrition Program for Women Infant and Children	10.557	1,139,789	-
Supplemental Nutrition Assistance Program	10.551	21,221,729	-
Temporary Assistance for Needy Families	93.558	184,576	-
Adoption Assistance	93.659	219,241	43,256
Family Preservation	93.556	1,819	-
Medical Assistance Program	93.778	76,014,597	29,419,032
Children's Health Insurance Program	93.767	1,134,124	224,564
Child Welfare Services Adoption	N/A	-	121,827
SAA/SAD HB 1030	N/A	-	199,074
SC/SA Domiciliary Care	N/A	-	289,476
State / County Special Assistance program	N/A	-	2,624