

**DUPLIN COUNTY,
NORTH CAROLINA**

Financial Statements and Supplementary Information

For the Year Ended June 30, 2023

DUPLIN COUNTY, NORTH CAROLINA

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Independent Auditors' Report

To the Board of County Commissioners
Duplin County, North Carolina

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, 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 ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Duplin County as of June 30, 2023, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Duplin County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Duplin County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free of material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Governmental Auditing Standards will always detect material statement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that , individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and Governmental Auditing Standards we:

- exercise professional judgement and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsible to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Duplin County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 11, 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 Schedule of County Contributions, the Law Enforcement Officer's 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 Duplin County, North Carolina basic financial statements. The combining and individual fund statements, budgetary schedules, other schedules, as well as the accompanying schedule of expenditures of federal and state awards as required by *Title 2, U.S. Cost 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 statements, budgetary schedules, other schedules, and the schedule of expenditures of federal and state awards are the responsibility of management and were derived from and relates 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, the combining and individual fund statements, the budgetary schedules, schedule of expenditures of federal and state awards, and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Management is responsible for the other information included in the annual report. The other information comprises statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our reports dated December 1, 2023 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 that 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 the County's internal control over financial reporting and compliance.

RH CPAs, PLLC

Greensboro, North Carolina
December 1, 2023



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, 2023. 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 \$102,109,352 (net position).

The government's total net position increased by \$13,754,429.

As of the close of the current fiscal year, Duplin County's governmental funds reported combined ending fund balances of \$87,394,502, after a net increase in fund balance of \$10,628,563. Approximately 60% of this total amount, or \$52,689,295 is restricted or non-spendable.

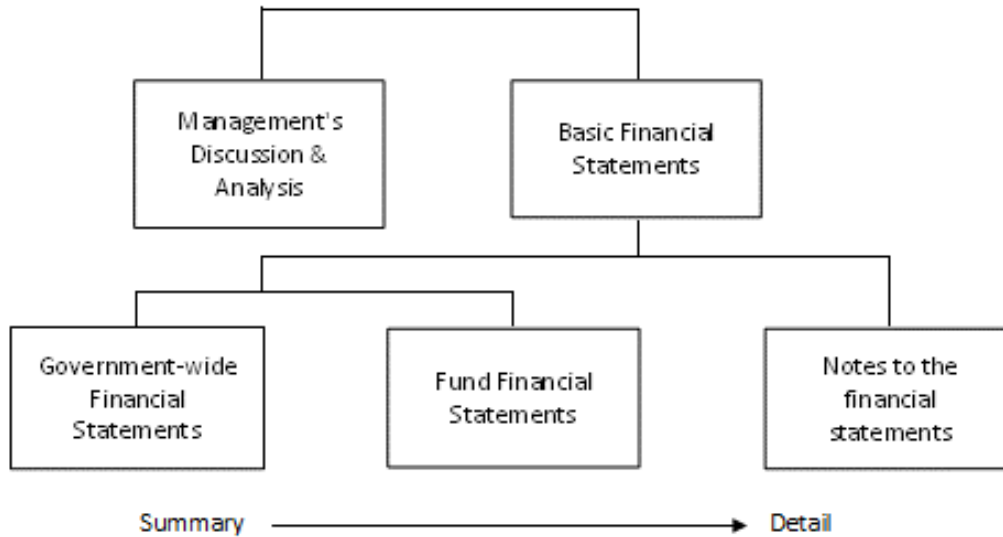
At the end of the current fiscal year, unassigned fund balance for the consolidated General fund was \$35,849,716 or 51% of total General Fund expenditures and transfers.

Duplin County's total debt increased by \$4,447,283 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 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.

Proprietary Funds – Duplin County has two different kinds of proprietary funds. Enterprise Funds are used to report the same functions 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	
	2023	2022	2023	2022	2023	2022
Current and other assets	104,147,959	103,534,866	19,758,352	17,784,356	123,906,311	121,319,222
Capital assets	26,323,813	21,336,981	61,718,684	60,911,133	88,042,497	82,248,114
Total assets	130,471,772	124,871,847	81,477,036	78,695,489	211,948,808	203,567,336
Deferred outflows of resources	15,279,576	12,405,907	1,751,001	1,479,813	17,030,577	13,885,720
Long term-liabilities outstanding	91,237,372	86,646,931	16,186,323	16,329,481	107,423,695	102,976,412
Other liabilities	9,740,168	28,946,234	1,684,011	1,625,080	11,424,179	30,571,314
Total liabilities	100,977,540	115,593,164	17,870,334	17,954,561	118,847,874	133,547,725
Deferred inflows of resources	7,527,935	7,972,424	494,224	615,393	8,022,159	8,587,817
Net Position:						
Net investment in capital assets	16,331,346	12,419,305	49,843,019	48,351,968	66,174,365	60,771,273
Restricted	19,435,461	18,344,671	2,226,722	-	21,662,183	18,344,671
Committed	(16,106,505)	(14,275,224)			(16,106,505)	(14,275,224)
Unassigned	17,585,571	(2,776,586)	12,793,738	13,253,380	30,379,309	10,476,794
Total net position	37,245,873	13,712,166	64,863,479	61,605,348	102,109,352	75,317,514

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 \$102,109,352 at the close of the most recent fiscal year.

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 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.

By far, the largest portion, \$66,174,365 of Duplin County's net position reflects its net investment in capital assets (eg. 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 of net position of \$5,555,678 that represents resources subject to external restrictions on how they may be used. The remaining balance of \$30,379,309 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 97.2%
- 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	
	2023	2022	2023	2022	2023	2022
Revenues						
Program Revenues						
Charges for Services	11,251,469	14,313,612	9,944,391	9,153,316	21,195,860	23,466,928
Operating grants and contributions	23,689,940	12,121,599	2,196,306	3,244,428	25,886,246	15,366,027
Capital grants and contributions	365,694	32,515,425	1,109,818	607,197	1,475,512	33,122,622
General revenues:					-	-
Property taxes	37,918,294	36,674,902	-	-	37,918,294	36,674,902
Other taxes	15,635,255	15,499,635	121,435	130,448	15,756,690	15,630,083
Other	5,348,873	2,208,270	1,129,688	525,447	6,478,561	2,733,717
Total revenues	94,209,525	113,333,443	14,501,638	13,660,836	108,711,163	126,994,279
Expenses						
General Government	17,777,350	16,668,272		-		16,666,933
Public Safety	20,514,805	21,054,443		-		21,054,443
Economic and Physical Development	10,822,373	5,245,637		-		5,245,637
Human Services	16,763,587	15,046,359		-		15,046,359
Cultural and Recreation	1,381,177	1,548,393		-		1,548,393
Education	14,476,899	12,493,132		-		12,493,132
Interest on Long-Term Debt	2,226,801	2,340,513		-		2,340,513
Airport	-	-	2,527,046	2,077,070	2,527,046	2,077,070
Water	-	-	3,595,152	3,586,558	3,595,152	3,586,558
Transportation	-	-	1,202,068	1,120,157	1,202,068	1,119,665
Solid Waste	-	-	4,168,996	3,965,394	4,168,996	3,965,394
Total expenses	83,962,992	74,396,749	11,493,262	10,749,179	11,493,262	85,144,097
Increase (decrease) in net position before transfers and special items	10,246,533	38,936,694	3,008,376	2,911,657	13,254,909	41,848,351
Transfers	412,101	(133,901)	87,419	133,901	499,520	-
Increase (decrease) in net position	10,658,634	38,802,793	3,095,795	3,045,558	13,754,429	41,592,939
Net position, beginning, previously reported	13,712,166	(19,106,779)	61,605,348	57,831,006	75,317,514	42,796,182
Restatement	12,875,073	(5,983,848)	162,336	728,784	13,037,409	-
Net position, beginning, restated	26,587,239	(25,090,627)	61,767,684	58,559,790	88,354,923	42,796,182
Net position, ending	37,245,873	13,712,166	64,863,479	61,605,348	102,109,352	75,317,514

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 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 \$35,849,716 while total fund balance reached \$45,291,055. The County currently has an unassigned fund balance of 51% of general fund expenditures and transfers, while the total fund balance represents 65% of the same amount.

At June 30, 2023, the governmental funds of the County reported a combined fund balance of \$87,394,502, a \$10,628,563 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 \$3,095,795.

Capital Asset and Debt Administration

Capital Assets. Duplin County's investment in capital assets for its governmental and business-type activities as of June 30, 2023 totals \$87,834,272 (net of accumulated depreciation). These assets include land, buildings, automotive equipment, office and other equipment, water and sewer lines, sewer pump stations, water wells, booster pumps and storage tanks.

Major capital assets transactions during the fiscal year included:

- Vehicles for Emergency Management Services, Animal Services, and Sheriff's Office
- Equipment for Parks and Recreation
- Containers and equipment for Solid Waste
- SCADA system for the Water Department
- Facility improvements at the Airport

Economic Factors and Next Year's Budgets and Rates

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

- The 2020 Census badly undercounted the county, going from 58,241 to a little over 48,000. The County disputes this number as our school systems have increased enrollment, County water customers have increased, and our overall workforce has remained consistent with previous years. In addition, enrollment at James Sprunt Community College continues to increase.
- Allocation of ARPA funding on specific projects and programs will inject new money into the local economy.
- The economy is recovering from the COVID pandemic.
- The County continues to upgrade its facilities and water system. These expenditures will have a positive impact on the local construction industry.

Budget Highlights for the Fiscal Year Ending June 30, 2024

Governmental Activities

The County approved an original \$67,483,624 General Fund budget in FY 2024. This represents an increase over the final budget adopted for FY 2023 of \$66,747,907. The tax rate of 71.5 cents per one hundred dollars of assessed valuation plus a 2.0 cents per one hundred dollars of assessed valuation for the Capital Reserve Fund, totals a tax rate of 73.5 cents. This is unchanged from the previous year. The Board of County Commissioners continue to support the County's capital improvements program by setting aside this funding for the Capital Reserve Fund.

Business-type Activities

No increases were made in the water or sewer rates, solid waste household user fees, tipping fees, or transportation fund rates.

Requests for Information

This report is designed to provide an overview of the County's finances for those with an interest in the 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, NC 28349.

FINANCIAL SECTION

BASIC FINANCIAL STATEMENTS

DUPLIN COUNTY, NORTH CAROLINA
Statement of Net Position
June 30, 2023

Exhibit 1

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Duplin County Tourism Development Authority
ASSETS				
Current assets:				
Cash and investments	\$ 88,788,064	\$ 18,203,074	\$ 106,991,138	\$ 846,713
Due from government agencies	400,694	-	400,694	1,418
Due from other funds	-	300	300	-
Accounts receivable, net	11,308,652	1,345,711	12,654,363	21,017
Taxes receivables, net	1,923,305	-	1,923,305	-
Notes receivable, net	348,837	-	348,837	-
Inventories	238,258	209,267	447,525	-
Restricted cash and investments	32,695	-	32,695	-
Total current assets	103,040,505	19,758,352	122,798,857	869,148
Non-current assets:				
Capital assets:				
Land and construction in progress	2,727,590	4,053,220	6,780,810	-
Other capital assets, net of depreciation	23,387,998	57,665,464	81,053,462	-
Total capital assets	26,115,588	61,718,684	87,834,272	-
Right to use leased assets, net of amortization	208,225	-	208,225	-
Total assets	129,364,318	81,477,036	210,841,354	869,148
DEFERRED OUTFLOWS OF RESOURCES				
Contributions to pension plan in current fiscal year	-	-	-	-
OPEB deferrals	4,747,467	336,556	5,084,023	-
Pension deferrals	10,532,109	886,175	11,418,284	-
Other deferrals	-	528,270	528,270	-
Total deferred outflows of resources	15,279,576	1,751,001	17,030,577	-
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	3,233,074	420,618	3,653,692	27,795
Due to other funds	2,279,811	-	2,279,811	-
Advance from other governments	-	-	-	-
Customer deposits	-	576,080	576,080	-
Current portion of long-term liabilities	3,119,829	687,313	3,807,142	-
Total current liabilities	8,632,714	1,684,011	10,316,725	27,795
Long-term liabilities:				
Net pension liability (LGERS)	15,300,083	1,352,848	16,652,931	-
Total pension liability (LEOSSA)	2,323,841	-	2,323,841	-
OPEB liability	25,952,276	1,839,805	27,792,081	-
Due in more than one year	47,661,172	12,993,670	60,654,842	-
Total long-term liabilities	91,237,372	16,186,323	107,423,695	-
Total liabilities	99,870,086	17,870,334	117,740,420	27,795
DEFERRED INFLOWS OF RESOURCES				
Prepaid taxes	219,441	-	219,441	-
OPEB deferrals	6,596,548	467,641	7,064,189	-
Pension deferrals	711,946	25,233	737,179	-
Other	-	1,350	1,350	-
Total deferred inflows of resources	7,527,935	494,224	8,022,159	-
NET POSITION				
Net investment in capital assets	16,331,346	49,843,019	66,174,365	-
Restricted for:				
Stabilization by State Statute	4,366,737	-	4,366,737	-
Other	11,819,072	2,226,722	14,045,794	-
Subsequent year's expenditures	3,249,652	-	3,249,652	-
Committed	(16,106,505)	-	(16,106,505)	-
Unassigned	17,585,571	12,793,738	30,379,309	841,353
Total net position	\$ 37,245,873	\$ 64,863,479	\$ 102,109,352	\$ 841,353

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Statement of Activities
For the Year Ended June 30, 2023

Exhibit 2

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	Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 17,777,350	7,126,304	\$ 202,984	\$ -	\$ (10,448,062)	\$ -	\$ (10,448,062)	
Public safety	20,514,805	590,914	305,420	-	(19,618,471)	-	(19,618,471)	
Economic and physical development	10,822,373	-	3,142,666	365,694	(7,314,013)	-	(7,314,013)	
Human services	16,763,587	1,895,131	19,328,892	-	4,460,436	-	4,460,436	
Cultural and recreational	1,381,177	259,282	-	-	(1,121,895)	-	(1,121,895)	
Education	14,476,899	1,379,838	709,978	-	(12,387,083)	-	(12,387,083)	
Interest on long-term debt	2,226,801	-	-	-	(2,226,801)	-	(2,226,801)	
Total governmental activities	83,962,992	11,251,469	23,689,940	365,694	(48,655,889)	-	(48,655,889)	
Business-type activities:								
Airport commission	2,527,046	1,159,507	2,192,030	-	-	824,491	824,491	
Water	3,595,152	4,048,415	-	-	-	453,263	453,263	
Solid waste	4,168,996	4,029,214	4,276	-	-	(135,506)	(135,506)	
Transportation	1,202,068	707,255	-	1,109,818	-	615,005	615,005	
Total business-type activities	11,493,262	9,944,391	2,196,306	1,109,818	-	1,757,253	1,757,253	
Total primary government	\$ 95,456,254	\$ 21,195,860	\$ 25,886,246	\$ 1,475,512	(48,655,889)	1,757,253	(46,898,636)	
Component Units:								
Tourism development authority	248,720	-	-	-	-	-	-	(248,720)
General revenues:								
Taxes:								
Property taxes, levied for general purpose					37,918,294	-	37,918,294	-
Local option sales tax					15,410,243	-	15,410,243	-
Other taxes					225,012	121,435	346,447	237,811
Grants and contributions not restricted to specific programs					428,836	-	428,836	-
Unrestricted investment earnings					3,278,050	700,382	3,978,432	30,022
Miscellaneous					1,641,987	429,306	2,071,293	189
Transfers					412,101	87,419	499,520	-
Total general revenues and transfers					59,314,523	1,338,542	60,653,065	268,022
Change in net position					10,658,634	3,095,795	13,754,429	19,302
Net position, beginning, as previously reported					13,712,166	61,605,348	75,317,514	822,051
Prior period restatement					12,875,073	162,336	13,037,409	-
Net position, beginning					26,587,239	61,767,684	88,354,923	822,051
Net position, ending					\$ 37,245,873	\$ 64,863,479	\$ 102,109,352	\$ 841,353

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Balance Sheet
Governmental Funds
June 30, 2023

Exhibit 3

	Major Funds				Total Non-Major Funds	Total Governmental Funds
	General Fund	Capital Project Fund	Debt Service Fund	ARPA Fund		
ASSETS						
Cash and investments	\$ 44,398,232	\$ 31,162,412	\$ (56,968)	\$ -	\$ 13,284,388	\$ 88,788,064
Due from other governments	400,694	-	-	-	-	400,694
Accounts receivable, net	9,947,800	-	-	-	1,360,852	11,308,652
Taxes receivable, net	1,808,300	-	-	-	115,005	1,923,305
Notes receivable, net	-	-	-	-	348,837	348,837
Inventories	238,258	-	-	-	-	238,258
Restricted cash and investments	-	-	32,695	-	-	32,695
Total assets	<u>56,793,284</u>	<u>31,162,412</u>	<u>(24,273)</u>	<u>-</u>	<u>15,109,082</u>	<u>103,040,505</u>
LIABILITIES						
Accounts payable and accrued liabilities	1,827,305	913,932	-	-	485,865	3,227,102
Contracts payable	3,090	-	-	-	-	3,090
Due to other funds	-	-	-	-	2,279,511	2,279,511
Total liabilities	<u>1,830,395</u>	<u>913,932</u>	<u>-</u>	<u>-</u>	<u>2,765,376</u>	<u>5,509,703</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	7,644,717	-	-	-	-	7,644,717
Property taxes receivable	1,808,300	-	-	-	463,842	2,272,142
Prepaid taxes	218,817	-	-	-	624	219,441
Advance from other governments	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total deferred inflows of resources	<u>9,671,834</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>464,466</u>	<u>10,136,300</u>
FUND BALANCES						
Nonspendable - inventory	250,296	-	-	-	-	250,296
Restricted:						
Stabilization by State Statute	3,453,599	-	-	-	913,138	4,366,737
Other	2,487,792	-	-	-	9,331,280	11,819,072
Committed	-	30,248,480	(24,273)	-	2,779,331	33,003,538
Assigned	3,249,652	-	-	-	-	3,249,652
Unassigned	35,849,716	-	-	-	(1,144,509)	34,705,207
Total fund balances	<u>45,291,055</u>	<u>30,248,480</u>	<u>(24,273)</u>	<u>-</u>	<u>11,879,240</u>	<u>87,394,502</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 56,793,284</u>	<u>\$ 31,162,412</u>	<u>\$ (24,273)</u>	<u>\$ -</u>	<u>\$ 15,109,082</u>	<u>\$ 103,040,505</u>

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Balance Sheet (Continued)
Governmental Funds
June 30, 2023

Exhibit 3

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

Total fund balance, governmental funds	\$ 87,394,502	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Gross capital assets at historical cost	\$ 52,203,674	
Accumulated depreciation	<u>(26,088,086)</u>	26,115,588
Right to use assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
		208,225
Net pension liability		(15,300,083)
Total pension liability - LEOSA		(2,323,841)
OPEB liability		(25,952,276)
Deferred inflows of resources for taxes and special assessments receivable		
		9,916,859
Pension related deferrals		(711,946)
OPEB related deferrals		(6,596,548)
Deferred outflows of resources related to pensions are not reported in the funds		
		10,532,109
Deferred outflows of resources related to OPEB are not reported in the funds		
		4,747,467
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net position.		
		(2,523)
Long-term liabilities, compensated absences, and accrued interest, are not due and payable in the current period and, therefore, are not reported in the funds.		
		<u>(50,781,660)</u>
Net position of governmental activities		<u>\$ 37,245,873</u>

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

Exhibit 4

	Major Fund				Total Non-Major Funds	Total Governmental Funds
	General Fund	Capital Project Fund	Debt Service Fund	ARPA Fund		
REVENUES						
Ad valorem taxes	\$ 35,682,885	\$ -	\$ -	\$ -	\$ 2,306,654	\$ 37,989,539
Local option sales tax	10,317,289	-	-	-	5,092,954	15,410,243
Other taxes and licenses	225,012	-	-	-	-	225,012
Unrestricted intergovernmental	428,836	-	-	-	-	428,836
Restricted intergovernmental	11,159,406	365,694	-	9,275,302	3,255,232	24,055,634
Sales and services	8,693,308	-	-	-	-	8,693,308
Investment earnings	1,676,469	1,128,378	24,083	9,383	431,436	3,269,749
Other	1,075,802	-	-	-	566,188	1,641,990
Total revenues	<u>69,259,007</u>	<u>1,494,072</u>	<u>24,083</u>	<u>9,284,685</u>	<u>11,652,464</u>	<u>91,714,311</u>
EXPENDITURES						
Current:						
General government	8,047,662	-	-	-	229,467	8,277,129
Public safety	19,057,910	-	-	-	4,519,230	23,577,140
Economic and physical development	2,728,268	-	-	-	2,118,128	4,846,396
Human services	17,378,407	-	-	-	19,548	17,397,955
Cultural and recreational	1,655,147	-	-	-	-	1,655,147
NCDAS stream cleanout	-	5,681,517	-	-	-	5,681,517
BFG sewer DWI	-	174,268	-	-	-	174,268
Salaries and benefits	-	-	-	-	-	-
Operating expenditures	-	-	-	-	-	-
Other	-	-	-	-	-	-
Intergovernmental:						
Education	11,743,695	-	-	-	2,412,442	14,156,137
Debt service:						
Principal	105,816	-	2,462,619	-	-	2,568,435
Interest	6,872	-	2,219,929	-	-	2,226,801
Bond issuance cost	-	-	1,250	-	-	1,250
Capital outlay	1,684,480	-	-	-	48,825	1,733,305
Total expenditures	<u>62,408,257</u>	<u>5,855,785</u>	<u>4,683,798</u>	<u>-</u>	<u>9,347,640</u>	<u>82,295,480</u>
Excess (deficiency) of revenues over expenditures	<u>6,850,750</u>	<u>(4,361,713)</u>	<u>(4,659,715)</u>	<u>9,284,685</u>	<u>2,304,824</u>	<u>9,418,831</u>
OTHER FINANCING SOURCES (USES)						
Loan proceeds	-	1,300,000	-	-	-	1,300,000
Transfers from other funds	10,165,072	-	3,996,370	-	489,591	14,651,033
Transfers to other funds	(2,548,941)	-	-	(9,311,177)	(2,881,183)	(14,741,301)
Total other financing sources (uses)	<u>7,616,131</u>	<u>1,300,000</u>	<u>3,996,370</u>	<u>(9,311,177)</u>	<u>(2,391,592)</u>	<u>1,209,732</u>
Net change in fund balance	14,466,881	(3,061,713)	(663,345)	(26,492)	(86,768)	10,628,563
Fund balances, beginning	30,824,174	33,310,193	639,072	26,492	11,966,008	76,765,939
Fund balances, ending	<u>\$ 45,291,055</u>	<u>\$ 30,248,480</u>	<u>\$ (24,273)</u>	<u>\$ -</u>	<u>\$ 11,879,240</u>	<u>\$ 87,394,502</u>

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

Exhibit 4

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

Net changes in fund balances- total governmental funds \$ 10,628,563

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay expenditures which were capitalized	\$ 7,086,422	
Depreciation expense for governmental assets	<u>(1,891,366)</u>	5,195,056

This is the amount by which right to use leased asset capital outlays exceeded amortization in the current period. (69,408)

Benefit payments and administration costs for LEOSSA are deferred outflows of resources on the statement of net position. (509,883)

Change in deferred outflows - pension 3,383,552

Change in deferred inflows - pension 475,598

Change in pension liability (6,010,609)

Internal service funds are used to charge costs to individual funds. The net income of certain activities of the internal service funds are reported with governmental activities. (447,917)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes financial resources of governmental funds. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

New long-term debt issues	(1,300,000)	
Principal payments on long-term debt	<u>2,568,434</u>	1,268,434

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (3,027,611)

Expenses related to compensated absences, OPEB, and Law Enforcement Officers' Separation Allowance reported in the statement of activities that do not pay for current financial obligations are not reported as expenditures in the governmental funds. This adjustment is the amount of net change in these balances in the current year. (227,141)

Total changes in net position of governmental activities \$ 10,658,634

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA

Exhibit 5

General Fund

**Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023**

	General Fund			Variance with Final Budget - Positive (Negative)
	Budget		Actual Amounts	
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 34,608,574	\$ 34,608,574	\$ 35,682,885	\$ 1,074,311
Local option sales tax	8,730,111	8,730,111	10,317,289	1,587,178
Other taxes and licenses	168,500	168,500	225,012	56,512
Unrestricted intergovernmental	47,800	47,800	428,836	381,036
Restricted intergovernmental	8,410,245	14,114,464	11,159,406	(2,955,058)
Sales and services	6,629,532	7,456,223	8,693,308	1,237,085
Investment earnings	110,000	110,000	1,676,469	1,566,469
Other	740,155	849,968	1,075,802	225,834
Total revenues	<u>59,444,917</u>	<u>66,085,640</u>	<u>69,259,007</u>	<u>3,173,367</u>
Expenditures:				
Current:				
General government	8,449,395	8,475,139	8,184,739	290,400
Public safety	20,391,754	20,920,136	20,151,381	768,755
Economic and physical development	3,590,578	3,630,341	2,728,268	902,073
Human services	17,132,435	22,814,538	17,469,433	5,345,105
Cultural and recreational	1,470,525	2,129,348	1,809,979	319,369
Intergovernmental:				
Education	11,993,695	12,367,117	12,064,457	302,660
Total expenditures	<u>63,028,382</u>	<u>70,336,619</u>	<u>62,408,257</u>	<u>7,928,362</u>
Revenues over (under) expenditures	<u>(3,583,465)</u>	<u>(4,250,979)</u>	<u>6,850,750</u>	<u>11,101,729</u>
Other financing sources (uses):				
Transfers from (to) other funds	829,668	604,044	7,616,131	7,012,087
Fund balance appropriated	2,753,797	3,646,935	-	(3,646,935)
Total other financing sources (uses)	<u>3,583,465</u>	<u>4,250,979</u>	<u>7,616,131</u>	<u>3,365,152</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	14,466,881	<u>\$ 14,466,881</u>
Fund balance, beginning			<u>30,824,174</u>	
Fund balance, ending			<u>\$ 45,291,055</u>	

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Statement of Net Position
Proprietary Funds
For the Year Ended June 30, 2023

Exhibit 6

	Major Enterprise Funds					Internal Service Funds
	Airport Commission Fund	Water Fund	Solid Waste Fund	Transportation Fund	Total	
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 2,297,911	\$ 12,301,658	\$ 2,569,400	\$ 1,034,105	\$ 18,203,074	\$ -
Due from other funds	-	-	300	-	300	-
Accounts receivable, net	600	502,473	842,638	-	1,345,711	-
Inventories	168,030	41,237	-	-	209,267	-
Restricted cash and investments	-	-	-	-	-	-
Total current assets	<u>2,466,541</u>	<u>12,845,368</u>	<u>3,412,338</u>	<u>1,034,105</u>	<u>19,758,352</u>	<u>-</u>
Noncurrent assets:						
Capital assets:						
Land and non-depreciable assets	3,432,874	403,998	216,348	-	4,053,220	-
Other capital assets, net of depreciation	<u>14,354,602</u>	<u>37,885,210</u>	<u>2,819,088</u>	<u>2,606,564</u>	<u>57,665,464</u>	<u>-</u>
Total capital assets	<u>17,787,476</u>	<u>38,289,208</u>	<u>3,035,436</u>	<u>2,606,564</u>	<u>61,718,684</u>	<u>-</u>
Total noncurrent assets	<u>17,787,476</u>	<u>38,289,208</u>	<u>3,035,436</u>	<u>2,606,564</u>	<u>61,718,684</u>	<u>-</u>
Total assets	<u>20,254,017</u>	<u>51,134,576</u>	<u>6,447,774</u>	<u>3,640,669</u>	<u>81,477,036</u>	<u>-</u>
DEFERRED OUTFLOWS OF RESOURCES						
OPEB deferrals	15,422	76,412	163,704	81,018	336,556	-
Pension deferrals	80,656	210,853	408,465	186,201	886,175	-
Other deferrals	-	528,269	1	-	528,270	-
Total deferred outflows of resources	<u>96,078</u>	<u>815,534</u>	<u>572,170</u>	<u>267,219</u>	<u>1,751,001</u>	<u>-</u>
LIABILITIES						
Current liabilities:						
Accounts payable and accrued liabilities	94,498	124,838	178,220	23,062	420,618	2,223
Due to other funds	-	-	-	-	-	300
Customer deposits	-	576,080	-	-	576,080	-
Compensated absences, current	2,560	9,882	15,525	9,425	37,391	-
Notes payable current	50,012	195,433	-	-	245,445	-
Due to county-GO bonds-current	-	404,477	-	-	404,477	-
Total current liabilities	<u>147,070</u>	<u>1,310,710</u>	<u>193,745</u>	<u>32,487</u>	<u>1,684,011</u>	<u>2,523</u>
Non-current liabilities:						
Compensated absences	7,679	29,647	46,574	28,274	112,173	-
Other postemployment benefits	84,305	417,708	894,900	442,892	1,839,805	-
Notes payable - noncurrent	316,623	2,398,597	-	-	2,715,220	-
Due to county-GO bonds	-	10,166,277	-	-	10,166,277	-
Net pension liability	123,131	321,891	623,569	284,257	1,352,848	-
Total noncurrent liabilities	<u>531,738</u>	<u>13,334,120</u>	<u>1,565,043</u>	<u>755,423</u>	<u>16,186,323</u>	<u>-</u>
Total liabilities	<u>678,807</u>	<u>14,644,830</u>	<u>1,758,788</u>	<u>787,909</u>	<u>17,870,334</u>	<u>2,523</u>
DEFERRED INFLOWS OF RESOURCES						
OPEB deferrals	21,429	106,173	227,465	112,574	467,641	-
Pension deferrals	2,296	6,003	11,632	5,302	25,233	-
Other	-	-	1,350	-	1,350	-
Total deferred inflows of resources	<u>23,725</u>	<u>112,176</u>	<u>240,447</u>	<u>117,876</u>	<u>494,224</u>	<u>-</u>
NET POSITION						
Net investment in capital assets	17,420,841	26,780,178	3,035,436	2,606,564	49,843,019	-
Restricted:						
Airport projects	2,226,722	-	-	-	2,226,722	-
Unrestricted	-	10,412,926	1,985,273	395,539	12,793,738	(2,523)
Total net position	<u>\$ 19,647,563</u>	<u>\$ 37,193,104</u>	<u>\$ 5,020,709</u>	<u>\$ 3,002,103</u>	<u>\$ 64,863,479</u>	<u>\$ (2,523)</u>

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2023

Exhibit 7

	Major Enterprise Funds					
	Airport	Water Fund	Solid Waste Fund	Transportation	Total	Internal
	Commission Fund			Fund		Service Funds
OPERATING REVENUES						
Water sales	\$ -	\$ 4,045,330	\$ -	\$ -	\$ 4,045,330	\$ -
Administrative fees	-	3,085	-	-	3,085	-
Sales and rentals	1,156,807	-	-	-	1,156,807	-
Charges for services	2,700	-	4,029,214	707,255	4,739,169	5,514,525
Miscellaneous	-	-	-	-	-	-
Total operating revenues	<u>1,159,507</u>	<u>4,048,415</u>	<u>4,029,214</u>	<u>707,255</u>	<u>9,944,391</u>	<u>5,514,525</u>
OPERATING EXPENSES						
Administration	-	758,582	-	712,572	1,471,154	-
Depreciation	975,225	1,282,842	355,263	191,352	2,804,682	-
Cost of operations	1,551,821	991,510	3,813,733	298,144	6,655,208	6,473,112
Total operating expenses	<u>2,527,046</u>	<u>3,032,934</u>	<u>4,168,996</u>	<u>1,202,068</u>	<u>10,931,044</u>	<u>6,473,112</u>
Operating income	<u>(1,367,539)</u>	<u>1,015,481</u>	<u>(139,782)</u>	<u>(494,813)</u>	<u>(986,653)</u>	<u>(958,587)</u>
NONOPERATING REVENUES (EXPENSES)						
Interest earned on investments	66,024	469,368	106,485	58,505	700,382	8,301
Federal and state grants	2,192,030	-	4,276	1,109,818	3,306,124	-
Disposal tax revenues	-	-	121,435	-	121,435	-
Interest on long-term debt	-	(559,718)	-	-	(559,718)	-
Loan issuance costs	-	(2,500)	-	-	(2,500)	-
Amortization of bond refunding	-	81,999	-	-	81,999	-
Miscellaneous	228,470	38,394	77,831	2,612	347,307	-
Total nonoperating revenues (expenses)	<u>2,486,524</u>	<u>27,543</u>	<u>310,027</u>	<u>1,170,935</u>	<u>3,995,029</u>	<u>8,301</u>
Income before transfers	<u>1,118,985</u>	<u>1,043,024</u>	<u>170,245</u>	<u>676,122</u>	<u>3,008,376</u>	<u>(950,286)</u>
Transfers in	90,268	6,964	-	-	97,232	502,369
Transfers (out)	(9,813)	-	-	-	(9,813)	-
Change in net position	<u>1,199,440</u>	<u>1,049,988</u>	<u>170,245</u>	<u>676,122</u>	<u>3,095,795</u>	<u>(447,917)</u>
Total net position, previously reported	<u>18,448,123</u>	<u>35,980,780</u>	<u>4,850,464</u>	<u>2,325,981</u>	<u>61,605,348</u>	<u>445,394</u>
Beginning net position, restated	<u>18,448,123</u>	<u>36,143,116</u>	<u>4,850,464</u>	<u>2,325,981</u>	<u>61,767,684</u>	<u>445,394</u>
Total net position, ending	<u>\$ 19,647,563</u>	<u>\$ 37,193,104</u>	<u>\$ 5,020,709</u>	<u>\$ 3,002,103</u>	<u>\$ 64,863,479</u>	<u>\$ (2,523)</u>

The accompanying notes to the financial statements are an integral part of these statements.

DUPLIN COUNTY, NORTH CAROLINA
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

Exhibit 8

	Major Enterprise Funds					
	Airport Commission Fund	Water Fund	Solid Waste Fund	Transportation Fund	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 1,159,507	\$ 4,027,903	\$ 3,983,640	\$ 707,255	\$ 9,878,305	\$ 5,739,797
Cash paid for goods and services	(1,568,332)	(1,793,732)	(3,811,516)	(1,009,249)	(8,182,829)	(6,470,889)
Cash paid to employees	16,125	82,485	116,027	52,148	266,785	-
Customer deposits	-	26,390	-	-	26,390	-
Net cash provided (used) by operating activities	(392,700)	2,343,046	288,151	(249,846)	1,988,651	(731,092)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfer (to) from other funds	80,455	6,964	-	-	87,419	502,369
Total cash flow used by noncapital financing activities	80,455	6,964	-	-	87,419	502,369
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition and construction of capital assets	(31,948)	(684,291)	(196,492)	(2,537,166)	(3,449,897)	-
Principal paid on general obligation bond maturities and equipment contracts	(50,012)	(671,908)	-	-	(721,920)	-
Interest paid on bonded indebtedness and equipment contracts	-	(562,218)	-	-	(562,218)	-
Contributed capital	2,192,030	-	4,276	1,109,818	3,306,124	-
Miscellaneous	228,470	38,394	199,266	2,612	468,742	-
Net cash provided (used) by capital and related financing activities	2,338,540	(1,880,023)	7,050	(1,424,736)	(959,169)	-
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest on investments	66,024	469,368	106,485	58,505	700,382	8,301
Net cash provided by investing activities	66,024	469,368	106,485	58,505	700,382	8,301
Net increase (decrease) in cash and cash equivalents	2,092,319	939,355	401,686	(1,616,077)	1,817,283	(220,422)
Balances, beginning	205,592	11,362,303	2,167,714	2,650,182	16,385,791	220,422
Balances, ending	\$ 2,297,911	\$ 12,301,658	\$ 2,569,400	\$ 1,034,105	\$ 18,203,074	\$ -
Reconciliation of operating income to net cash provided by operating activities						
Operating income	\$ (1,367,539)	\$ 1,015,481	\$ (139,782)	\$ (494,813)	\$ (986,653)	\$ (958,587)
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	975,225	1,282,842	355,263	191,352	2,804,682	-
Changes in assets and liabilities:						
Decrease (increase) in accounts receivable	-	(20,512)	(45,874)	-	(66,386)	225,272
Decrease (increase) in inventories	(67,345)	287	-	-	(67,058)	-
Increase (decrease) in accounts payable and accrued liabilities	50,835	(43,927)	2,217	1,467	10,592	2,223
Decrease (increase) in customer deposits	-	26,390	-	-	26,390	-
Increase (decrease) in OPEB liability	(13,059)	(92,278)	(174,085)	(89,184)	(368,606)	-
Increase (decrease) in net pension liability	92,947	239,732	471,916	215,729	1,020,324	-
(Increase) decrease in deferred outflows of resources for pensions	(32,220)	(29,814)	(144,318)	(64,836)	(271,188)	-
Decrease (increase) in deferred inflows of resources - pensions	(27,246)	(37,891)	(43,805)	(12,227)	(121,169)	-
Increase (decrease) in compensated absences payable	(4,298)	2,736	6,319	2,666	7,423	-
Total adjustments	974,839	1,327,565	427,933	244,967	2,975,304	227,495
Net cash provided (used) by operating activities	\$ (392,700)	\$ 2,343,046	\$ 288,151	\$ (249,846)	\$ 1,988,651	\$ (731,092)

The accompanying notes to the financial statements are an integral part of these statements.

NOTES TO THE FINANCIAL STATEMENTS

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County’s accounting policies are described as below.

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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Account Policies (Continued)

B. Basis of Presentation

Government-wide Financial Statements: The statement of net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. 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, including fiduciary fund, provide information about the County's funds. Separate statements for each category – *governmental and proprietary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

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

The County reports the following major governmental funds:

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

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Account Policies (Continued)

B. Basis of Presentation (Continued)

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.

Transportation Development Plan Fund. This fund is used to account for the operations of the County transportation development.

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 seventeen legally budgeted funds. The School Planning Fund, Community Development Revolving Loan Fund, Revaluation Reserve Fund, Fire District Fund, Emergency Telephone System Fund, Automation Preservation Fund, County Trust Fund, County Agency Fund, Representative Payee Fund, Deed of Trust Fund, Fine and Forfeitures Fund, Industrial Expansion Fund, Community Development Fund, and Opioid Settlement Fund are reported as non-major special revenue funds. The School Fund, DRA Housing Assistance Capital Project Fund, and Transportation Capital Project Fund are reported as non-major capital project funds.

C. Measurement Focus and Basis of Accounting

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

Government-wide, and Proprietary Fund Financial Statements. The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary 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 flow takes

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

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, 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 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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

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, 2023:

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

3. Restricted Assets (Continued)

Governmental Activities:

Revaluation Reserve Fund	\$ -
Debt Service Fund	32,695
School Planning Allocation Fund	-
ARPA Fund	-
Total governmental activities	<u>\$ 32,695</u>

Business-Type Activities:

Water Fund	\$ -
Airport Commission Fund	-
Total business-type activities	<u>\$ -</u>

Total restricted cash	<u><u>\$ 32,695</u></u>
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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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

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. Depreciation is charged to operations using the straight-line method based on the estimated useful life of an asset.

The following estimated useful lives are used to compute depreciation:

<u>Assets</u>	<u>Estimated Useful Lives</u>
Buildings and improvements	40 years
Collection and distribution systems	25 – 40 years
Infrastructure	20 years
Equipment	3 – 15 years
Vehicles	5 years

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 a 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 2023 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 proprietary fund-types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount. Bond issuance costs, except for prepaid insurance costs, are expensed in the reporting period in which they are incurred. Prepaid insurance costs are expensed over the life of the debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

9. Long-term Obligations (Continued)

other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

13. Net Position/Fund Balances (Continued)

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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

13. Net Position/Fund Balances (Continued)

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, 2023 is as follows:

Purpose	General Fund	Other Governmental Funds
Restricted:		
Stabilization by state statute	\$ 3,453,599	\$ 913,138
Federally seized assets	60,626	-
Grants and projects	1,361,948	-
Health	572,193	-
Sheriff	111,402	-
Economic development	16,319	-
Inspection	342,310	-
Events center	22,994	-
Register of Deeds	-	42,143
Tax revaluation and mapping	-	561,684
Emergency services	-	536,063
School capital	-	8,191,390
Total	\$ 5,941,391	\$ 10,244,418

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

13. Net Position/Fund Balances (Continued)

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.

Purpose	General Fund	Other Governmental Funds
Committed:		
Various programs	\$ -	\$ 1,321,382
Economic development	-	1,642,994
Capital improvements	-	30,063,435
Debt service	-	(24,273)
Total	\$ -	\$ 33,003,538

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, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Continued)

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

13. Net Position/Fund Balances (Continued)

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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

2. Reconciliation of Government-wide & Fund Financial Statements

A. 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 \$(50,148,629) consists of the following elements as follows:

Description	Amount
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)	\$ 52,203,674
Less accumulated depreciation	<u>(26,088,086)</u>
Net capital assets	26,115,588
Right to use assets used in governmental activities are not financial resources and therefore are not reported in the funds.	208,225
Net pension liability	(15,300,083)
Total pension liability – LEOSSA	(2,323,841)
OPEB liability	(25,952,276)
Deferred inflows of resources for taxes and special assessments receivable	9,916,859
Pension related deferrals	(711,946)
OPEB related deferrals	(6,596,548)
Deferred outflows of resources related to pensions are not reported in the funds	10,532,109
Deferred outflows of resources related to OPEB are not reported in the funds	4,747,467
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net position.	(2,523)
Long-term liabilities, compensated absences, and accrued interest, are not due and payable in the current period and, therefore, are not reported in the funds	(50,781,660)
Total adjustment	<u>\$ (50,148,629)</u>

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

2. Reconciliation of Government-wide & Fund Financial Statements (Continued)

B. 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 \$30,071 as follows:

Description	Amount
Capital outlay expenditures which were capitalized	\$ 7,086,422
Depreciation expense for governmental assets	(1,891,366)
This is the amount by which right to use leased asset capital outlays exceeded amortization in the current period.	(69,408)
Benefit payments and administration costs for LEOSSA are deferred outflows of resources on the statement of net position	(509,883)
Change in deferred outflows – pension	3,383,552
Change in deferred inflows – pension	475,598
Change in pension liability	(6,010,609)
Internal services funds are used to charge costs to individual funds. The net income of certain activities of the internal service funds are reported with governmental activities	(447,917)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes financial resources of governmental funds. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
New long-term debt issuances	(1,300,000)
Principal payments on long-term debt	2,568,434
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(3,027,611)
Expenses related to compensated absences, OPEB, and Law Enforcement Officers' Separation Allowance reported in the statement of activities that do not pay for current financial obligations are not reported as expenditures in the governmental funds. This adjustment is the amount of net change in these balances in the current year.	(227,141)
Total adjustment	<u>\$ 30,071</u>

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

3. Stewardship, Compliance, and Accountability

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

The Local Government Commission of the North Carolina Department of State Treasurer requires the completion and submission of audited financial statements within four (4) months of year-end. The County is not in compliance with this requirement as the June 30, 2023 audit was due by October 31, 2023.

4. 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 and 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, 2023 the carrying amount of the County's deposits was \$105,520,673 and the bank balance was \$105,829,782. Of the bank balance, \$250,000 was covered by federal depository insurance and the rest was covered by collateral held under the Pooling Method.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

A. Assets (Continued)

2. Investments

At June 30, 2023, the County’s investment balances consisted of \$100,515,410 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.

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
2023	\$ 5,157,317	\$ -	\$ 5,157,317
2022	5,130,516	29,500	5,160,016
2021	5,139,780	75,812	5,215,592
2020	5,139,754	122,069	5,261,823
Total	\$ 20,567,367	\$ 227,381	\$ 20,794,748

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

A. Assets (Continued)

4. Receivables

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

	Accounts	Taxes & Related Accrued Interest	Due from Other Governments	Total
Governmental Activities:				
General	\$ 12,920,639	\$ 2,556,451	\$ 400,694	\$ 15,877,784
Other Governmental	1,360,852	115,005	-	1,475,857
Allowance for Doubtful Accounts	(2,972,839)	(748,151)	-	(3,720,990)
Total Governmental	<u>\$ 11,308,652</u>	<u>\$ 1,923,305</u>	<u>\$ 400,694</u>	<u>\$ 13,632,651</u>
Business-Type Activities:				
Airport Commission Fund	\$ 600	\$ -	\$ -	\$ 600
Solid Waste Fund	842,938	-	-	842,938
Water Fund	502,473	-	-	502,473
Total Business-Type	<u>\$ 1,346,011</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,346,011</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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

A. Assets (Continued)

5. Capital Assets

Primary Government

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

	Beginning Balances				Ending Balances
	June 30, 2022	Increases	Decreases	Adjustments	June 30, 2023
Governmental Activities:					
Capital assets not being depreciated					
Land	\$ 2,727,590	\$ -	\$ -	\$ -	\$ 2,727,590
Construction in Progress	-	-	-	-	-
Total capital assets not being depreciated	<u>2,727,590</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,727,590</u>
Capital assets being depreciated					
Buildings	27,634,705	5,497,275	-	-	33,131,980
Equipment	8,573,609	517,618	(75,100)	-	9,016,127
Vehicles	6,733,235	1,071,529	(476,788)	-	7,327,976
Total capital assets being depreciated	<u>42,941,549</u>	<u>7,086,422</u>	<u>(551,888)</u>	<u>-</u>	<u>49,476,083</u>
Less accumulated depreciation for:					
Buildings	13,651,064	697,491	-	-	14,348,555
Equipment	6,304,723	543,925	(75,100)	-	6,773,548
Vehicles	4,723,412	737,470	(494,900)	-	4,965,982
Total accumulated depreciation	<u>24,347,585</u>	<u>1,978,886</u>	<u>(570,000)</u>	<u>-</u>	<u>26,088,085</u>
Total capital assets being depreciated, net	<u>18,593,964</u>				<u>23,387,998</u>
Governmental activity capital assets, net	<u>\$ 21,321,554</u>				<u>\$ 26,115,588</u>

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

General Government	\$ 286,911
Public Safety	1,096,743
Human Services	227,818
Economic and physical development	120,192
Environmental protection	5,463
Culture and Recreational	241,759
Total Depreciation Expense	<u>\$ 1,978,886</u>

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

A. Assets (Continued)

5. Capital Assets (Continued)

Business-Type Activities	Beginning Balances				Ending Balances
Water Activities	June 30, 2022	Increases	Decreases	Adjustments	June 30, 2023
Capital assets not being depreciated:					
Land	\$ 403,998	\$ -	\$ -	\$ -	\$ 403,998
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	<u>403,998</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>403,998</u>
Capital assets being depreciated:					
Plant and systems	62,304,320	684,130	-	-	62,988,450
Equipment and furniture	130,289	-	-	-	130,289
Vehicles	295,174	-	(23,407)	-	271,767
Total capital assets being depreciated	<u>62,729,783</u>	<u>684,130</u>	<u>(23,407)</u>	<u>-</u>	<u>63,390,506</u>
Less Accumulated Depreciation:					
Plant and systems	23,900,332	1,216,516	-	-	25,116,848
Equipment and furniture	130,289	45,395	-	-	175,684
Vehicles	215,240	17,420	(19,896)	-	212,764
Total accumulated depreciation	<u>24,245,861</u>	<u>1,279,331</u>	<u>(19,896)</u>	<u>-</u>	<u>25,505,296</u>
Total capital assets being depreciated, net	<u>38,483,922</u>				<u>37,885,210</u>
Water Fund capital assets, net	<u>\$ 38,887,920</u>				<u>\$ 38,289,208</u>

Business-Type Activities	Beginning Balances				Ending Balances
Transportation Activities	June 30, 2022	Increases	Decreases	Adjustments	June 30, 2023
Capital assets being depreciated:					
Buildings	\$ -	\$ 2,537,166	\$ -	\$ -	\$ 2,537,166
Equipment and furniture	118,127	-	-	-	118,127
Vehicles	738,200	-	-	-	738,200
Total capital assets being depreciated	<u>856,327</u>	<u>2,537,166</u>	<u>-</u>	<u>-</u>	<u>3,393,493</u>
Less Accumulated Depreciation:					
Buildings	-	65,455	-	-	65,455
Equipment and furniture	193,499	5,894	-	-	199,393
Vehicles	402,078	120,003	-	-	522,081
Total accumulated depreciation	<u>595,577</u>	<u>191,352</u>	<u>-</u>	<u>-</u>	<u>786,929</u>
Transportation Fund capital assets, net	<u>\$ 260,750</u>				<u>\$ 2,606,564</u>

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

A. Assets (Continued)

5. Capital Assets (Continued)

Business-Type Activities	Beginning Balances				Ending Balances
	June 30, 2022	Increases	Decreases	Adjustments	June 30, 2023
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	<u>3,432,874</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,432,874</u>
Capital assets being depreciated:					
Building	2,939,311	17,900	-	-	2,957,211
Terminal and Runway	23,918,117	-	-	-	23,918,117
Equipment and furniture	508,198	14,048	-	-	522,246
Vehicles	6,650	-	-	-	6,650
Total capital assets being depreciated	<u>27,372,276</u>	<u>31,948</u>	<u>-</u>	<u>-</u>	<u>27,404,224</u>
Less Accumulated Depreciation:					
Building	901,594	73,973	-	-	975,567
Terminal and Runway	10,752,216	882,189	-	-	11,634,405
Equipment and furniture	413,937	19,063	-	-	433,000
Vehicles	6,650	-	-	-	6,650
Total accumulated depreciation	<u>12,074,397</u>	<u>975,225</u>	<u>-</u>	<u>-</u>	<u>13,049,622</u>
Total capital assets being depreciated, net	<u>15,297,879</u>				<u>14,354,602</u>
Airport Fund capital assets, net	<u>\$ 18,730,753</u>				<u>\$ 17,787,476</u>

Business-Type Activities	Beginning Balances				Ending Balances
	June 30, 2022	Increases	Decreases	Adjustments	June 30, 2023
Solid Waste Activities					
Capital assets not being depreciated:					
Land	\$ 216,348	\$ -	\$ -	\$ -	\$ 216,348
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	<u>216,348</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>216,348</u>
Capital assets being depreciated:					
Buildings	3,790,991	-	-	-	3,790,991
Equipment and furniture	1,717,964	56,250	-	-	1,774,214
Vehicles	2,100,433	140,242	(167,561)	-	2,073,114
Total capital assets being depreciated	<u>7,609,388</u>	<u>196,492</u>	<u>(167,561)</u>	<u>-</u>	<u>7,638,319</u>
Less Accumulated Depreciation:					
Buildings	1,667,705	64,193	-	-	1,731,898
Equipment and furniture	1,014,781	75,329	-	-	1,090,110
Vehicles	1,949,043	215,741	(167,561)	-	1,997,223
Total accumulated depreciation	<u>4,631,529</u>	<u>355,263</u>	<u>(167,561)</u>	<u>-</u>	<u>4,819,231</u>
Total capital assets being depreciated, net	<u>2,977,859</u>				<u>2,819,088</u>
Solid Waste Fund capital assets, net	<u>\$ 3,194,207</u>				<u>\$ 3,035,436</u>

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

A. Assets (Continued)

6. Right to Use Leased Assets

The county has recorded one right to use leased asset. The asset is right to use asset for equipment. The related leases are discussed in the Leases subsection of the Long-term obligations section of this note. The right to use lease asset is amortized on a straight-line basis over the term of the related lease.

Right to use asset activity for the County for the year ended June 30, 2023 was as follows:

	Beginning Balances			Ending Balances
	June 30, 2022	Increases	Decreases	June 30, 2023
Right to use assets:				
Equipment	\$ 347,041	\$ -	\$ -	\$ 347,041
Total right to use assets	347,041	-	-	347,041
Less accumulated amortization for:				
Equipment	69,408	69,408	-	138,816
Total accumulated amortization	69,408	69,408	-	138,816
Right to use assets, net	\$ 277,633	\$ (69,408)	\$ -	\$ 208,225

7. Net Investment in Capital Assets

The total net investment in capital assets at June 30, 2023 is composed of the following elements:

	Governmental Activities	Business-Type Activities
Capital assets	\$ 26,115,588	\$ 61,718,684
Notes payable	(9,784,242)	(2,960,665)
Limited obligation bonds	-	(8,915,000)
Net investment in capital assets	\$ 16,331,346	\$ 49,843,019

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

B. Liabilities

1. Payables

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

	Vendors	Salaries and Benefits	Accrued Interest	Total
Governmental Activities:				
General	\$ 492,214	\$ 1,335,091	\$ 658	\$ 1,827,963
Other governmental	1,397,674	7,437	-	1,405,111
Total governmental activities	<u>\$ 1,889,888</u>	<u>\$ 1,342,528</u>	<u>\$ 658</u>	<u>\$ 3,233,074</u>
Business-Type Activities:				
Airport Fund	\$ 88,634	\$ 5,864	\$ -	\$ 94,498
County Water Fund	56,526	24,583	43,729	124,838
Solid Waste Fund	126,853	51,367	-	178,220
Transportation Fund	1,914	21,148	-	23,062
Total business-type activities	<u>\$ 273,927</u>	<u>\$ 102,962</u>	<u>\$ 43,729</u>	<u>\$ 420,618</u>

C. Pension Plan and Other Post Employment Obligations

1. 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

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

1. Local Governmental Employees' Retirement System (Continued)

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.

Contribution. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2023, was 13.04% of compensation for law enforcement officers and 12.10% 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 \$2,930,028 for the year ended June 30, 2023.

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

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

At June 30, 2023, the County reported a liability of \$16,652,931 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. The total pension liability was then rolled forward to the measurement date of June 30, 2022 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

1. Local Governmental Employees' Retirement System (Continued)

to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2023, the County's proportion was 0.29519%, which was an increase of 0.00998% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the County recognized pension expense of \$4,526,987. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 717,560	\$ 70,353
Changes of assumptions	1,661,589	-
Net difference between projected and actual earnings on pension plan investments	5,503,968	-
Changes in proportion and differences between County contributions and proportionate share of contributions	95,256	240,268
County contributions subsequent to the measurement date	2,930,028	-
Total	\$ 10,908,401	\$ 310,621

\$2,930,028 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, 2023.

Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30		
2024	\$	2,304,818
2025		2,089,411
2026		651,329
2027		2,622,193
2028		-
Thereafter		-
Total	\$	7,667,752

Actuarial Assumptions. The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent
Salary Increase	3.25 to 8.25 percent, including inflation and productivity factor
Investment rate of return	6.50 percent, net of pension plan investment expense, including inflation

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

1. Local Governmental Employees' Retirement System (Continued)

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, 2020 valuation were based on the results of an actuarial experience study for the period January 1, 2015, through December 31, 2019.

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

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. 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, 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income	29.0%	1.1%
Global Equity	42.0%	6.5%
Real Estate	8.0%	5.9%
Alternatives	8.0%	7.5%
Credit	7.0%	5.0%
Inflation Protection	6.0%	2.7%
Total	100%	

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 2.25%. All rates of return and inflation are annualized.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

1. Local Governmental Employees' Retirement System (Continued)

Discount rate. The discount rate used to measure the total pension liability was 6.50%. 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 6.5 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 (5.5 percent) or 1-percentage-point higher (7.5 percent) than the current rate:

	1% Decrease (5.5%)	Discount Rate (6.5%)	1% Increase (7.5%)
County's proportionate share of the net pension liability (asset)	\$ 30,056,396	\$ 16,652,931	\$ 5,607,698

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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

2. Law Enforcement Officers Special Separation Allowance

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, 2021, the Separation Allowance's membership consisted of:

Inactive Members Currently Receiving Benefits	7
Active Members	67
Total Membership	74

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.

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

Discount rate	2.50%	
Projected salary increases	3.25-7.75%	
Inflation	4.31%	

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of June 30, 2023.

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

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

2. Law Enforcement Officers Special Separation Allowance (Continued)

Mortality Rate.

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

Mortality Projection: All mortality rates are projected from 2010 using generational improvement with Scale MP-2019.

Deaths After Retirement (Healthy): Mortality rates are based on the Safety Mortality Table for Retirees. Rates for all members are multiplied by 97% and Set Forward by 1 year.

Deaths After Retirement (Disabled Members at Retirement): Mortality rates are based on the Non-Safety Mortality Table for Disabled Retirees. Rates are Set Back 3 years for all ages.

Deaths After Retirement (Survivors of Deceased Members): Mortality rates are based on the Below-median Teachers Mortality Table for Contingent Survivors. Rates for male members are Set Forward 3 years. Rates for female members are Set Forward 1 year. Because the contingent survivor tables have no rates prior to age 45, the Below-median Teachers Mortality Table for Employees is used for ages less than 45.

Deaths Prior to Retirement: Mortality rates are based on the Safety Mortality Table for Employees.

Contributions. The County is required by article 12D of G.S. Chapter 143 to provide these retirement benefits and 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 \$76,137 as benefits came due for the reporting period.

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

At June 30, 2023, the County reported a total pension liability of \$2,323,841. The total pension liability was measured as of June 30, 2022 based on a December 31, 2021 actuarial valuation. The total pension liability was then rolled forward to the measurement date of June 30, 2022 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2023, the County recognized pension expense of \$266,195.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 222,740	\$ 25,794
Changes of assumptions and other inputs	287,143	400,765
Benefit payments and administrative expenses subsequent to the measurement date	-	-
Total	\$ 509,883	\$ 426,559

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

2. Law Enforcement Officers Special Separation Allowance (Continued)

\$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, 2023. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended	
June 30	
2024	\$ 63,795
2025	61,762
2026	29,373
2027	(37,130)
2028	(34,476)
Thereafter	-
Total	\$ 83,324

Sensitivity of the County's total pension liability to changes in the discount rate. The following presents the County's total pension liability calculated using the discount rate of 4.31 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 (3.31 percent) or 1-percentage-point higher (5.31 percent) than the current rate:

	1% Decrease	Discount Rate	1% Increase
	(2.31%)	(4.31%)	(5.31%)
Total Pension Liability	\$ 2,518,539	\$ 2,323,841	\$ 2,147,354

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

	2023
Beginning balance	\$ 2,481,167
Service cost	149,726
Interest	54,696
Change in benefit terms	-
Difference between expected and actual experience	161,240
Changes of assumptions and other inputs	(422,531)
Benefit payments	(100,457)
Other	-
Ending balance of the total pension liability	\$ 2,323,841

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

2. Law Enforcement Officers Special Separation Allowance (Continued)

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 2.25 percent at June 30, 2022 to 4.31 percent at June 30, 2023.

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, 2021 valuation were based on the results of an actuarial experience study as of December 31, 2019.

3. 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, 2023 were \$258,427 which includes \$190,278 from the County and \$68,149 from the employees.

4. 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.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

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

The net pension liability for LGERS was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability for LEOSSA was measured as of June 30, 2022, with an actuarial valuation date of December 31, 2021. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>LGERS</u>	<u>LEOSSA</u>	<u>Total</u>
Proportionate Share of Net Pension Liability (Asset)	\$ 16,652,931	-	\$ 16,652,931
Proportion of the Net Pension Liability (Asset)	0.29519%	n/a	
Total Pension Liability	\$ -	\$ 2,323,841	\$ 2,323,841
Pension Expense	\$ 4,526,987	\$ 266,195	\$ 4,793,182

As June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>LGERS</u>	<u>LEOSSA</u>	<u>Total</u>
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$ 717,560	\$ 222,740	\$ 940,030
Changes of assumptions	1,661,589	287,143	1,948,732
Net difference between projected and actual earnings on pension plan investments	5,503,968	-	5,503,968
Changes in proportion and differences between County contributions and proportionate share of contributions	95,256	-	95,256
Employers contributions subsequent to the measurement date	2,930,028	-	2,930,028
<u>Deferred Inflows of Resources</u>			
Difference between expected and actual experience	70,353	25,794	96,147
Changes of assumptions	-	400,765	400,765
Changes in proportion and differences between County contributions and proportionate share of contributions	240,268	-	240,268

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

6. Healthcare Benefits Plan

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, 2021 the date of latest actuarial valuation:

Employees

Inactive Members or Beneficiaries Currently Receiving Benefits	137
Inactive Members Entitled To But Not Yet Receiving Benefits	-
Active Members	<u>492</u>
Total Membership	<u><u>629</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.

7. Other Postemployment Benefits Plan

Total OPEB Liability. The County's total OPEB liability of \$27,792,081 was measured as of June 30, 2022 and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%
Real wage growth	0.75%
Wage inflation	3.25%
Salary increases, including wage inflation	
General Employees	3.25%-8.41%
Firefighters	3.25%-8.15%
Law Enforcement Officers	3.25%-7.90%
Municipal Bond Index Rate	
Prior Measurement Date	2.16%
Measurement Date	3.54%
Health Care Cost Trend Rates	
Pre-Medicare Medical and Prescription Drug	7.00% for 2021 decreasing to an ultimate rate of 4.50% by 2031
Medicare Medical and Prescription Drug	5.125% for 2021 decreasing to an ultimate rate of 4.50% by 2024

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

7. Other Postemployment Benefits Plan (Continued)

The discount rate is based on the yield of the Municipal Bond Index Rate equal to the Bond Buyer 20-year General Obligation Bond as of the measurement date.

Changes in assumptions and other inputs reflect a change in the discount rate from 2.16% to 3.54%.

Mortality rates were based on the Pub-2010 mortality tables, with adjustments for LGERS experience and generational mortality improvements using Scale MP-2019.

The actuarial assumptions used in the June 30, 2022 valuation were based on a review of recent plan experience performed concurrently with the June 30, 2022 valuation.

Total OPEB Liability	
Beginning balance	\$ 33,251,400
Changes for the year:	
Service cost	1,517,702
Interest	742,720
Change in benefit terms	-
Difference between expected and actual experience	(266,855)
Changes of assumptions or other inputs	(6,680,970)
Net benefit payments	(771,916)
Other	-
Ending balance	\$ 27,792,081

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current discount rate:

	1% Decrease (1.16%)	Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB Liability	\$ 32,409,868	\$ 27,792,081	\$ 24,107,957

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

7. Other Postemployment Benefits Plan (Continued)

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	\$ 32,409,868	\$ 27,792,081	\$ 24,107,957

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

For the year ended June 30, 2023, the County recognized OPEB expense of \$1,902,927. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 470,573	\$ 249,021
Changes of assumptions or other inputs	4,613,450	6,815,168
Total	\$ 5,084,023	\$ 7,064,189

\$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, 2023. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	
2024	\$ (368,068)
2025	(350,964)
2026	(73,790)
2027	60,863
2028	(121,015)
Thereafter	(1,127,192)
Total	\$ (1,980,166)

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

C. Pension Plan and Other Post Employment Obligations (Continued)

8. Death Benefit Plan

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.

9. Deferred Outflows of Resources and Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
(Pensions, OPEB) - difference between expected and actual experience	\$ 1,410,873	\$ 345,168
(Pensions, OPEB) - Net difference between projected and actual investment earnings	5,503,968	-
(Pensions) - change in proportion and difference between employer contributions and proportionate share of contributions	95,256	240,268
(Pensions, OPEB) - change in assumptions	6,562,182	7,215,932
Contributions to pension plan subsequent to measurement date	2,930,028	-
Deferred loss on refunding	528,270	-
Prepaid taxes not yet earned (General)	-	219,441
Other	-	1,350
Total	\$ 17,030,577	\$ 8,022,159

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

D. 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.

E. Contingent Liabilities

At June 30, 2023, 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.

F. Long-Term Obligations

1. Leases

The County has entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

An agreement was executed on October 14, 2021 to lease certain equipment, requiring 5 yearly payments of \$70,397.

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

Year Ending June 30	Principal	Interest
2024	68,914	1,483
2025	69,404	993
2026	69,899	498
Total	\$ 208,217	\$ 2,974

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

2. 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.

The County's limited obligation bonds payable at June 30, 2023 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 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.	<u>\$ 39,435,000</u>
--	----------------------

Limited obligation bonds serviced by the Water Districts:

Water District B - \$960,000 2022 Advance Refunding Bonds due in annual principal installments ranging from \$70,000 to \$85,000 plus annual interest payments through June 1, 2037; interest at 5%.	\$ 890,000
--	------------

Water District D - \$2,175,000 2022 Advance Refunding Bonds due in annual principal installments ranging from \$95,000 to \$165,000 plus annual interest payments through June 1, 2037; interest ranging from 4-5%.	2,080,000
---	-----------

Water District E - \$2,115,000 2022 Advance Refunding Bonds due in annual principal installments ranging from \$80,000 to \$145,000 plus annual interest payments through June 1, 2037; interest ranging from 4-5%.	2,035,000
---	-----------

Water District F - \$2,450,000 2022 Advance Refunding Bonds due in annual principal installments ranging from \$105,000 to \$180,000 plus annual interest payments through June 1, 2037; interest ranging from 4-5%.	2,345,000
--	-----------

Water District G - \$1,635,000 2022 Advance Refunding Bonds due in annual principal installments ranging from \$70,000 to \$120,000 plus annual interest payments through June 1, 2037; interest ranging from 4-5%.	<u>1,565,000</u>
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Total limited obligation bonds	<u><u>\$ 8,915,000</u></u>
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DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

Annual debt service requirements to maturity for the County's limited obligation bonds are as follows:

Year Ending June 30	Government-type Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 2,245,000	\$ 1,754,194	\$ 555,000	\$ 472,063
2025	2,355,000	1,641,944	575,000	447,313
2026	2,475,000	1,524,194	595,000	421,563
2027	2,595,000	1,400,444	625,000	390,188
2028	2,725,000	1,270,694	645,000	362,613
2029-2033	15,815,000	4,168,219	3,430,000	1,337,450
2034-2038	6,106,740	768,431	2,490,000	553,650
Total	\$ 34,316,740	\$ 12,528,119	\$ 8,915,000	\$3,984,840

Unamortized premiums on
limited obligation bonds

5,118,260
\$ 39,435,000

1,655,754
\$ 10,570,754

2. General Obligation Indebtedness (Continued)

As of June 30, 2023, Duplin County had a legal debt margin of \$299,262,714.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

3. 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, 2023 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%.	\$ 109,198
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\$11,000,000 2005 United States Department of Agriculture Loan in a direct placement installment purchase to finance the construction of the Duplin County Event Center; due in annual installments of \$578,270 including interest through 2045; interest at 4.125%.	8,483,377
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\$1,300,000 Tri-Co Electric Corporation Loan in a direct placement installment agreement to finance the construction of an animal services building; the first payment of \$108,333 is due in year 1, and will be due in annual installments of \$130,000 thereafter; no stated interest rate.	<u>1,191,667</u>
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Total governmental-type activities notes payable	<u><u>\$ 9,784,242</u></u>
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DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

3. Notes Payable (Continued)

Serviced by the County's Water Districts:

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.	162,190
Water District E - \$183,531 State Revolving Loan to finance water system improvements; due in annual installments of \$7,826 through 2034; no stated interest rate.	86,086
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%.	1,291,638
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.	97,889
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%. Payments due in 2015 and 2016 are interest only.	577,639
Albertson - BF Grady Sewer - \$1,175,000 Revolving Loan to finance sewer improvements; due in annual installments of \$27,072 through 2037; no stated interest rate. The principle forgiveness was given for this loan in 2019 in the amount of \$629,494.	<u>378,588</u>
Total water districts notes payable	<u>\$ 2,594,030</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.	<u>\$ 366,635</u>
Total business-type activities notes payable	<u>\$ 2,960,665</u>

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

3. Notes Payable (Continued)

For Duplin County, the following summarizes the annual requirements for notes payable, including interest of \$4,813,898 for governmental activities and \$553,097 for business-type activities:

Year Ending June 30	Governmental-type Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 467,529	\$ 353,429	\$ 245,444	\$ 44,739
2025	367,749	340,521	245,804	42,019
2026	377,557	330,713	246,176	39,287
2027	387,768	320,502	246,560	36,544
2028	398,401	309,869	246,956	33,787
2029-2033	2,059,167	1,373,850	1,038,191	176,689
2034-2038	1,857,393	1,033,957	323,676	70,259
2039-2043	2,273,416	617,934	95,471	53,789
2044-2048	1,595,262	133,124	112,026	37,234
2049-2053	-	-	131,453	17,807
2054-2056	-	-	28,908	943
Total	\$ 9,784,242	\$ 4,813,898	\$ 2,960,665	\$ 553,097

4. Advance Refunding

On March 8, 2022, the County issued \$11,742,742,144 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 \$11,165,849 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 \$576,295. 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 15 years by \$1,700,080 and resulted in an economic gain of \$1,806,276.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

5. Debt Related to Capital Activities

Of the total Governmental Activities debt listed, only \$9,992,459 relates to assets the County holds title.

6. 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, 2023:

	Beginning Balances			Ending Balances		Current
	June 30, 2022	Increases	Decreases	June 30, 2023	Portion	
Governmental Activities:						
Limited obligation bonds	\$ 41,570,000	\$ -	\$ (2,135,000)	\$ 39,435,000	\$ 2,245,000	
Direct placement installment purchase	8,917,676	1,300,000	(433,434)	9,784,242	467,529	
Net pension liability (LGERS)	4,041,435	11,258,648	-	15,300,083	-	
Other post-employment benefits	31,042,989	-	(5,090,713)	25,952,276	-	
Compensated absences	1,127,382	226,160	-	1,353,542	338,386	
Leases	276,644	-	(68,427)	208,217	68,914	
LEO Special Separation Allowance	2,313,128	168,039	-	2,481,167	-	
Total governmental activities	\$ 89,289,254	\$ 12,952,847	\$ (7,727,574)	\$ 94,514,527	\$ 3,119,829	
Business-Type Activities						
Water Activities						
Limited obligation bonds	\$ 11,141,277	\$ -	\$ (570,523)	\$ 10,570,754	\$ 555,000	
Direct placement installment purchase	2,807,519	-	(213,490)	2,594,029	195,433	
Net pension liability (LGERS)	82,159	239,732.0	-	321,891	-	
Other post-employment benefits	509,986	-	(92,278)	417,708	-	
Compensated absences	36,793	2,736	-	39,529	-	
Total Water Activities	\$ 14,577,734	\$ 242,468	\$ (876,291)	\$ 13,943,911	\$ 750,433	

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

F. Long-Term Obligations (Continued)

6. Long-Term Obligation Activity

	Beginning Balances			Ending Balances		Current Portion
	June 30, 2022	Increases	Decreases	June 30, 2023		
Airport Activities						
Direct placement installment purchase	\$ 416,647	\$ -	\$ (50,012)	\$ 366,635	\$ 50,012	
Net pension liability (LGERS)	30,184	92,947.0	-	123,131	-	
Other post-employment benefits	97,364	-	(13,059)	84,305	-	
Compensated absences	14,535	-	(4,297)	10,238	2,560	
Total Airport Activities	\$ 558,730	\$ 92,947	\$ (67,368)	\$ 584,309	\$ 52,572	

	Beginning Balances			Ending Balances		Current Portion
	June 30, 2022	Increases	Decreases	June 30, 2023		
Solid Waste Activities						
Net pension liability (LGERS)	\$ 151,653	\$ 471,916	\$ -	\$ 623,569	\$ -	
Other post-employment benefits	1,068,985	-	(174,085)	894,900	-	
Compensated absences	55,780	6,319	-	62,099	15,525	
Total Solid Waste Activities	\$ 1,276,418	\$ 478,235	\$ (174,085)	\$ 1,580,568	\$ 15,525	

	Beginning Balances			Ending Balances		Current Portion
	June 30, 2022	Increases	Decreases	June 30, 2023		
Transportation Activities						
Net pension liability (LGERS)	\$ 68,528	\$ 215,729	\$ -	\$ 284,257	\$ -	
Other post-employment benefits	532,076	-	(89,184)	442,892	-	
Compensated absences	35,032	2,666	-	37,698	9,425	
Total Transportation Activities	\$ 635,636	\$ 218,395	\$ (89,184)	\$ 764,847	\$ 9,425	
Total business-type activities	\$ 17,048,518	\$ 1,032,045	\$ (1,206,928)	\$ 16,873,635	\$ 827,954	

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.

7. 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, 2023, there were no industrial revenue bonds outstanding.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

G. Interfund Balances and Activity

1. Transfers to/from Other Funds

Transfers in (out) for the year ended June 30, 2023 are summarized below:

Fund	To	From
From General Fund	\$ 22,636	
To Automation Preservation Fund		\$ 22,636
From School Fund	2,414,228	
To Debt Service Fund		2,414,228
From General Fund	1,582,142	
To Debt Service Fund		1,582,142
From ARPA Fund	9,311,177	
To General Fund		9,311,177
From General Fund	90,268	
To Airport Commission Fund		90,268
From Airport Commission Fund	9,813	
To Capital Projects Fund		9,813
From Community Development Fund	466,955	
To Eastern Region Fund		466,955
Total	\$ 13,897,219	\$ 13,897,219

All of the above were for operating expenditures.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

H. 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	\$45,291,055
Less:	
Stabilization by state statute	\$ 3,453,599
Nonspendable - inventory	250,296
Appropriated Fund Balance	3,249,652
Public Safety	172,028
Human Services	572,193
Economic development	1,743,571
Remaining Fund Balance	\$ 35,849,716

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.

	<u>June 30</u>	<u>2023</u>
Encumbrances:		
General Fund	\$	3,249,652

I. 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.

J. 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, 2023. 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, 2023. Complete financial statements for Eastpointe Human Services can be obtained from their office in Beulaville, North Carolina.

DUPLIN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For Year Ended June 30, 2023

4. Detail Notes on All Funds (Continued)

J. Joint Ventures (Continued)

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 \$1,979,695 to the community college for operating and capital purposes, respectively, during the fiscal year ended June 30, 2023. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2023. Complete financial statements for the community college may be obtained from the community college's administrative offices at Highway 11 South, Kenansville, North Carolina.

5. Summary Disclosure of Significant Commitments and Contingencies

A. 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.

6. Significant Effects of Subsequent Events

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

7. Restatements

During the fiscal year ended June 30, 2023, the County determined that accumulated amortization related to leases had been omitted and unavailable revenues were not properly presented on the government-wide financial statements. Therefore an adjustment to the beginning fund balance has been recorded, the net effect of which increased beginning fund balance in governmental funds by \$12,875,073. The County also determined, during the fiscal year ended June 30, 2023, that fixed asset additions were not properly presented for the Water Fund in the financial statements which resulted in an increase of \$162,336 to the beginning net position of the Water Fund.

REQUIRED SUPPLEMENTAL FINANCIAL DATA

DUPLIN COUNTY, NORTH CAROLINA
Proportionate Share of Net Pension Liability (Asset)
Required Supplementary Information
Last Ten Fiscal Years *

Schedule A-1

Local Government Employees' Retirement System

	<u>2023</u>	<u>2022</u>	<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) (%)	0.29519%	0.28521%	0.29230%	0.31915%	0.32376%	0.35159%	0.35800%	0.33000%	0.32200%	0.31200%
County's proportion of the net pension liability (asset) (\$)	\$ 16,652,931	\$ 4,373,969	\$ 10,445,124	\$ 8,715,738	\$ 7,680,694	\$ 5,371,321	\$ 7,591,805	\$ 1,479,764	\$ (1,899,277)	\$ 3,762,003
County's covered-employee payroll	\$ 24,084,138	\$ 21,998,561	\$ 20,442,007	\$ 20,514,022	\$ 20,548,575	\$ 20,849,942	\$ 19,977,306	\$ 19,241,121	\$ 16,399,727	\$ 15,288,431
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	69.14%	19.88%	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 **	84.00%	92.00%	94.18%	91.47%	98.09%	98.79%	102.64%	94.35%	98.22%	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 Ten Fiscal Years

Schedule A-2

Local Government Employees' Retirement System

	<u>2023</u>	<u>2022</u>	<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	\$ 2,930,028	\$ 2,510,337	\$ 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	<u>2,930,028</u>	<u>2,510,337</u>	<u>2,100,664</u>	<u>1,867,488</u>	<u>1,627,860</u>	<u>1,580,375</u>	<u>1,545,389</u>	<u>1,373,736</u>	<u>1,370,791</u>	<u>1,339,314</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$24,084,138	\$21,998,561	\$ 20,342,828	\$ 20,442,007	\$20,514,022	\$ 20,548,575	\$20,849,942	\$19,977,306	\$ 19,241,121	\$16,399,727
Contribution as a percentage of covered-employee payroll	12.17%	11.41%	10.33%	9.14%	7.94%	7.69%	7.41%	6.88%	7.12%	8.17%

DUPLIN COUNTY, NORTH CAROLINA
Schedule of Changes in Total Pension Liability
Law Enforcement Officers' Special Separation Allowance
Last Seven Fiscal Years

Law Enforcement Officers' Special Separation Allowance

	2023	2022	2021	2020	2019	2018	2017
Beginning balance	\$ 2,481,167	\$ 2,313,128	\$ 1,753,750	\$ 1,655,277	\$ 1,632,207	\$ 1,535,414	\$ 1,481,357
Service cost	149,726	147,279	80,642	79,983	88,663	81,883	91,536
Interest on the total pension liability	54,696	43,909	55,651	58,182	50,150	58,401	52,010
Differences between expected and actual	161,240	118,559	(54,138)	20,669	41,175	(107,544)	-
Changes of assumptions or other inputs	(422,531)	(65,571)	570,523	53,400	(66,536)	108,923	(40,512)
Benefit payments	(100,457)	(76,137)	(93,300)	(113,761)	(90,382)	(44,870)	(48,977)
Ending balance of the total pension liability	<u>\$ 2,323,841</u>	<u>\$ 2,481,167</u>	<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 December 31.

This schedule is intended to show information for ten years.

Additional years' information will be displayed as it becomes available.

DUPLIN COUNTY, NORTH CAROLINA
Schedule of Total Pension Liability as a Percentage of Covered Payroll
Law Enforcement Officers' Special Separation Allowance
Last Seven Fiscal Years

Law Enforcement Officers' Special Separation Allowance

	2023	2022	2021	2020	2019	2018	2017
Total pension liability	\$2,323,841	\$2,481,167	\$ 2,313,128	\$ 1,753,750	\$1,655,277	\$1,632,207	\$1,535,414
Covered payroll	3,617,315	3,429,778	2,951,523	3,051,838	3,201,689	3,384,695	3,399,215
Total pension liability as a percentage of covered payroll	64.24%	72.34%	78.37%	57.47%	51.70%	48.22%	45.17%

Notes to the Schedules:

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

This schedule is intended to show information for ten years.

Additional years' information will be displayed as it becomes available.

DUPLIN COUNTY, NORTH CAROLINA
Schedule of Changes in Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability						
Service cost at end of year	\$ 1,517,702	\$ 1,483,837	\$ 1,002,214	\$ 1,003,440	\$ 1,061,558	\$ 1,196,036
Interest on the total pension liability and cash flows	742,720	698,605	855,713	855,532	784,397	688,654
Differences between expected and actual experience in the measurement of the total pension liability	(266,855)	19,976	227,396	636,042	12,813	(78,293)
Changes of assumptions or other inputs	(6,680,970)	1,516,439	5,701,597	(134,625)	(1,242,135)	(2,184,539)
Benefit payments and implicit subsidy credit	(771,916)	(1,182,987)	(1,027,378)	(787,489)	(529,718)	(406,111)
Net change in Total OPEB Liability	<u>(5,459,319)</u>	<u>2,535,870</u>	<u>6,759,542</u>	<u>1,572,900</u>	<u>86,915</u>	<u>(784,253)</u>
Total OPEB Liability - beginning	<u>33,251,400</u>	<u>30,715,530</u>	<u>23,955,988</u>	<u>22,383,088</u>	<u>22,296,173</u>	<u>23,080,426</u>
Total OPEB Liability - ending	<u>\$ 27,792,081</u>	<u>\$ 33,251,400</u>	<u>\$ 30,715,530</u>	<u>\$ 23,955,988</u>	<u>\$ 22,383,088</u>	<u>\$ 22,296,173</u>
Covered payroll	\$ 21,998,561	\$ 21,998,561	\$ 17,060,784	\$ 17,060,784	\$ 18,737,085	\$ 18,737,085
Total OPEB Liability as a percentage of covered payroll	126.34%	151.15%	180.04%	140.42%	119.46%	118.99%

Notes to the Schedules:

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

<u>Fiscal Year</u>	<u>Rate</u>
2023	3.54%
2022	2.16%
2021	2.21%
2020	3.50%
2019	3.89%
2018	3.56%

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

DUPLIN COUNTY, NORTH CAROLINA
General Fund
Balance Sheet
June 30, 2023
With comparative totals for June 30, 2022

Schedule 1

	2023	2022
Assets:		
Cash and cash equivalents	\$ 3,300,437	\$ 904,817
Investments	41,097,795	29,950,926
Taxes receivable, net	1,808,300	1,669,424
Due from other governments	400,694	440,740
Inventories	238,258	293,501
Accounts receivable, net	9,947,800	12,575,154
Total assets	\$ 56,793,284	\$ 45,834,562
Liabilities, Deferred Inflows of Resources, and Fund Balance:		
Liabilities:		
Accounts payable and accrued liabilities	1,827,305	2,549,778
Contracts payable	3,090	2,395
Total liabilities	1,830,395	2,552,173
Deferred Inflows of Resources:		
Unavailable revenue	7,644,717	10,601,083
Property taxes receivable	1,808,300	1,669,424
Prepaid taxes	218,817	187,708
Total deferred inflows of resources	9,671,834	12,458,215
Fund Balance:		
Nonspendable - inventory	250,296	305,539
Restricted:		
Stabilization by state statute	3,453,599	2,680,815
Federally seized assets	60,626	60,626
Grants and projects	1,361,948	1,361,948
Health	572,193	572,193
Sheriff	111,402	111,402
Economic development	16,319	16,319
Inspection	342,310	342,310
Events center	22,994	22,994
Assigned:		
Subsequent year's expenditures	3,249,652	2,753,796
Unassigned:	35,849,716	22,596,232
Total fund balance	45,291,055	30,824,174
Total liabilities, deferred inflows of resources, and fund balances	\$ 56,793,284	\$ 45,834,562

DUPLIN COUNTY, NORTH CAROLINA
General Fund

Schedule 2

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023		Variance Positive (Negative)	2022
	Budget	Actual		Actual
Revenues:				
Ad valorem taxes:				
Taxes	\$ 34,608,574	\$ 35,682,885	\$ 1,074,311	\$ 34,515,215
Interest and penalties	-	-	-	-
Total	<u>34,608,574</u>	<u>35,682,885</u>	<u>1,074,311</u>	<u>34,515,215</u>
Other taxes and licenses:				
Local option sales tax	8,730,111	10,317,289	1,587,178	10,103,546
Other taxes and licenses	168,500	225,012	56,512	229,203
Total	<u>8,898,611</u>	<u>10,542,301</u>	<u>1,643,690</u>	<u>10,332,749</u>
Unrestricted intergovernmental:				
ABC profit distribution	27,000	9,846	(17,154)	24,123
Video franchise tax	20,800	14,394	(6,406)	15,108
Medicaid hold harmless distribution	-	404,596	404,596	940,377
Total	<u>47,800</u>	<u>428,836</u>	<u>381,036</u>	<u>979,608</u>
Restricted intergovernmental:				
State and Federal grants	12,308,851	9,708,517	(2,600,334)	7,811,330
COVID	498,978	257,781	(241,197)	329,005
Other grants	1,040,726	1,032,914	(7,812)	767,929
ARPA funds	123,909	61,954	(61,955)	-
Court facilities fees	100,000	90,799	(9,201)	102,014
Social services fraud collection	30,000	4,639	(25,361)	6,921
Law enforcement reserve	12,000	2,802	(9,198)	6,842
Total	<u>14,114,464</u>	<u>11,159,406</u>	<u>(2,955,058)</u>	<u>9,024,041</u>
Permits and fees:				
Register of deeds	219,920	237,273	17,353	273,162
Permits and inspection fees	305,000	411,281	106,281	388,993
Total	<u>524,920</u>	<u>648,554</u>	<u>123,634</u>	<u>662,155</u>
Sales and services:				
Rents and parking	115,596	127,292	11,696	119,261
Sheriff and jail fees	386,732	394,450	7,718	452,735
Event center revenue	236,380	259,282	22,902	228,978
Other fees and services	1,761,417	1,719,882	(41,535)	1,499,395
School resource officer	1,138,826	1,379,838	241,012	1,021,983
Social services fees	73,200	34,685	(38,515)	48,949
Health department fees	1,389,072	1,461,980	72,908	1,846,990
Emergency medical service fees	2,355,000	3,315,899	960,899	3,437,206
Total	<u>7,456,223</u>	<u>8,693,308</u>	<u>1,237,085</u>	<u>8,655,497</u>
Other revenue:				
Investment earnings: interest	110,000	1,676,469	1,566,469	120,273
Various contributions	91,728	93,100	1,372	22,939
In-kind contributions	26,005	20,395	(5,610)	19,170
Sale of fixed assets	4,650	70,597	65,947	40,275
Miscellaneous	202,665	243,156	40,491	347,463
Total	<u>435,048</u>	<u>2,103,717</u>	<u>1,668,669</u>	<u>550,120</u>
Total revenues	<u>66,085,640</u>	<u>69,259,007</u>	<u>3,173,367</u>	<u>64,719,385</u>

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)

	2023		Variance Positive (Negative)	2022
	Budget	Actual		Actual
Expenditures:				
General government:				
Governing body	\$ 386,179	\$ 378,489	\$ (7,690)	\$ 358,652
Finance	606,001	601,024	(4,977)	558,270
Tax administration	1,434,426	1,384,149	(50,277)	1,252,931
Management information systems	1,036,677	1,019,556	(17,121)	782,792
County manager	238,760	235,687	(3,073)	212,293
Personnel	315,261	253,361	(61,900)	290,400
Register of deeds	412,678	408,307	(4,371)	357,700
Elections	370,487	315,740	(54,747)	255,856
Public buildings	556,221	530,811	(25,410)	681,111
Non-departmental	956,163	951,890	(4,273)	946,631
Central supply	1,200,000	1,161,406	(38,594)	692,826
Housekeeping	348,420	346,650	(1,770)	281,479
Garage	463,666	447,669	(15,997)	290,215
Miscellaneous expenses	150,200	150,000	(200)	-
Total	<u>8,475,139</u>	<u>8,184,739</u>	<u>(290,400)</u>	<u>6,961,156</u>
Public safety:				
Sheriff	5,651,980	5,722,501	70,521	4,806,592
Court facilities	325,173	299,421	(25,752)	268,331
Adult probation	4,800	2,013	(2,787)	1,732
Mental health transportation	72,803	70,326	(2,477)	66,354
Special separation allowance	141,197	128,278	(12,919)	98,343
Fingerprinting	8,430	8,426	(4)	8,000
Communications	1,665,428	1,837,380	171,952	1,546,149
Special response team	15,000	13,650	(1,350)	9,374
School resource officer	990,822	896,377	(94,445)	790,439
Federally seized assets	156,734	25,998	(130,736)	64,373
Jail	3,776,450	3,199,046	(577,404)	2,853,562
Emergency management	198,221	188,562	(9,659)	179,808
NC communities foundation grant	2,000	2,000	-	2,761
SCAPP - 2016 H1734-NC-AP	27,388	20,827	(6,561)	5,986
Emergency medical services	6,434,654	6,496,066	61,412	5,754,381
Fire marshall	188,497	182,247	(6,250)	116,512
Concealed Weapon	132,599	-	(132,599)	1,259
Faison substation	144,824	141,617	(3,207)	121,460
Building inspections	270,500	246,456	(24,044)	223,693
Medical examiner	58,000	49,350	(8,650)	56,200
Animal control	434,980	399,962	(35,018)	328,300
JCPC	219,656	220,878	1,222	223,577
Total	<u>20,920,136</u>	<u>20,151,381</u>	<u>(768,755)</u>	<u>17,527,186</u>

**DUPLIN COUNTY, NORTH CAROLINA
General Fund**

Schedule 2

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)**

Economic and physical development				
Economic development	1,301,126	1,194,274	(106,852)	1,244,740
Soil/water conservation	1,631,199	1,406,075	(225,124)	1,297,183
Agricultural extension	20,493	18,335	(2,158)	13,688
Cooperative extension prevention block grant	652,523	85,509	(567,014)	85,974
Duke energy grant	25,000	24,075	(925)	-
Total	<u>3,630,341</u>	<u>2,728,268</u>	<u>(902,073)</u>	<u>2,641,585</u>
Human services:				
Health:				
Nutrition programs	502,130	480,860	(21,270)	400,039
Environmental health	623,386	502,910	(120,476)	384,353
Aministration	413,754	399,654	(14,100)	370,090
COVID	320,458	89,178	(231,280)	231,841
Immunizations	446,903	380,620	(66,283)	424,479
Other health programs	7,160,653	4,580,681	(2,579,972)	3,022,071
Total	<u>9,467,284</u>	<u>6,433,903</u>	<u>(3,033,381)</u>	<u>4,832,873</u>
Mental health:				
Regional mental health	224,474	224,475	1	224,474
Total	<u>224,474</u>	<u>224,475</u>	<u>1</u>	<u>224,474</u>
Social services:				
Administration	8,652,957	7,581,302	(1,071,655)	6,164,114
Medical assistance	151,000	91,611	(59,389)	75,176
Child support enforcement	190,613	115,082	(75,531)	108,254
Adult daycare	450,000	286,466	(163,534)	250,411
Aging services	732,473	594,568	(137,905)	557,109
Food assistance	350,224	324,867	(25,357)	284,135
County wellness program	429,376	413,057	(16,319)	375,862
Adoption assistance	138,944	110,637	(28,307)	111,151
Human services grant	112,491	72,679	(39,812)	229,816
Foster care	518,000	299,129	(218,871)	340,899
Services to the blind	7,000	6,611	(389)	6,458
Crisis intervention	694,836	326,426	(368,410)	1,058,965
Other assistance	137,615	65,919	(71,696)	33,586
Total	<u>12,565,529</u>	<u>10,288,354</u>	<u>(2,277,175)</u>	<u>9,595,936</u>
Bioterrorism	144,690	133,682	(11,008)	55,951
Veteran's services	412,561	389,019	(23,542)	217,771
Total	<u>22,814,538</u>	<u>17,469,433</u>	<u>(5,345,105)</u>	<u>14,927,005</u>
Cultural and recreational:				
Museam	278,559	150,737	(127,822)	122,020
Recreation	1,464,802	1,004,170	(460,632)	667,773
Library	385,987	655,072	269,085	604,053
Total	<u>2,129,348</u>	<u>1,809,979</u>	<u>(319,369)</u>	<u>1,393,846</u>

**DUPLIN COUNTY, NORTH CAROLINA
General Fund**

Schedule 2

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)**

Education:				
Public schools:				
Current expense	9,464,000	9,464,000	-	8,968,900
Capital outlay	623,422	320,762	(302,660)	249,771
Community college	2,279,695	2,279,695	-	2,144,200
Total	<u>12,367,117</u>	<u>12,064,457</u>	<u>(302,660)</u>	<u>11,362,871</u>
Total expenditures	<u>70,336,619</u>	<u>62,408,257</u>	<u>(7,928,362)</u>	<u>54,813,649</u>
Revenues over (under) expenditures	<u>(4,250,979)</u>	<u>6,850,750</u>	<u>11,101,729</u>	<u>9,905,736</u>
Other financing sources (uses):				
Appropriated fund balance	3,646,935	-	(3,646,935)	-
Transfers (to)/from other funds	604,044	7,616,131	7,012,087	(4,268,237)
Total	<u>4,250,979</u>	<u>7,616,131</u>	<u>3,365,152</u>	<u>(4,268,237)</u>
Net change in fund balance	<u>\$ -</u>	<u>14,466,881</u>	<u>\$ 14,466,881</u>	<u>\$ 5,637,499</u>
Fund balance, beginning		<u>30,824,174</u>		
Fund balance, ending		<u>\$ 45,291,055</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 3

Capital Project Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Inception and For the Year Ended June 30, 2023**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Revenues:					
Restricted intergovernmental					
Federal and state grants	\$ 8,712,154	\$ 36,385,180	\$ 365,694	\$ 36,750,874	\$28,038,720
Investment earnings	-	1,137,824	1,128,378	2,266,202	2,266,202
Other	<u>1,627,047</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,627,047)</u>
Total revenues	<u>10,339,201</u>	<u>37,523,004</u>	<u>1,494,072</u>	<u>39,017,076</u>	<u>28,677,875</u>
Expenditures:					
Capital projects	9,060,488	267,902	5,355,504	5,623,406	3,437,082
Education	62,261,411	62,158,679	-	62,158,679	102,732
NCDAS stream cleanout	4,387,069	4,206,445	326,013	4,532,458	(145,389)
NC found of S&W	-	4,118	-	4,118	(4,118)
BFG sewer DWI	<u>142,358</u>	<u>1,851,196</u>	<u>174,268</u>	<u>2,025,464</u>	<u>(1,883,106)</u>
Total expenditures	<u>75,851,326</u>	<u>68,488,340</u>	<u>5,855,785</u>	<u>74,344,125</u>	<u>1,507,201</u>
Other Financing Sources (Uses)					
Proceeds from debt issuance	61,814,251	60,514,251	1,300,000	61,814,251	-
Interest	-	190,511	-	190,511	190,511
Transfers (to)/from other funds	<u>3,697,874</u>	<u>3,570,767</u>	<u>-</u>	<u>3,570,767</u>	<u>(127,107)</u>
Total other financing sources (uses)	<u>65,512,125</u>	<u>64,275,529</u>	<u>1,300,000</u>	<u>65,575,529</u>	<u>63,404</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 33,310,193</u>	<u>(3,061,713)</u>	<u>\$ 30,248,480</u>	<u>\$30,248,480</u>
Fund balance, beginning			<u>33,310,193</u>		
Fund balance, ending			<u>\$ 30,248,480</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 4

ARPA Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
American rescue plan funds	\$ -	\$ 9,275,302	\$ 9,275,302	\$ 2,134,449
Investment earnings	-	9,383	9,383	24,420
Total revenues	-	9,284,685	9,284,685	2,158,869
Expenditures:				
Salaries and benefits	-	-	-	2,060,727
Operating expenditures	-	-	-	73,722
Total expenditures	-	-	-	2,134,449
Revenues over (under) expenditures	-	9,284,685	9,284,685	24,420
Other Financing Sources (Uses)				
Transfers (in)/out	(9,275,302)	(9,311,177)	(35,875)	-
Total other financing sources (uses)	(9,275,302)	(9,311,177)	(35,875.00)	-
Net change in fund balance	<u>\$ (9,275,302)</u>	<u>(26,492)</u>	<u>\$ 9,248,810</u>	<u>\$ 24,420</u>
Fund balance, beginning		26,492		
Fund balance, ending		<u>\$ -</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 5

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Investment earnings	\$ -	\$ 24,083	\$ 24,083	\$ 1,032
Total revenues	-	24,083	24,083	1,032
Expenditures:				
Debt service				
Principal retirement	2,354,286	2,462,619	108,333	2,245,598
Interest and fees	2,219,929	2,219,929	-	2,330,364
Bond issuance costs	1,250	1,250	-	1,250
Total expenditures	4,575,465	4,683,798	108,333	4,577,212
Revenues over (under) expenditures	(4,575,465)	(4,659,715)	(84,250)	(4,576,180)
Other Financing Sources (Uses)				
Transfers (in)/out	4,575,465	3,996,370	(579,095)	4,575,958
Total other financing sources (uses)	4,575,465	3,996,370	(579,095)	4,575,958
Net change in fund balance	<u>\$ -</u>	<u>(663,345)</u>	<u>\$ (663,345)</u>	<u>\$ (222)</u>
Fund balance, beginning		<u>639,072</u>		
Fund balance, ending		<u>\$ (24,273)</u>		

**Combining Balance Sheet
Nonmajor Governmental Funds
For the Year Ended June 30, 2023**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 7,079,131	\$ 6,205,257	\$ 13,284,388
Accounts receivable, net	447,714	913,138	1,360,852
Notes receivable, net	348,837	-	348,837
Taxes receivable, net	115,005	-	115,005
Due from other funds	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>7,990,687</u>	<u>7,118,395</u>	<u>15,109,082</u>
LIABILITIES			
Accounts payable	485,865	-	485,865
Due to other funds	1,135,612	1,143,899	2,279,511
Prepaid taxes	624	-	624
Property taxes receivable	463,842	-	463,842
Total liabilities	<u>2,085,943</u>	<u>1,143,899</u>	<u>3,229,842</u>
FUND BALANCES			
Restricted:			
Stabilization by State statute	-	913,138	913,138
Register of Deeds	42,143	-	42,143
Tax revaluation and mapping	561,684	-	561,684
Emergency services	536,063	-	536,063
School capital	2,944,987	5,246,403	8,191,390
Committed			
Capital improvements	-	(185,045)	(185,045)
Economic development	1,642,994	-	1,642,994
Various programs	1,321,382	-	1,321,382
Unassigned	<u>(1,144,509)</u>	<u>-</u>	<u>(1,144,509)</u>
Total fund balances	<u>5,904,744</u>	<u>5,974,496</u>	<u>11,879,240</u>
	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$ 7,990,687</u>	<u>\$ 7,118,395</u>	<u>\$ 15,109,082</u>

DUPLIN COUNTY, NORTH CAROLINA

Schedule 7

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Ad valorem taxes	\$ 2,306,654	\$ -	\$ 2,306,654
Local option sales tax	1,516,077	3,576,877	5,092,954
Restricted intergovernmental	1,630,503	1,624,729	3,255,232
Investment earnings	241,512	189,924	431,436
Other	566,188	-	566,188
	<u>6,260,934</u>	<u>5,391,530</u>	<u>11,652,464</u>
EXPENDITURES			
General government	229,467	-	229,467
Public safety	4,519,230	-	4,519,230
Human services	19,548	-	19,548
Economic and physical development	741,983	1,376,145	2,118,128
Education	1,816,610	595,832	2,412,442
Capital outlay	48,825	-	48,825
	<u>7,375,663</u>	<u>1,971,977</u>	<u>9,347,640</u>
Excess (deficiency) of revenues over expenditures	<u>(1,114,729)</u>	<u>3,419,553</u>	<u>2,304,824</u>
OTHER FINANCING SOURCES (USES)			
Transfers out	(466,955)	(2,414,228)	(2,881,183)
Transfers in	489,591	-	489,591
	<u>22,636</u>	<u>(2,414,228)</u>	<u>(2,391,592)</u>
Net changes in fund balances	(1,092,093)	1,005,325	(86,768)
Fund balances, beginning	<u>6,996,837</u>	<u>4,969,171</u>	<u>11,966,008</u>
Fund balances, ending	<u>\$ 5,904,744</u>	<u>\$ 5,974,496</u>	<u>\$ 11,879,240</u>

DUPLIN COUNTY, NORTH CAROLINA
Combining Balance Sheet
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

Schedule 8

	School Planning Fund	Community Development Revolving Loan Fund	Revaluation Reserve Fund	Fire District Fund	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	Community Development Fund	Opioid Settlement Fund	Eastern Region Fund	EPA Brownfield Grant Fund	Total
ASSETS																	
Cash and cash equivalents	\$ 2,944,987	\$ 1,642,994	\$ 564,626	\$ -	\$ 522,742	\$ 42,143	\$ 340,670	\$ 219,916	\$ 33,151	\$ 21,095	\$ 2,963	\$ 7,434	\$ -	\$ 320,130	\$ 416,280	\$ -	\$ 7,079,131
Accounts receivable, net	-	-	-	430,558	16,427	-	-	-	-	729	-	-	-	-	-	-	447,714
Notes receivables, net	-	348,837	-	-	-	-	-	-	-	-	-	-	-	-	-	-	348,837
Taxes receivable, net	-	-	-	115,005	-	-	-	-	-	-	-	-	-	-	-	-	115,005
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	<u>2,944,987</u>	<u>1,991,831</u>	<u>564,626</u>	<u>545,563</u>	<u>539,169</u>	<u>42,143</u>	<u>340,670</u>	<u>219,916</u>	<u>33,151</u>	<u>21,824</u>	<u>2,963</u>	<u>7,434</u>	<u>-</u>	<u>320,130</u>	<u>416,280</u>	<u>-</u>	<u>7,990,687</u>
LIABILITIES																	
Accounts payable	-	-	2,942	438,831	3,106	-	21,005	9,038	5,380	2,610	2,953	-	-	-	-	-	485,865
Due to other funds	-	-	-	1,101,922	-	-	-	-	-	-	-	-	-	-	-	-	1,135,612
Total liabilities	<u>-</u>	<u>-</u>	<u>2,942</u>	<u>1,540,753</u>	<u>3,106</u>	<u>-</u>	<u>21,005</u>	<u>9,038</u>	<u>5,380</u>	<u>2,610</u>	<u>2,953</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,690</u>
DEFERRED INFLOWS OF RESOURCES																	
Prepaid taxes	-	-	-	624	-	-	-	-	-	-	-	-	-	-	-	-	624
Property taxes receivable	-	348,837	-	115,005	-	-	-	-	-	-	-	-	-	-	-	-	463,842
Total deferred inflows of resources	<u>-</u>	<u>348,837</u>	<u>-</u>	<u>115,629</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>464,466</u>
FUND BALANCES																	
Restricted:																	
Register of Deeds	-	-	-	-	-	42,143	-	-	-	-	-	-	-	-	-	-	42,143
Tax revaluation and mapping	-	-	561,684	-	-	-	-	-	-	-	-	-	-	-	-	-	561,684
Emergency services	-	-	-	-	536,063	-	-	-	-	-	-	-	-	-	-	-	536,063
School capital	2,944,987	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,944,987
Committed																	
Economic development	-	1,642,994	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,642,994
Various programs	-	-	-	-	-	-	319,665	210,878	27,771	19,214	10	7,434	-	320,130	416,280	-	1,321,382
Unassigned	-	-	-	(1,110,819)	-	-	-	-	-	-	-	-	-	-	-	(33,690)	(1,144,509)
Total fund balances	<u>2,944,987</u>	<u>1,642,994</u>	<u>561,684</u>	<u>(1,110,819)</u>	<u>536,063</u>	<u>42,143</u>	<u>319,665</u>	<u>210,878</u>	<u>27,771</u>	<u>19,214</u>	<u>10</u>	<u>7,434</u>	<u>-</u>	<u>320,130</u>	<u>416,280</u>	<u>(33,690)</u>	<u>5,904,744</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,944,987</u>	<u>\$ 1,991,831</u>	<u>\$ 564,626</u>	<u>\$ 545,563</u>	<u>\$ 539,169</u>	<u>\$ 42,143</u>	<u>\$ 340,670</u>	<u>\$ 219,916</u>	<u>\$ 33,151</u>	<u>\$ 21,824</u>	<u>\$ 2,963</u>	<u>\$ 7,434</u>	<u>\$ -</u>	<u>\$ 320,130</u>	<u>\$ 416,280</u>	<u>\$ -</u>	<u>\$ 7,990,687</u>

DUPLIN COUNTY, NORTH CAROLINA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

Schedule 9

	School Planning Fund	Community Development Revolving Loan Fund	Revaluation Reserve Fund	Fire District Fund	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	Community Development Fund	Opioid Settlement Fund	Eastern Region Fund	EPA Brownfield Grant Fund	Total
REVENUES																	
Ad valorem taxes	\$ -	\$ -	\$ 181,158	\$ 2,125,496	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,306,654
Local option sales tax	-	-	-	1,516,077	-	-	-	-	-	-	-	-	-	-	-	-	1,516,077
Restricted intergovernmental	688,365	-	-	-	197,128	-	69,430	-	-	-	-	590,000	-	-	85,580	-	1,630,503
Investment earnings	74,783	98,887	14,005	-	18,245	1,375	12,168	-	-	-	-	321	-	9,106	12,622	-	241,512
Other	-	202,640	75,100	5,250	-	-	5,054	24,426	9,796	19,024	10	-	-	224,888	-	-	566,188
Total revenues	763,148	301,527	270,263	3,646,823	215,373	1,375	86,652	24,426	9,796	19,024	10	590,321	-	233,994	98,202	-	6,260,934
EXPENDITURES																	
General government	-	-	182,380	-	-	13,397	-	-	-	-	-	-	-	-	-	33,690	229,467
Public safety	-	-	-	4,332,708	101,633	-	84,889	-	-	-	-	-	-	-	-	-	4,519,230
Human services	-	-	-	-	-	-	19,414	-	-	-	134	-	-	-	-	-	19,548
Economic and community development	-	-	-	-	-	-	-	-	-	-	-	593,106	-	-	148,877	-	741,983
Education	1,816,610	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,816,610
Capital outlay	-	-	-	-	40,243	-	-	-	-	-	-	-	-	8,582	-	-	48,825
Total expenditures	1,816,610	-	182,380	4,332,708	141,876	13,397	104,303	-	-	-	134	593,106	-	8,582	148,877	33,690	7,375,663
Excess (deficiency) of revenues over expenditures	(1,053,462)	301,527	87,883	(685,885)	73,497	(12,022)	(17,651)	24,426	9,796	19,024	(124)	(2,785)	-	225,412	(50,675)	(33,690)	(1,114,729)
OTHER FINANCING SOURCES (USES)																	
Transfers in	-	-	-	-	-	22,636	-	-	-	-	-	-	-	-	466,955	-	489,591
Total other financing sources (uses)	-	(466,955)	-	-	-	22,636	-	-	-	-	-	-	-	-	466,955	-	22,636
Net change in fund balance	(1,053,462)	(165,428)	87,883	(685,885)	73,497	10,614	(17,651)	24,426	9,796	19,024	(124)	(2,785)	-	225,412	416,280	(33,690)	(1,092,093)
Fund balances, beginning	3,998,449	1,808,422	473,801	(424,934)	462,566	31,529	337,316	186,452	17,975	190	134	10,219	-	94,718	-	-	6,996,837
Fund balances, ending	\$ 2,944,987	\$ 1,642,994	\$ 561,684	\$ (1,110,819)	\$ 536,063	\$ 42,143	\$ 319,665	\$ 210,878	\$ 27,771	\$ 19,214	\$ 10	\$ 7,434	\$ -	\$ 320,130	\$ 416,280	\$ (33,690)	\$ 5,904,744

DUPLIN COUNTY, NORTH CAROLINA

Schedule 10

Nonmajor Special Revenue Funds - School Planning Allocation Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Restricted intergovernmental	\$ -	\$ 688,365	\$ 688,365	\$ 605,727
Investment earnings	-	74,783	74,783	9,319
Total revenues	-	763,148	763,148	615,046
Expenditures:				
Public school building projects	363,027.00	1,816,610	1,453,583	420,891
Total expenditures	363,027	1,816,610	1,453,583	420,891
Revenues over (under) expenditures	(363,027)	(1,053,462)	(690,435)	194,155
Appropriated fund balance	363,027	-	(363,027)	-
Net change in fund balance	<u>\$ -</u>	<u>(1,053,462)</u>	<u>\$ (1,053,462)</u>	<u>\$ 194,155</u>
Fund balance, beginning		3,998,449		
Fund balance, ending		<u>\$ 2,944,987</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 11

**Nonmajor Special Revenue Funds - Community Development Revolving Loan Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Loan/lease payments	\$ -	\$ 202,640	\$ 202,640	\$ 258,164
Investment earnings	-	98,887	98,887	39,861
Total revenues	-	301,527	301,527	298,025
Expenditures:				
Community development loans	-	-	-	200,000
Total expenditures	-	-	-	200,000
Revenues over (under) expenditures	-	301,527	301,527	98,025
Other Financing Sources (Uses)				
Transfer in(out)	-	(466,955)	(466,955)	-
Total other financing sources (uses)	-	(466,955)	(466,955)	-
Net change in fund balance	\$ -	(165,428)	\$ (165,428)	\$ 98,025
Fund balance, beginning		1,808,422		
Fund balance, ending		\$ 1,642,994		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 12

Nonmajor Special Revenue Funds - Revaluation Reserve Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Ad valorem taxes	\$ 181,158	\$ 181,158	\$ -	\$ 181,158
Investment earnings	-	14,005	14,005	1,158
Other income	-	75,100	75,100	-
Total revenues	181,158	270,263	14,005	182,316
Expenditures:				
Salaries and benefits	140,161	9,268	(130,893)	108,465
Operating expenditures	336,468	173,112	(163,356)	171,625
Capital outlay	-	-	-	-
Total expenditures	476,629	182,380	(294,249)	280,090
Revenues over (under) expenditures	(295,471)	87,883	383,354	(97,774)
Appropriated fund balance	295,471	-	(295,471)	-
Net change in fund balance	\$ -	87,883	\$ 87,883	\$ (97,774)
Fund balance, beginning		473,801		
Fund balance, ending		\$ 561,684		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 13

Nonmajor Special Revenue Funds - Fire District Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Ad valorem taxes	\$ 1,819,438	\$ 2,125,496	\$ 306,058	\$ 1,978,529
Local option sales taxes	900,000	1,516,077	616,077	1,391,401
Fines	3,250	5,250	2,000	-
Total revenues	<u>2,722,688</u>	<u>3,646,823</u>	<u>924,135</u>	<u>3,369,930</u>
Expenditures:				
Property and motor vehicle tax	1,766,220	2,034,782	268,562	1,905,599
Payment to state - motor vehicle collections	956,468	1,741,906	785,438	1,342,335
Contracted services	556,008	556,020	12	556,008
Total expenditures	<u>3,278,696</u>	<u>4,332,708</u>	<u>1,054,012</u>	<u>3,803,942</u>
Revenues over (under) expenditures	<u>(556,008)</u>	<u>(685,885)</u>	<u>(129,877)</u>	<u>(434,012)</u>
Other Financing Sources (Uses)				
Transfer in(out)	556,008	-	(556,008)	-
Total other financing sources (uses)	<u>556,008</u>	<u>-</u>	<u>(556,008)</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>(685,885)</u>	<u>\$ (685,885)</u>	<u>\$ (434,012)</u>
Fund balance, beginning		<u>(424,934)</u>		
Fund balance, ending		<u>\$ (1,110,819)</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 14

**Nonmajor Special Revenue Funds - Emergency Telephone System Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental	\$ 197,128	\$ 197,128	\$ -	\$ 291,883
Investment earnings	-	18,245	18,245	706
Total revenues	197,128	215,373	18,245	292,589
Expenditures:				
Operating expenditures	234,798	101,633	(133,165)	190,468
Capital outlay	46,743	40,243	(6,500)	141,058
Total expenditures	281,541	141,876	(139,665)	331,526
Revenues over (under) expenditures	(84,413)	73,497	157,910	(38,937)
Appropriated fund balance	84,413	-	(84,413)	-
Net change in fund balance	\$ -	73,497	\$ 73,497	\$ (38,937)
Fund balance, beginning		462,566		
Fund balance, ending		\$ 536,063		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 15

Nonmajor Special Revenue Funds - Automation Preservation Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Investment earnings	\$ -	\$ 1,375	\$ 1,375	48
Total revenues	-	1,375	1,375	48
Expenditures:				
Operating expenditures	13,973	13,397	(576)	15,069
Total expenditures	13,973	13,397	(576)	15,069
Revenues over (under) expenditures	(13,973)	(12,022)	1,951	(15,021)
Other Financing Sources (Uses)				
Transfer in(out)	19,500	22,636	3,136	24,768
Total other financing sources (uses)	19,500	22,636	3,136	24,768
Appropriated fund balance	(5,527)	-	5,527	-
Net change in fund balance	\$ -	10,614	\$ 10,614	\$ 9,747
Fund balance, beginning		31,529		
Fund balance, ending		\$ 42,143		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 16

Nonmajor Special Revenue Funds - County Trust Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental	\$ -	\$ 69,430	\$ 69,430	\$ 65,499
Investment earnings	-	12,168	12,168	438
Other income	-	5,054	5,054	12,162
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	-	86,652	86,652	78,099
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
Public safety	382,146	84,889	(297,257)	13,863
Human services	34,664	19,414	(15,250)	502
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	416,810	104,303	(312,507)	14,365
	<hr/>	<hr/>	<hr/>	<hr/>
Revenues over (under) expenditures	(416,810)	(17,651)	399,159	63,734
	<hr/>	<hr/>	<hr/>	<hr/>
Appropriated fund balance	416,810	-	(416,810)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balance	\$ -	(17,651)	\$ (17,651)	\$ 63,734
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Fund balance, beginning		337,316		
		<hr/>		
Fund balance, ending		\$ 319,665		
		<hr/> <hr/>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 17

Nonmajor Special Revenue Funds - County Agency Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Other income	\$ -	\$ 24,426	\$ 24,426	(1,055)
Total revenues	-	24,426	24,426	(1,055)
Revenues over (under) expenditures	-	24,426	24,426	(1,055)
Expenditures:				
General government	-	-	-	568
Total expenditures	-	-	-	568
Other Financing Sources (Uses)				
Transfer in(out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	<u>\$ -</u>	<u>24,426</u>	<u>\$ 24,426</u>	<u>\$ (1,055)</u>
Fund balance, beginning		<u>186,452</u>		
Fund balance, ending		<u>\$ 210,878</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 18

Nonmajor Special Revenue Funds - Representative Payee Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Other income	\$ -	\$ 9,796	\$ 9,796	\$ -
Total revenues	-	9,796	9,796	-
Expenditures:				
Human services	-	-	-	8,533
Total expenditures	-	-	-	8,533
Revenues over (under) expenditures	-	9,796	9,796	(8,533)
Net change in fund balance	<u>\$ -</u>	<u>9,796</u>	<u>\$ 9,796</u>	<u>(8,533)</u>
Fund balance, beginning		<u>17,975</u>		
Fund balance, ending		<u>\$ 27,771</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 19

Nonmajor Special Revenue Funds -Deed of Trust Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Other income	\$ -	\$ 19,024	\$ 19,024	\$ -
Total revenues	-	19,024	19,024	-
Expenditures:				
General government	-	-	-	672
Total expenditures	-	-	-	672
Revenues over (under) expenditures	-	19,024	19,024	(672)
Net change in fund balance	<u>\$ -</u>	<u>19,024</u>	<u>\$ 19,024</u>	<u>\$ (672)</u>
Fund balance, beginning		190		
Fund balance, ending		<u>\$ 19,214</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 20

Nonmajor Special Revenue Funds - Fine and Forfeitures Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Other income	\$ -	\$ 10	\$ 10	\$ -
Total revenues	-	10	10	-
Expenditures:				
Human services	-	134	134.00	51,045
Total expenditures	-	134	134	51,045
Revenues over (under) expenditures	-	(124)	(124)	(51,045)
Net change in fund balance	<u>\$ -</u>	<u>(124)</u>	<u>\$ (124)</u>	<u>\$ (51,045)</u>
Fund balance, beginning		134		
Fund balance, ending		<u>\$ 10</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 21

Nonmajor Special Revenue Funds - Industrial Expansion Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Federal and state grants	\$ 3,370,500	\$ 590,000	\$ (2,780,500)	\$ -
Contributions and donations	36,500	-	(36,500)	-
Investment earnings	-	321	321	9
Total revenues	<u>3,407,000</u>	<u>590,321</u>	<u>(2,816,679)</u>	<u>9</u>
Expenditures:				
Economic and physical development	<u>3,434,129</u>	<u>593,106</u>	<u>(2,841,023)</u>	<u>27,648</u>
Total expenditures	<u>3,434,129</u>	<u>593,106</u>	<u>(2,841,023)</u>	<u>27,648</u>
Revenues over (under) expenditures	<u>(27,129)</u>	<u>(2,785)</u>	<u>24,344</u>	<u>(27,639)</u>
Other Financing Sources (Uses)				
Transfer in(out)	<u>20,677</u>	<u>-</u>	<u>(20,677)</u>	<u>-</u>
Total other financing sources (uses)	<u>20,677</u>	<u>-</u>	<u>(20,677)</u>	<u>-</u>
Appropriated fund balance	<u>6,452</u>	<u>-</u>	<u>(6,452)</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>(2,785)</u>	<u>\$ (2,785)</u>	<u>\$ (27,639)</u>
Fund balance, beginning		<u>10,219</u>		
Fund balance, ending		<u>\$ 7,434</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 22

Nonmajor Special Revenue Funds - Community Development Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Federal and state grants	\$ 152,418	\$ -	\$ (152,418)	\$ 49,273
Total revenues	152,418	-	(152,418)	49,273
Expenditures:				
Hard cost	122,968	-	(122,968)	39,723
Soft cost	29,450	-	(29,450)	9,550
Total expenditures	152,418	-	(152,418)	49,273
Revenues over (under) expenditures	-	-	-	-
Net change in fund balance	\$ -	-	\$ -	\$ -
Fund balance, beginning		-		
Fund balance, ending		\$ -		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 23

Nonmajor Special Revenue Funds - Opioid Settlement Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Opioid settlement	\$ 74,400	\$ 224,888	\$ 150,488	\$ 94,712
Investment earnings	-	9,106	9,106	6
Total revenues	74,400	233,994	159,594	94,718
Expenditures:				
Grant expense	74,400	8,582	(65,818)	-
Total expenditures	74,400	8,582	(65,818)	-
Revenues over (under) expenditures	-	225,412	225,412	94,718
Net change in fund balance	\$ -	225,412	\$ 225,412	\$ 94,718
Fund balance, beginning		94,718		
Fund balance, ending		\$ 320,130		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 24

Nonmajor Special Revenue Funds - Eastern Region Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022**

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Loan/lease payments	\$ -	\$ 85,580	\$ 85,580	\$ -
Investment earnings	-	12,622	12,622	-
Total revenues	-	98,202	98,202	-
Expenditures:				
Community development loans	204,395	148,877	(55,518)	-
Total expenditures	204,395	148,877	(55,518)	-
Revenues over (under) expenditures	(204,395)	(50,675)	153,720	-
Other Financing Sources (Uses)				
Transfer in(out)	-	466,955	466,955	-
Total other financing sources (uses)	-	466,955	466,955	-
Appropriated fund balance	204,395	-	(204,395)	-
Net change in fund balance	\$ -	416,280	\$ 416,280	\$ -
Fund balance, beginning		-		
Fund balance, ending		\$ 416,280		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 25

Nonmajor Special Revenue Funds - EPA Brownfield Grant Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Federal and state grants	\$ 500,000	\$ -	\$ (500,000)	\$ -
Total revenues	500,000	-	(500,000)	-
Expenditures:				
General government	500,000	33,690	(466,310)	-
Total expenditures	500,000	33,690	(466,310)	-
Revenues over (under) expenditures	-	(33,690)	(33,690)	-
Net change in fund balance	\$ -	(33,690)	\$ (33,690)	\$ -
Fund balance, beginning		-		
Fund balance, ending		\$ (33,690)		

DUPLIN COUNTY, NORTH CAROLINA
Combining Balance Sheet
Nonmajor Capital Project Funds
For the Fiscal Year Ended June 30, 2023

Schedule 26

	School Fund	DRA Housing Assistance Capital Project Fund	Soil and Water Grant Project Fund	Total
ASSETS				
Cash and cash equivalents	\$ 5,246,403	\$ -	\$ 958,854	\$ 6,205,257
Accounts receivable, net	913,138	-	-	913,138
 Total assets	 <u>6,159,541</u>	 <u>-</u>	 <u>958,854</u>	 <u>7,118,395</u>
LIABILITIES				
Due to other funds	-	1,143,899	-	1,143,899
Total liabilities	<u>-</u>	<u>1,143,899</u>	<u>-</u>	<u>1,143,899</u>
FUND BALANCES				
Restricted				
Stabilization by State statute	913,138	-	-	913,138
Restricted for schools	5,246,403	-	-	5,246,403
Committed				
Capital improvements	-	(1,143,899)	958,854	(185,045)
Total fund balances	<u>6,159,541</u>	<u>(1,143,899)</u>	<u>958,854</u>	<u>5,974,496</u>
 Total liabilities and fund balances	 <u>\$ 6,159,541</u>	 <u>\$ -</u>	 <u>\$ 958,854</u>	 <u>\$ 7,118,395</u>

DUPLIN COUNTY, NORTH CAROLINA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Project Funds
For the Fiscal Year Ended June 30, 2023

Schedule 27

	<u>School Fund</u>	<u>DRA Housing Assistance Capital Project Fund</u>	<u>Soil and Water Grant Project Fund</u>	<u>Total</u>
REVENUES				
Local option sales taxes	\$ 3,576,877	\$ -	\$ -	\$ 3,576,877
Restricted intergovernmental	-	89,203	1,535,526	1,624,729
Investment earnings	189,808	-	116	189,924
Total revenues	<u>3,766,685</u>	<u>89,203</u>	<u>1,535,642</u>	<u>5,391,530</u>
EXPENDITURES				
Economic and community development	-	799,357	576,788	1,376,145
Education	595,832	-	-	595,832
Capital outlay	-	-	-	-
Total expenditures	<u>595,832</u>	<u>799,357</u>	<u>576,788</u>	<u>1,971,977</u>
Excess (deficiency) of revenues over expenditures	<u>3,170,853</u>	<u>(710,154)</u>	<u>958,854</u>	<u>3,419,553</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(2,414,228)</u>	<u>-</u>	<u>-</u>	<u>(2,414,228)</u>
Total other financing sources (uses)	<u>(2,414,228)</u>	<u>-</u>	<u>-</u>	<u>(2,414,228)</u>
Net change in fund balance	756,625	(710,154)	958,854	1,005,325
Fund balances, beginning	<u>5,402,916</u>	<u>(433,745)</u>	<u>-</u>	<u>4,969,171</u>
Fund balances, ending	<u>\$ 6,159,541</u>	<u>\$ (1,143,899)</u>	<u>\$ 958,854</u>	<u>\$ 5,974,496</u>

DUPLIN COUNTY, NORTH CAROLINA

Schedule 28

Nonmajor Capital Project Funds - School Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Inception and For the Year Ended June 30, 2023**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Revenues:					
Local option sales tax	\$ 2,173,000	\$6,811,979	\$3,576,877	\$10,388,856	\$ 8,215,856
Investment earnings	2,000	11,243	189,808	201,051	199,051
Total revenues	<u>2,175,000</u>	<u>6,823,222</u>	<u>3,766,685</u>	<u>10,589,907</u>	<u>8,414,907</u>
Expenditures:					
Education					
Capital outlay	990,947	1,390,636	595,832	1,986,468	(995,521)
Total expenditures	<u>990,947</u>	<u>1,390,636</u>	<u>595,832</u>	<u>1,986,468</u>	<u>(995,521)</u>
Other Financing Sources (Uses)					
Transfers in (out)	(2,414,228)	(4,828,703)	(2,414,228)	(7,242,931)	-
Total other financing sources (uses)	<u>(2,414,228)</u>	<u>(4,828,703)</u>	<u>(2,414,228)</u>	<u>(7,242,931)</u>	<u>-</u>
Appropriated fund balance	<u>1,230,175</u>	-	-	-	<u>(1,230,175)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 603,883</u>	756,625	<u>\$ 1,360,508</u>	<u>\$ 7,419,386</u>
Fund balance, beginning			<u>5,402,916</u>		
Fund balance, ending			<u>\$6,159,541</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 29

**Nonmajor Capital Project Funds - DRA House Assistance Capital Project Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Inception and For the Year Ended June 30, 2023**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Revenues:					
Restricted intergovernmental	\$ 6,349,481	\$ 68,955	\$ 89,203	\$ 158,158	\$ (6,191,323)
Total revenues	<u>6,349,481</u>	<u>68,955</u>	<u>89,203</u>	<u>158,158</u>	<u>(6,191,323)</u>
Expenditures:					
Economic and physical development	5,988,505	491,808	799,357	1,291,165	4,697,340
Other expenses	<u>360,976</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(360,976)</u>
Total expenditures	<u>6,349,481</u>	<u>491,808</u>	<u>799,357</u>	<u>1,291,165</u>	<u>4,336,364</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (422,853)</u>	(710,154)	<u>\$ (1,133,007)</u>	<u>\$ (1,854,959)</u>
Fund balance, beginning			<u>(433,745)</u>		
Fund balance, ending			<u>\$ (1,143,899)</u>		

DUPLIN COUNTY, NORTH CAROLINA

Schedule 30

**Nonmajor Capital Project Funds - Soil and Water Grant Project Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Inception and For the Year Ended June 30, 2023**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Revenues:					
Restricted intergovernmental	\$ 2,656,157	\$ -	\$ 1,535,526	\$ 1,535,526	\$ (1,120,631)
Investment earnings	-	-	116	116	116
Total revenues	<u>2,656,157</u>	<u>-</u>	<u>1,535,642</u>	<u>1,535,642</u>	<u>(1,120,515)</u>
Expenditures:					
Economic and physical development	<u>2,656,157</u>	<u>-</u>	<u>576,788</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>2,656,157</u>	<u>-</u>	<u>576,788</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	958,854	<u>\$ 1,535,642</u>	<u>\$ (1,120,515)</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ 958,854</u>		

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Airport Commission Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Operating Revenues:				
Sales and rentals	\$ 1,239,376	\$ 1,156,807	\$ (82,569)	\$ 914,678
User fees	2,440	2,700	260	7,120
Total operating revenues	<u>1,241,816</u>	<u>1,159,507</u>	<u>(82,309)</u>	<u>921,798</u>
Non-Operating Revenues:				
Rental income	221,694	217,424	(4,270)	193,779
COVID	-	-	-	45,000
Investment earnings	8,000	18,533	10,533	673
Miscellaneous	1,300	1,233	(67)	736
Total non-operating revenues	<u>230,994</u>	<u>237,190</u>	<u>6,196</u>	<u>240,188</u>
Total revenues	<u>1,472,810</u>	<u>1,396,697</u>	<u>(76,113)</u>	<u>1,161,986</u>
Expenditures:				
Operating expenditures				
Salaries and benefits	284,613	288,070	3,457	237,864
Purchases of fuel/oil	1,027,200	948,722	(78,478)	752,732
Capital outlay	-	-	-	-
Other operating expenditures	239,577	178,380	(61,197)	148,966
Total operating expenditures	<u>1,551,390</u>	<u>1,415,172</u>	<u>(136,218)</u>	<u>1,139,562</u>
Total expenditures	<u>1,551,390</u>	<u>1,415,172</u>	<u>(136,218)</u>	<u>1,139,562</u>
Other Financing Sources (Uses):				
Principal retirements	(50,013)	-	50,013	-
Transfer from other funds	90,268	90,268	-	150,568
Transfer to other funds	(9,813)	(9,813)	-	(16,667)
Total other financing sources (uses)	<u>30,442</u>	<u>80,455</u>	<u>50,013</u>	<u>133,901</u>
Appropriated fund balance	<u>48,138</u>	<u>-</u>	<u>(48,138)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 61,980</u>	<u>\$ 61,980</u>	<u>\$ 156,325</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Airport Commission Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)

	2023	2022
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual Basis:		
Revenues and other financing sources over expenditures and other financing uses	\$ 61,980	\$ 156,325
Depreciation	(975,225)	(830,318)
Capital outlay	31,948	3,315,411
Capital (distribution) contribution	2,096,862	(432,045)
Change in accrued vacation pay	4,297	1,105
Change in other postemployment benefits	13,059	11,284
Change in net pension liability	(92,947)	6,374
Change in deferred outflows of resources - pension	32,220	24,027
Change in deferred inflows of resources - pension	27,246	(41,963)
Change in net position	\$ 1,199,440	\$ 2,210,200

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds -Airport Commission Capital Project Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the year ended June 30, 2023

	Project Authorization	Actual		Total to Date	Variance Over/Under
		Prior Years	Current Year		
Revenues:					
State grants	\$ 11,847,663	\$ 14,253,829	\$ 2,192,030	\$ 16,445,859	\$ 4,598,196
Other income	756,772	262,567	9,813	272,380	(484,392)
Investment earnings	-	471	47,491	47,962	47,962
Total revenues	<u>12,604,435</u>	<u>14,516,867</u>	<u>2,249,334</u>	<u>16,766,201</u>	<u>4,161,766</u>
Expenditures:					
Parking lot #36	373,114	373,114	-	373,114	-
State RW wide/overlay	-	5,315,097	-	5,315,097	5,315,097
State grant obstruction/clearing	13,943,508	9,756,762	152,472	9,909,234	(4,034,274)
Total expenditures	<u>14,316,622</u>	<u>15,444,973</u>	<u>152,472</u>	<u>15,597,445</u>	<u>1,280,823</u>
Other Financing Sources (Uses):					
Transfers in	850,000	850,000	-	850,000	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>850,000</u>	<u>850,000</u>	<u>-</u>	<u>850,000</u>	<u>-</u>
Appropriated fund balance	862,187	-	-	-	(862,187)
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ (78,106)</u>	<u>\$ 2,096,862</u>	<u>\$ 2,018,756</u>	<u>\$ 2,018,756</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Water Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Operating Revenues:				
Water sales	\$ 2,974,253	\$ 3,717,078	\$ 742,825	3,618,198
Water taps	152,890	328,252	175,362	253,807
Administration fees	-	3,085	3,085	2,874
Other operating revenues	-	-	-	1,500
Total operating revenues	<u>3,127,143</u>	<u>4,048,415</u>	<u>921,272</u>	<u>3,876,379</u>
Non-Operating Revenues:				
Bonds	-	-	-	198,413
Investment earnings	-	469,368	469,368	18,695
Miscellaneous	-	38,394	38,394	20,784
Total non-operating revenues	<u>-</u>	<u>507,762</u>	<u>507,762</u>	<u>237,892</u>
Total revenues	<u>3,127,143</u>	<u>4,556,177</u>	<u>1,429,034</u>	<u>4,114,271</u>
Expenditures:				
Administration expenditures				
Salaries and benefits	857,830	676,098	(181,732)	1,042,490
Capital outlay	-	-	-	63,728
Total administration expenditures	<u>857,830</u>	<u>676,098</u>	<u>(181,732)</u>	<u>1,106,218</u>
Operating expenditures				
Repairs	277,696	244,024	(33,672)	444,346
Other operating expenditures	1,004,824	747,486	(257,338)	637,316
Total operating expenditures	<u>1,282,520</u>	<u>991,510</u>	<u>(291,010)</u>	<u>1,081,662</u>
Debt service				
Bond issuance costs	2,500	2,500	-	179,214
Interest and fees	-	-	-	12,500
Total debt service	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>191,714</u>
Total expenditures	<u>2,142,850</u>	<u>1,670,108</u>	<u>(472,742)</u>	<u>2,379,594</u>
Other Financing Sources (Uses):				
Transfer to other funds	(2,998,691)	(552,754)	2,445,937	(483,848)
Total other financing sources (uses)	<u>(2,998,691)</u>	<u>(552,754)</u>	<u>2,445,937</u>	<u>(483,848)</u>
Appropriated fund balance	<u>2,014,398</u>	<u>-</u>	<u>(2,014,398)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 2,333,315</u>	<u>\$ 2,333,315</u>	<u>\$ 1,250,829</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Water Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)

	<u>2023</u>	<u>2022</u>
Reconciliation from Budgetary Basis		
(Modified Accrual) to Full Accrual Basis:		
Revenues and other financing sources over expenditures and other financing uses	\$ 2,333,315	\$ 1,250,829
Depreciation	(1,282,842)	(1,270,288)
Capital outlay	684,130	63,728
Capital (distribution) contribution	(684,130)	112,974
Amortization of premium on refunding bonds	120,419	30,105
Amortization of deferred loss on refunding bonds	(38,420)	(9,605)
Change in accrued vacation pay	(2,735)	(1,219)
Change in other postemployment benefits	92,278	214,638
Change in net pension liability	(239,732)	164,346
Change in deferred outflows of resources - pension	29,814	348,463
Change in deferred inflows of resources - pension	37,891	(89,847)
	<u>\$ 1,049,988</u>	<u>\$ 814,124</u>
Change in net position		

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Water Debt Service Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Non-Operating Revenues:				
Bonds	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
Expenditures:				
Debt service				
Principal retirements	420,000	-	(420,000)	-
Bond issuance costs	-	-	-	-
Interest and fees	562,719	559,718	(3,001)	474,288
Total expenditures	982,719	559,718	(423,001)	474,288
Other Financing Sources (Uses):				
Transfers in	982,719	559,718	(423,001)	477,286
Total other financing sources (uses)	982,719	559,718	(423,001)	477,286
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,998</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Water Debt Service Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)

	<u>2023</u>	<u>2022</u>
Reconciliation from Budgetary Basis		
(Modified Accrual) to Full Accrual Basis:		
Revenues and other financing sources over expenditures and other financing uses	\$ -	\$ 2,998
Principal received from water districts	(671,908)	(11,141,275)
Debt principal payment	671,908	11,141,275
Amortization of bond premium paid to water districts	(81,999)	(20,500)
Amortization of limited obligation bond premium	<u>81,999</u>	<u>20,500</u>
Change in net position	<u>\$ -</u>	<u>\$ 2,998</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds -Water Project Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the year ended June 30, 2023

	Project Authorization	Actual		Total to Date	Variance Over/Under
		Prior Years	Current Year		
Revenues:					
State grants	\$ 1,010,653	\$ 292,298	\$ -	\$ 292,298	\$ (718,355)
Investment earnings	-	2	-	2	2
Total revenues	1,010,653	292,300	-	292,300	(718,353)
Expenditures:					
Engineering	258,788	187,156	72,577	259,733	945
Administrative	28,338	2,508	-	2,508	-
Construction	2,813,684	214,478	611,553	826,031	(1,987,653)
Reimbursables	824	1,425	-	1,425	601
Total expenditures	3,101,634	405,567	684,130	1,089,697	(1,986,107)
Other Financing Sources (Uses):					
Transfers in	2,014,237	-	-	-	(2,014,237)
Transfers out	-	-	-	-	-
Total other financing sources (uses)	2,014,237	-	-	-	(2,014,237)
Appropriated fund balance	76,744	-	-	-	(76,744)
Revenues and other financing sources over (under) expenditures and other financing uses	\$ -	\$ (113,267)	\$ (684,130)	\$ (797,397)	\$ (823,227)

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Solid Waste Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	2023			2022
	Budget	Actual	Variance Over/Under	Actual
Operating Revenues:				
Disposal fees	\$ 1,870,560	\$ 1,920,607	\$ 50,047	\$ 1,566,729
User fees	1,764,750	1,814,861	50,111	1,561,254
Landfill fees	134,960	186,545	51,585	197,119
Sale of recyclables	100,000	107,201	7,201	223,721
Total operating revenues	<u>3,870,270</u>	<u>4,029,214</u>	<u>158,944</u>	<u>3,548,823</u>
Non-Operating Revenues:				
Investment earnings	59,250	106,485	47,235	7,232
Federal grants	3,000	4,276	1,276	8,222
Disposal tax revenue	117,000	121,435	4,435	130,448
Miscellaneous	-	1,996	1,996	59,018
Total non-operating revenues	<u>179,250</u>	<u>234,192</u>	<u>54,942</u>	<u>204,920</u>
Total revenues	<u>4,049,520</u>	<u>4,263,406</u>	<u>213,886</u>	<u>3,753,743</u>
Expenditures:				
Operating expenditures				
Collections	1,866,248	1,561,889	(304,359)	1,439
Disposals	2,205,552	1,961,855	(243,697)	3,390,928
Tire collections	127,561	138,134	10,573	144,184
Capital outlay	236,104	28,932	(207,172)	241,919
White goods	32,893	35,828	2,935	30,932
Total operating expenditures	<u>4,468,358</u>	<u>3,726,638</u>	<u>(741,720)</u>	<u>3,809,402</u>
Total expenditures	<u>4,468,358</u>	<u>3,726,638</u>	<u>(741,720)</u>	<u>3,809,402</u>
Fund Balance Appropriated	<u>418,838</u>	<u>-</u>	<u>(418,838)</u>	
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 536,768</u>	<u>\$ 955,606</u>	<u>\$ (55,659)</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Solid Waste Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)

	2023	2022
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual Basis:		
Revenues and other financing sources over expenditures and other financing uses	\$ 536,768	\$ (55,659)
Gain on sale of fixed assets	75,835	-
Depreciation	(355,263)	(354,826)
Capital outlay	28,932	241,919
Change in accrued vacation pay	(6,319)	2,558
Change in other postemployment benefits	174,085	(92,286)
Change in net pension liability	(471,916)	180,502
Change in deferred outflows of resources - pension	144,318	67,879
Change in deferred inflows of resources - pension	43,805	(201,738)
	<u>\$ 170,245</u>	<u>\$ (211,651)</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Transportation Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>			<u>2022</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Operating Revenues:				
Charges for services	\$ 560,000	\$ 707,255	\$ 147,255	\$ 733,813
Total operating revenues	<u>560,000</u>	<u>707,255</u>	<u>147,255</u>	<u>733,813</u>
Non-Operating Revenues:				
Investment earnings	-	58,501	58,501	2,180
State grants	614,840	386,225	(228,615)	607,197
ARPA funds	350,515	350,515	-	-
Miscellaneous	2,190	2,612	422	9,505
Total non-operating revenues	<u>967,545</u>	<u>797,853</u>	<u>(169,692)</u>	<u>618,882</u>
Total revenues	<u>1,527,545</u>	<u>1,505,108</u>	<u>(22,437)</u>	<u>1,352,695</u>
Expenditures:				
Salaries and employee benefits	1,008,019	660,424	(347,595)	566,176
Operating expenditures	377,973	285,708	(92,265)	262,646
Capital outlay	791,355	-	(791,355)	-
Total expenditures	<u>2,177,347</u>	<u>946,132</u>	<u>(1,231,215)</u>	<u>828,822</u>
Appropriated fund balance	<u>649,802</u>	<u>-</u>	<u>(649,802)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 558,976</u>	<u>\$ 558,976</u>	<u>\$ 523,873</u>

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Funds - Transportation Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022
(Continued)

	2023	2022
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual Basis:		
Revenues and other financing sources over expenditures and other financing uses	\$ 558,976	\$ 523,873
Depreciation	(191,352)	(165,859)
Capital outlay	2,537,166	-
Capital (distribution) contribution	(2,176,520)	(146)
Change in accrued vacation pay	(2,666)	(3,770)
Change in other postemployment benefits	89,184	(146,241)
Change in net pension liability	(215,729)	63,081
Change in deferred outflows of resources - pension	64,836	59,966
Change in deferred inflows of resources - pension	12,227	(98,019)
	\$ 676,122	\$ 232,885

DUPLIN COUNTY, NORTH CAROLINA
Major Enterprise Fund - Transportation Capital Project Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the year ended June 30, 2023

Schedule 38

	Project Authorization	Actual			Variance Over/Under
		Prior Years	Current Year	Total to Date	
Revenues:					
Grants	\$ 2,416,137	\$ -	373,078	\$ 373,078	\$ (2,043,059)
Investment earnings	500	353	4	357	(143)
Total revenues	<u>2,416,637</u>	<u>353</u>	<u>373,082</u>	<u>373,435</u>	<u>(2,043,202)</u>
Expenditures:					
Engineering	156,288	4,987	74,000	78,987	77,301
Administrative	28,600	323	18,350	18,673	9,927
Construction	2,996,078	-	2,444,816	2,444,816	551,262
Capital outlay	-	-	12,436	12,436	(12,436)
Total expenditures	<u>3,180,966</u>	<u>5,310</u>	<u>2,549,602</u>	<u>2,554,912</u>	<u>626,054</u>
Other Financing Sources (Uses)					
Transfers in	<u>764,329</u>	<u>283,784</u>	<u>-</u>	<u>283,784</u>	<u>-</u>
Total other financing sources (uses)	<u>764,329</u>	<u>283,784</u>	<u>-</u>	<u>283,784</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 278,827</u>	<u>(2,176,520)</u>	<u>\$ (1,897,693)</u>	<u>\$ (1,417,148)</u>

DUPLIN COUNTY, NORTH CAROLINA
Internal Service Funds - Hospital Insurance Fund
Schedule of Revenues and Expenditures - Financial Plan and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>		<u>2022</u>	
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Operating Revenues:				
Charges for services	\$ 5,814,239	\$ 5,514,525	\$ (299,714)	\$ 5,658,115
Total operating revenues	<u>5,814,239</u>	<u>5,514,525</u>	<u>(299,714)</u>	<u>5,658,115</u>
Non-Operating Revenues:				
Interest on investments	<u>200</u>	<u>8,301</u>	<u>8,101</u>	<u>362</u>
Total non-operating revenues	<u>200</u>	<u>8,301</u>	<u>8,101</u>	<u>362</u>
Total revenues	<u>5,814,439</u>	<u>5,522,826</u>	<u>(291,613)</u>	<u>5,658,477</u>
Operating Expenditures:				
Operating	<u>6,222,852</u>	<u>6,473,112</u>	<u>250,260</u>	<u>6,310,988</u>
Total operating expenditures	<u>6,222,852</u>	<u>6,473,112</u>	<u>250,260</u>	<u>6,310,988</u>
Other Financing Sources (Uses):				
Transfer in (out)	<u>408,413</u>	<u>502,369</u>	<u>93,956</u>	<u>473,107</u>
Total other financing sources (uses)	<u>408,413</u>	<u>502,369</u>	<u>93,956</u>	<u>473,107</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>(447,917)</u>	<u>\$ (447,917)</u>	<u>\$ (179,404)</u>
Fund balance, beginning		<u>445,394</u>		
Fund balance, ending		<u>\$ (2,523)</u>		

DUPLIN COUNTY, NORTH CAROLINA
Tourism Development Authority Fund
Balance Sheet
For June 30, 2023 With Comparative Totals for June 30, 2022

	<u>2023</u>	<u>2022</u>
Assets:		
Cash and cash equivalents	\$ 846,713	\$ 813,396
Accounts receivable, net	22,435	23,804
Total assets	<u>869,148</u>	<u>837,200</u>
Deferred Outflows of Resources	<u>-</u>	<u>-</u>
Total assets and deferred outflows	<u>\$ 869,148</u>	<u>\$ 837,200</u>
Liabilities and Fund Balances:		
Accounts payable and accrued liabilities	\$ 27,795	\$ 14,982
Total liabilities	<u>27,795</u>	<u>14,982</u>
Deferred Inflows of Resources	<u>-</u>	<u>167</u>
Fund Balance:		
Restricted	22,435	23,804
Unrestricted	818,918	798,247
Total fund balance	<u>841,353</u>	<u>822,051</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 869,148</u>	<u>\$ 837,200</u>

DUPLIN COUNTY, NORTH CAROLINA
Tourism Development Fund
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
For the Year Ended June 30, 2023 With Comparative Totals for the Year Ended June 30, 2022

	<u>2023</u>			<u>2022</u>
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Other taxes and licenses	\$ 240,000	\$ 237,811	\$ (2,189)	\$ 260,323
Investment earnings	-	30,022	30,022	1,140
Miscellaneous income	-	189	189	204
	<u>240,000</u>	<u>268,022</u>	<u>28,022</u>	<u>261,667</u>
Expenditures:				
Operating expenditures	274,029	248,720	(25,309)	164,086
	<u>274,029</u>	<u>248,720</u>	<u>(25,309)</u>	<u>164,086</u>
Appropriated fund balance	34,029	-	(34,029)	
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>		<u>\$ 19,302</u>	<u>\$ 97,581</u>
Fund balance, beginning		<u>822,051</u>		
Fund balance, ending		<u>\$ 841,353</u>		

OTHER SCHEDULES

Duplin County, North Carolina
General Fund
Schedule of Ad Valorem Taxes Receivable
June 30, 2023

Fiscal Year	Uncollected Balance June 30, 2022	Additions	Collections And Credits	Uncollected Balance June 30, 2023
2022-2023	\$ -	\$ 35,936,150	34,928,162	1,007,988
2021-2022	972,052		\$ 512,111	\$ 459,941
2020-2021	412,174		141,233	270,941
2019-2020	280,414	-	89,776	190,638
2018-2019	175,620	-	50,959	124,661
2017-2018	94,295	-	23,818	70,477
2016-2017	65,675	-	12,704	52,971
2015-2016	35,334	-	5,811	29,523
2014-2015	26,553	-	2,701	23,852
2013-2014	29,049	-	2,385	26,664
2012-2013	18,014	-	15,517	2,497
2011-2012	18,376	-	16,032	2,344
2010-2011	1,956	-	1,120	836
TOTALS	<u>\$ 2,129,512</u>	<u>\$ 35,936,150</u>	<u>\$ 35,802,329</u>	<u>\$ 2,263,333</u>
				<u>(748,151)</u>
				<u>\$ 1,515,182</u>
<u>Reconciliation with revenues:</u>				
				\$ 35,682,884
				(115,051)
				328,758
				181,158
				458,946
				<u>853,811</u>
				<u>\$ 36,536,695.00</u>

Duplin County, North Carolina
Analysis of Current Tax Levy
County - Wide Levy
For the Fiscal Year Ended June 30, 2023

	County - wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
	<hr/>				
Original levy:					
Property Taxes at Current Year Rate	\$ 4,937,235,794	0.7350%	\$ 36,288,683	\$ 31,926,698	\$ 4,361,985
Total Original Levy	<u>4,937,235,794</u>		<u>36,288,683</u>	<u>31,926,698</u>	<u>4,361,985</u>
Discoveries:					
Current year taxes	<u>22,490,748</u>	0.7350%	<u>165,307</u>	<u>165,307</u>	<u>-</u>
Total Discoveries	<u>22,490,748</u>		<u>165,307</u>	<u>165,307</u>	<u>-</u>
Abatements					
Current Year Taxes	<u>(70,454,422)</u>	0.7350%	<u>(517,840)</u>	<u>(517,840)</u>	<u>-</u>
Total Abatements	<u>(70,454,422)</u>		<u>(517,840)</u>	<u>(517,840)</u>	<u>-</u>
Total for Year	<u>\$ 4,889,272,121</u>		35,936,150	31,574,165	4,361,985
Uncollected taxes at June 30, 2021			<u>1,007,988</u>	<u>1,007,988</u>	<u>-</u>
Current year's taxes collected			<u>\$ 34,928,162</u>	<u>\$ 30,566,177</u>	<u>\$ 4,361,985</u>
Current levy collection percentage			<u>97.20%</u>	<u>96.81%</u>	<u>100.00%</u>

COMPLIANCE SECTION

**Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance
And Other Matters Based On An Audit Of Financial Statements Performed
In Accordance With *Government Auditing Standards***

To the Board of County Commissioners
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 financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Duplin County (the County) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 1, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

RH CPAs, PLLC

Greensboro, North Carolina
December 1, 2023

**Independent Auditors' Report On Compliance For Each Major Federal Program;
Report on Internal Control Over Compliance Required by the Uniform Guidance**

To the Board of County Commissioners
Duplin County, North Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Duplin County's 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 Governmental Commission, that could have a direct and material effect on each of Duplin County's major federal programs for the year ended June 30, 2023. Duplin County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United 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. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

Auditors Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in Auditor's Responsibilities for the Audit of Compliance section and above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies or material weaknesses in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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 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 a 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.

We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questions costs as item 2023 – 01 that we consider to be a significant deficiency.

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

Government Auditing Standards requires the auditor to perform limited procedures on the County’s response to the noncompliance findings identified in our audit 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 County is responsible for preparing a corrective action plan to address each audit finding included in our auditor’s report. The County’s correction action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

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.

RH CPAs, PLLC

Greensboro, North Carolina
December 1, 2023

Independent Auditors' Report On Compliance For Each Major State Program; Report on Internal Control Over Compliance; With OMB Uniform Guidance and the State Single Audit Implementation Act

To the Board of County Commissioners
Duplin County, North Carolina

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Duplin County's 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 Governmental Commission that could have a direct and material effect on each of Duplin County's major state programs for the year ended June 30, 2023. Duplin County's major programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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, 2023.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Duplin County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provides a reasonable basis for our opinion on compliance for each major State program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's State programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major State program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 a 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 Auditors' Responsibilities for the Audit of Compliance section and above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitation, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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

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

RH CPAs, PLLC

Greensboro, North Carolina
December 1, 2023



DUPLIN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

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

Internal control over financial reporting:

Material weaknesses identified?	_____	yes	_____ <input checked="" type="checkbox"/>	no
Significant deficiency(s) identified that are not considered to be material weaknesses?	_____	yes	_____ <input checked="" type="checkbox"/>	none reported
Noncompliance material to financial statements noted	_____	yes	_____ <input checked="" type="checkbox"/>	no

Federal Awards

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

Internal control over financial reporting:

Material weaknesses identified?	_____	yes	_____ <input checked="" type="checkbox"/>	no
Significant deficiency(s) identified that are not considered to be material weaknesses?	_____ <input checked="" type="checkbox"/>	yes	_____	none reported
Noncompliance material to financial statements noted	_____	yes	_____ <input checked="" type="checkbox"/>	no

Identification of major Federal program:

AL Number	Program Name
97.036	Public Assistance Disaster Grants
93.778	Medical Assistance Program
93.354	Public Health Crisis Response Program
21.027	Coronavirus State Fiscal Recovery Funds
20.526	Federal Transit Administration Capital Program

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

Auditee qualified as low-risk auditee? _____ yes no

DUPLIN COUNTY , NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

State Awards

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

Internal control over financial reporting:

Material weaknesses identified?	_____	yes	_____	✓	no
Significant deficiency(s) identified that are not considered to be material weaknesses?	_____	yes	_____	✓	none reported
Noncompliance material to financial statements noted	_____	yes	_____	✓	no

Identification of major state program:

<u>Program Name</u>	
Industrial Development Fund	
Public School Building Capital Fund	
SCIF- Aging and Veterans Construction	

DUPLIN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

SECTION II - FINANCIAL STATEMENT FINDINGS

None noted

DUPLIN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

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: 2023-01

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 five (5) 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: One (1) did not have a completed recertification and the case was rolled forward by the system, however no QC noted per review of admin letters. Four (4) recertification procedures were started; however, the case was rolled forward by the system before the recertification was completed. No QCs noted per review of admin letters.

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

DUPLIN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

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/recertifications 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 for which they were not eligible.

Identification of repeat finding: This is a repeat finding from the immediate previous audit, 2022-001.

Cause: Cases were not started and/or completed timely in the NC FAST system resulting in system forced eligibility.

Recommendation: Cases should be monitored for timely completion and cases that have been started should be marked as "in progress".

SECTION IV - STATE AWARD FINDINGS AND QUESTIONED COSTS

None reported



FINANCE OFFICE

2023 - 01 Technical

Name of contact person: Annie Murrell, Director of Social Services

CORRECTIVE ACTION PLAN:

FORCED ELIGIBILITY

Supervisors/Lead Workers and staff will pull case management reports weekly to ensure all recertifications are actively being completed.

Staff will proactively use desk or Microsoft calendar to keep up with all recertifications.

Staff will complete refresher courses for timely notices.

Supervisors will disburse vacant caseload timely after employee leaves to ensure all recertifications are accounted for, distributed and worked.

Supervisors will ensure that staff run eligibility checks even if the recertification is rolled over by the system/state.

In an effort to prevent the system from automatically rolling the case over, staff will process (recertify and terminate) all cases by the 8110 cutoff date.

Staff will implement these changes for the January 2024 recertification period. Staff will be informed on changes and changes will be implemented on December 4, 2023.

DUPLIN COUNTY, NORTH CAROLINA
Summary Schedule of Prior Year Audit Finding
For the Year Ended June 30, 2023

Prior Year Findings

Status: 2022-001 Still Occurring
 2022-002 Corrected

Duplin County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2023

Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing No.	State/Pass-through Grantor's Number	Federal (Direct & Pass-through Expenditures	State Expenditures	Other Financial Assistance
Federal Awards:					
U.S. Dept. of Agriculture					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Administration:					
<u>SNAP Cluster</u>					
State Administrative Matching Grants for the Supplemental Nutrition Assistance	10.561		\$ 589,677	\$ -	\$ -
FNS ARPA Funds	10.561		94,407	-	-
FNS CAA Funds	10.561		-	-	-
Total SNAP Cluster			<u>684,084</u>	<u>-</u>	<u>-</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Administration:					
WIC Special Supplemental Nutrition Program for Women, Infants & Children (N	10.557		482,524	-	-
Total WIC Supplemental Nutrition Program for Women, Infants & Children			<u>482,524</u>	<u>-</u>	<u>-</u>
Passed-through the Natural Resources Conservation Services:					
Emergency Watershed Protection Program	10.923		6,718	-	-
Total U.S. Department of Agriculture			<u>1,173,326</u>	<u>-</u>	<u>-</u>
U.S. Dept. of Justice					
Passed-through the N.C. Dept. of Public Safety:					
State Criminal Alien Assistance Program	16.606		20,827	-	-
Bulletproof Vest Partnership Program	16.607		-	-	-
Equitable Sharing Program	16.922		50,949	-	-
Total U.S. Department of Justice			<u>71,776</u>	<u>-</u>	<u>-</u>
U.S. Dept. of Transportation					
Passed-through the N.C. Dept. of Transportation:					
Airport Improvement Program	20.106	36237.13.15.1	617	-	-
Formula Grants for Rural Areas and Tribal Transit Program - Admin	20.509	36233.35.23.1	45,281	-	-
Formula Grants for Rural Areas and Tribal Transit Program - Admin	20.509	36233.35.24.1	102,720	-	-
Formula Grants for Rural Areas and Tribal Transit Program - Capital	20.509	36233.35.23.4	1,801	-	-
Formula Grants for Rural Areas and Tribal Transit Program - Operating	20.509	50371.16.01.2	350,515	-	-
Federal Transit Administration Capital Program	20.526	44637.48.2.4	2,415,816	-	-
Passed-through the N.C. Dept. of Transportation:					
<u>Federal Transit Cluster</u>					
Enhanced Mobility for Seniors and Individuals with Disabilities	20.513	51001.65.5.2	-	-	-
Enhanced Mobility for Seniors and Individuals with Disabilities	20.513	51001.65.4.2	-	-	-
Total U.S. Department of Transportation			<u>2,916,750</u>	<u>-</u>	<u>-</u>
U.S. Dept. of Treasury					
Coronavirus State Local Fiscal Recovery Funds	21.027		9,275,302	-	-
Passed-through the State Library of N.C.					
Non-Recurring SFRF Aid to Public Libraries	21.027		66,628	-	-
Adapting Technology Grant	21.027		39,026	-	-
Passed-through N.C. Dept. of Natural and Cultural Resources					
N.C. Science Museum Grants Program - ARPA	21.027		4,141	-	-
Passed-through N.C. Dept. of Information Technology					
Division of Broadband and Digital Equity					
Digital Equity Grant	21.027		74,375	-	-
Total U.S. Department of Treasury			<u>9,459,472</u>	<u>-</u>	<u>-</u>
U. S. Environmental Protection Agency					
Brownfields Multipurpose, Assessment, and Clean-up Cooperative Agreements	66.818		33,691	-	-
Total Environmental Protection Agency			<u>33,691</u>	<u>-</u>	<u>-</u>
Institute of Museum and Library Services					
Library Services and Technology Act Grant (LSTA)	45.31		10,000	-	-
Total Institute of Museum and Library Services			<u>10,000</u>	<u>-</u>	<u>-</u>
National Endowment for Humanities					
Passed-through N.C. Humanities					

Duplin County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2023

Grantor/Pass-through	Federal Assistance Listing No.	State/Pass-through Grantor's Number	Federal (Direct & Pass-through Expenditures)	State Expenditures	Other Financial Assistance
Grantor/Program Title					
N.C. Humanities Large Grant	45.219		7,500	-	-
Total National Endowment for Humanities			<u>7,500</u>	<u>-</u>	<u>-</u>
U.S. Dept. of Health & Human Services					
Passed-through Eastern Carolina Council of Governments:					
Division of Aging and Adult Services:					
Special Programs for the Aging - Title III - Part D Disease Prevention and Hea	93.043		4,973	293	-
National Family Caregiver Support, Title III, Part E	93.052		10,727	715	-
CARES - Family Caregiver Support	93.052		-	-	-
Aging Cluster:					
Special Programs for the Aging - Title III Part B Grants for Supportive Services a	93.044		133,570	7,857	-
Special Programs for the Aging - Title III Part C Nutrition Services	93.045		188,471	11,087	-
CARES - Special Programs for the Aging - Title III Part C Nutrition Services	93.045		-	-	-
Nutrition Services Incentive Program	93.053		25,173	-	-
Total Aging Cluster			<u>347,214</u>	<u>18,944</u>	<u>-</u>
Division of Social Services:					
TANF - Work First	93.558		827,085	-	-
Division of Public Health:					
TANF - Work First	93.558		11,897	-	-
Total Temporary Assistance for Needy Families (TANF)			<u>838,982</u>	<u>-</u>	<u>-</u>
Foster Care and Adoption Cluster (Note 4 and 5)					
Foster Care - Title IV-E	93.658		201,378	64,890	-
Foster Care	N/A		1,782	-	-
Adoption Assistance	93.659		3,296	-	-
Total Foster Care and Adoption Cluster			<u>206,456</u>	<u>64,890</u>	<u>-</u>
Child Support Enforcement	93.563		645,731	-	-
Low-Income Home Energy Assistance:					
Low Income Energy Assistance Administration	93.568		55,876	-	-
Low Income Energy Assistance Payments	93.568		149,775	-	-
LIEAP ARPA	93.568		1,683	-	-
LIHWAP Administration	93.568		15,027	-	-
LIHWAP ARPA	93.568		28,858	-	-
LIHWAP ARPA Administration	93.568		12,676	-	-
LIHWAP CAA	93.568		43,321	-	-
Crisis Intervention Program	93.568		102,789	-	-
Total Low-Income Home Energy Assistance			<u>410,005</u>	<u>-</u>	<u>-</u>
Division of Child Development and Early Education:					
Subsidized Child Care					
Child Care Development Fund Cluster:					
Division of Social Services:					
Child Care Development Mandatory and Matching Funds - Administration	93.596		141,429	-	-
Total Child Care Development Fund Cluster			<u>141,429</u>	<u>-</u>	<u>-</u>
Stephanie Tubbs Jones Child Welfare Services Program:					
Permanency Planning - Families for Kids	93.645		11,338	-	-
Total Stephanie Tubbs Jones Child Welfare Services Program			<u>11,338</u>	<u>-</u>	<u>-</u>
Division of Aging and Adult Services:					
Division of Social Services:					
APS Essential Services - ARPA	93.667		8,527	-	-
SSBG - State Adult Day Care	93.667		46,591	-	-
SSBG - Other Service and Training	93.667		275,194	-	-
Passed-through Eastern Carolina Council of Governments:					
SSBG - In Home Services	93.667		-	-	-
Total Social Services Block Grant (SSBG)			<u>330,312</u>	<u>-</u>	<u>-</u>
Passed-through N.C. Dept of Health and Human Services:					
Division of Health Benefits:					
Division of Social Services:					
Administration:					
Medicaid Cluster					
Medical Assistance Program (Note 5)	93.778		2,040,517	192,657	-
Division of Social Services:					
Administration:					

Duplin County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2023

Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing No.	State/Pass-through Grantor's Number	Federal (Direct & Pass-through Expenditures	State Expenditures	Other Financial Assistance
Children's Health Insurance Program - N.C. Health Choice (Note 5)	93.767		54,653	2,293	-
Refugee and Entrant Assistance Cluster					
Refugee and Entrant Assistance State Administered Programs	93.566		5,973	-	-
Passed-through N.C. Dept of Health and Human Services:					
Division of Public Health					
Public Health Emergency Preparedness	93.069		60,370	-	-
Projects Grants and Cooperative Agreements for Tuberculosis Control	93.116		24,014	-	-
Family Planning Services	93.217		54,973	-	-
Immunization Cooperative Agreements	93.268		17,314	-	-
COVID-19 Cooperative Agreements	93.268		85,965	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		698,032	-	-
COVID-19 - Public Health Emergency Response: Cooperative Agreement for Emergency Responses: Public Health Crisis Response	93.354		881,491	-	-
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crisis	93.391		67,980	-	-
Well-Integrated Screening and Evaluation for Women Across the Nation	93.436		270	-	-
Cancer Prevention and Control Program for State, Territorial and Tribal Organiza	93.898		9,500	-	-
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977		100	-	-
Preventative Health and Health Services Block Grant	93.991		30,607	-	-
Maternal and Child Health Services Block Grant	93.994		40,674	57,725	-
Passed-through N.C. Dept of Insurance:					
Medicare Enrollment Assistance Program	93.071		4,824	-	-
Total U.S. Department of Health and Human Services			<u>7,024,424</u>	<u>337,517</u>	<u>-</u>
U.S. Dept. of Homeland Security					
Passed-through N.C. Federal Emergency Management Agency:					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	DR-4285-NC	7,948	-	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	DR-4393-NC	766,573	-	-
Passed-through N.C. Dept. of Public Safety:					
Division of Emergency Management:					
Hazard Mitigation Grant	97.039		9,618	-	-
Emergency Service Performance Grant	97.042		39,032	-	-
Emergency Service Performance Grant - Supplemental	97.042		-	-	-
Total U.S. Department of Homeland Security			<u>823,171</u>	<u>-</u>	<u>-</u>
Total Federal Awards			<u>21,520,110</u>	<u>337,517</u>	<u>-</u>
State Awards:					
Administrative Office of the Courts					
Safe Roads Act			-	4,216	-
Total Administrative Office of the Courts			<u>-</u>	<u>4,216</u>	<u>-</u>
N.C. Dept. of Administration					
Division of Veteran Affairs					
Veterans Services			-	2,083	-
Total N.C. Dept. of Administration			<u>-</u>	<u>2,083</u>	<u>-</u>
N.C. Dept. of Agriculture					
Streamflow Rehabilitation Assistance Program (sTRAP)			-	576,788	-
Event Center Parking		22-037-4004	-	500,000	-
Stream Debris Removal Grants		19-091-4064	-	249,000	-
Stream Debris Removal Grants		19-091-4093	-	110,793	-
Total N.C. Dept. of Agriculture			<u>-</u>	<u>1,436,581</u>	<u>-</u>
N.C. Dept. of Commerce					
Hurricane Matthew - Community Development Block Grant - DR				8,500	-
Industrial Development Fund - Utility Account			-	590,000	-
Total N.C. Dept of Commerce			<u>-</u>	<u>598,500</u>	<u>-</u>
N.C. Dept. of Cultural and Natural Resources					
Division of N.C. State Library					
State Aid to Public Libraries			-	119,113	-
SLNC Bright Ideas Grants			-	14,408	-

Duplin County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2023

Grantor/Pass-through	Federal Assistance Listing No.	State/Pass-through Grantor's Number	Federal (Direct & Pass-through Expenditures)	State Expenditures	Other Financial Assistance
<u>Grantor/Program Title</u>					
<u>Division of Museum of Natural Science</u>					
N.C. Science Museums Grants Program			-	71,757	-
Total N.C. Dept. of Cultural and Natural Resources			-	205,278	-
<u>N.C. Dept. of Environmental Quality</u>					
<u>Division of Waste Management</u>					
Soil Conservation State Match			-	24,000	-
NC Agriculture Cost Share - Technical Assistance			-	5,080	-
Scrap Tire Program			-	5,262	-
Total N.C. Dept. of Environmental Quality			-	34,342	-
<u>N.C. Dept. of Health and Human Services</u>					
Passed-through Eastern Carolina Council of Governments:					
<u>Division of Aging and Adult Services:</u>					
<u>Division of Social Services</u>					
State Appropriation - Senior Center General Purpose			-	3,674	-
State Appropriation - Fan Relief			-	466	-
Total Division of Aging and Adult Services			-	4,140	-
<u>Division of Social Services</u>					
State Child Welfare/CPS/CS LD			-	58,390	-
IV-B EFT Chafee Independent Living			-	-	-
State Foster Home			-	25,464	-
Foster Care At Risk Maximization			-	14,566	-
State Foster Home Fund (SFHF) Maximization			-	31,430	-
Extended Foster Care Maximization Non IV-E programs			-	20,943	-
Total Division of Social Services			-	150,793	-
<u>Division of Public Health</u>					
Food and Lodging Fees			-	4,804	-
General Aid to Counties / PH Capacity Building			-	80,581	-
General Communicable Disease Control			-	4,440	-
Healthy Communities			-	3,747	-
Child Health			-	18,480	-
HIV/STD State			-	1,433	-
Breast and Cervical Cancer			-	7,075	-
Family Planning - State			-	16,579	-
Maternal Health			-	55,618	-
Women Health Service Fund			-	9,825	-
Tuberculosis Control			-	34,549	-
Total Division of Public Health			-	237,131	-
Total N.C. Department of Health & Human Services			-	392,064	-
<u>N.C. Housing Finance Agency</u>					
Essential Single-Family Rehabilitation Loan Pool - Disaster Recovery			-	-	-
Total N.C. Housing Finance Agency			-	-	-
<u>N.C. Dept. of Insurance</u>					
SHIP Grant			-	8,910	-
Total N.C. Dept. of Insurance			-	8,910	-
<u>N.C. Dept. of Public Instruction</u>					
Public School Building Capital Fund - Lottery Proceeds			-	1,816,610	-
Total N.C. Dept. of Public Instruction			-	1,816,610	-
<u>N.C. Dept. of Public Safety</u>					
Juvenile Crime Prevention Programs			-	219,657	-
Tier II - Local Emergency Planning Committees			-	25,998	-
Law Enforcement Grant			-	-	-
Hazardous Materials Preparedness Grant			-	19,700	-
Total N.C. Dept. of Public Safety			-	265,355	-
<u>N.C. Dept. of Transportation</u>					
NC DOT Cluster ROAP/SMAP			-	-	-
ROAP Elderly and Disabled Transportation Assistance Program		36220.10.11.1	-	82,570	-
ROAP Rural General Public Program		36228.22.11.1	-	89,282	-
ROAP Work First Transitional Employment		36236.11.10.1	-	18,735	-

Duplin County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2023

Grantor/Pass-through	Federal Assistance Listing No.	State/Pass-through Grantor's Number	Federal (Direct & Pass-through Expenditures)	State Expenditures	Other Financial Assistance
<u>Grantor/Program Title</u>					
Total ROAP Cluster			-	190,587	-
State Aid to Airports Program		36244.20.14.1	-	6,129	-
State Aid to Airports Program		36244.20.15.1	-	58,252	-
State Aid to Airports Program		36244.20.16.1	-	-	-
Rideshare - Admin		36233.35.23.1	-	2,830	-
Rideshare - Admin		36233.35.24.1	-	6,420	-
Rideshare -Capital II		36233.35.23.4	-	225	-
Rural Capital Program			-	73,856	-
Total N.C. Dept. of Transportation			-	264,443	-
<u>N.C. Office of State Budget and Management</u>					
Register of Deeds Preservation Grant Program		SL 2021-180	-	4,166	-
SCIF - Aging and Veterans Construction		20212	-	328,406	-
Total N.C. Office of State Budget and Management			-	332,572	-
<u>State Library of N.C.</u>					
SLNC Bright Ideas Grants			-	14,408	-
Total State Library of N.C.			-	14,408	-
Total State Awards			-	5,375,362	-
Total Federal and State Awards			\$ 21,520,110	\$ 5,712,879	\$ -
<u>Other Financial Assistance</u>					
Opioid Settlement Funds			\$ -	\$ -	\$ 65,818
Total Other Financial Assistance			\$ -	\$ -	\$ 65,818

Duplin County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2023

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, 2023. 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: 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 statements because they are not revenues and expenditures of the County.

<u>Program Title</u>	<u>CFDA No.</u>	<u>Federal</u>	<u>State</u>
Special Supplemental Nutrition Program for Women Infant and Children	10.557	1,466,310	-
Supplemental Nutrition Assistance Program	10.551	27,183,170	-
Family Preservation	93.556	2,418	-
Pandemic Emergency Assistance Fund	93.558	53,900	-
Temporary Assistance for Needy Families	93.558	135,913	-
Adoption Assistance	93.659	272,092	50,631
Medical Assistance Program	93.778	100,978,808	39,193,241
Children's Health Insurance Program	93.767	664,737	148,746
Child Welfare Services Adoption	N/A	-	107,990
State / County Special Assistance program	N/A	-	282,918