

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
For the Fiscal Year Ended June 30, 2025



**County of Currituck, North Carolina**

Prepared by the Currituck County Finance Department

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**County of Currituck, North Carolina**  
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## COUNTY OF CURRITUCK

### BOARD OF COMMISSIONERS

S. Paul O'Neal, Chairman  
Selina S. Jarvis, Vice-Chair  
Paul Anthony Angell  
J. Owen Etheridge  
Kevin E. McCord  
Michael H. Payment  
Janet Williams Rose

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REBECCA L. GAY  
County Manager  
MEGAN E. MORGAN  
County Attorney  
LEEANN WALTON  
Clerk to the Board

April 30, 2026

To Board of Commissioners  
Currituck County, North Carolina

We are pleased to present the Annual Comprehensive Financial Report (ACFR) of Currituck County for the fiscal year ended June 30, 2025. The financial statements and supplemental schedules contained herein have been audited by the independent, certified public accounting firm of Carr, Riggs & Ingram, P.L.L.C., and that firm's unmodified opinion is included in the Financial Section of this report. The report itself, however, is presented by the County, which is responsible for the accuracy of the data and for the completeness and fairness of its presentation including all disclosures. We believe the data presented is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of the County as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

This report consists of management's representations concerning the finances of Currituck County. To provide a reasonable basis for making these representations, management of Currituck County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Currituck County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Currituck County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County of Currituck's MD&A can be found immediately following the report of the independent auditors.

## **DESCRIPTION OF THE COUNTY**

Founded in 1668, Currituck (Indian for “land of the wild goose”) is the most northeastern county in North Carolina. Currituck County is one of the state’s four original counties. In addition to the more than 22 miles of beaches along the Atlantic Ocean, the County has numerous sounds, rivers, and creeks that provide some of the most memorable game fishing, waterfowl hunting, and other recreational activities that can be experienced. The County has a permanent population of 33,158 although, the strong tourism industry produces a large seasonal population that results in an average daily population from mid-April through September estimated to be approximately 45,000 to 55,000. There are no incorporated areas located within Currituck County.

The County has a Commissioner-Manager form of government. The Board of Commissioners consists of seven members that serve staggered four-year terms. Members are elected County-wide on a partisan basis in even numbered years. The Commissioners hold policy-making and legislative authority. They also annually adopt a balanced budget and establish a tax rate for the support of County operations. The Commissioners appoint the county manager whose responsibility it is to implement policies, manage daily operations, and appoint department heads.

The County provides its citizens with a wide range of services that include public safety, transportation, environmental protection, economic and physical development, human services, cultural and recreational services, and others. This report includes all the County’s activities in maintaining these services. The County also extends financial support to certain boards, agencies, and commissions to assist their efforts in serving citizens. Among these are the Currituck County Board of Education, Albemarle Regional Health Services, Albemarle Commission, Albemarle Regional Solid Waste Authority, East Albemarle Regional Library and others.

## **ECONOMIC CONDITIONS AND OUTLOOK**

Currituck County’s leading “industry” is travel and tourism and related services. The Currituck Outer Banks is a major destination for tourists and more vacationers are visiting the Outer Banks during the non-peak months of March through May and September through November. The longer tourist season is stabilizing rental income and other economic benefits to local businesses. Development continues to grow throughout the County’s Outer Banks and along the mainland.

Currituck County is in the Hampton Roads Metropolitan Statistical Area (MSA). Currituck, located within sixteen miles of Interstate 64 and the Chesapeake Expressway, makes the county convenient to the Norfolk International Airport and to the deep-water ports in Hampton Roads. This favorable location continues to attract residents and the population has increased 34.2 percent from 2020 to 2025.

Not surprisingly, the largest businesses in Currituck County are intimately related to governmental activities and Travel and Tourism: retail trade, real estate and accommodation/services. The largest employers in Currituck County are Currituck County Board of Education, the County of Currituck Government followed by real estate, grocery stores and professional and technical services.

During the past year, the ad valorem tax base increased from \$8,661,393,036 to \$9,002,051,452 an increase of 3.9 percent, which reflects an increase in construction within the County. The octennial revaluation as required by the North Carolina General Statutes became effective on

January 1, 2022. The county-wide tax rate for the fiscal year ending June 30, 2025 was \$0.62 per \$100, an increase of \$0.06 from June 30, 2024. The tax rate is favorable for new residents and businesses. The tax increase in 2024 was the first increase in more than ten years and has contributed to increased needs in public education for the Tulls Creek Elementary School and for public safety operations. Currituck County's tax rate is below the state-wide tax average by 1%.

Currituck County continues its commitment to expand the Parks and Recreation facilities within the County. The County has updated the recreation master plan. Current recreation projects in process include upgrades to beach walkovers in Corolla and bulkhead repairs.

To summarize, the County's very favorable tax rate, mild climate, location and overall quality of life ensure that its economic outlook is bright.

## **MAJOR INITIATIVES**

During the year the County was involved in a number of major projects, some of which will not be completed until future years. Highlights of these projects are discussed in the following paragraphs.

The Board of Commissioners and the Currituck County Board of Education continue their joint commitment of providing adequate school facilities. Both boards are working together to meet the needs to maintain quality education for the children of our County. There are several major public school capital projects in progress, which include construction of the Tulls Creek elementary school that will be open for Moyock students for the FY26-FY27 school year. There have also been major capital repairs to all of the existing schools. These repairs will be completed over the next four years. Limited Obligation Bonds were issued in October 2023 to fund construction of this elementary school. (The Currituck County Board of Education is a separate reporting entity apart from the County; a detailed discussion of their activities and initiatives can be found in their Annual Comprehensive Financial Report.)

The County also had several initiatives in process throughout this year. There have been major projects started and completed in the County. The new fuel farms are in operation at the County Regional Airport and the County's vehicle site. The airport has received funds to construct a new hangar, replace runway facilities, and upgrade lighting. The renovations continue to the Historic Courthouse; renovations to the former Sheriff's office in Grandy to house Emergency Medical Services in Lower Currituck; continued replacement of beach walkovers in Corolla; historic preservation of the Jarvisburg Colored School, and preservation of the Historic Currituck Jail are in process.

## **Factors Affecting Financial Condition**

In government, much more than in business, the budget is an integral part of a unit's accounting system and daily operations. An annual or projected budget ordinance, as amended by the governing body, creates a legal limit on spending authorizations. For Currituck County, annual budgets are adopted for the General, Special Revenues (except the Multi-Year Grant, Local Assistance and Tribal Consistency Grant, and the Opioid Settlement Funds), Tourism Development Authority Fund, Capital Projects (except the County Governmental Facilities, School Facilities and the Airport State Directed Grant Funds) and Proprietary Operating Funds. Multi-year project budgets are adopted for the Multi-Year Grant Fund, the Local and Tribal Consistency Grant Fund, the County Governmental Facilities Fund, the School Facilities Fund,

the Ocean Sands Water and Sewer District Construction Fund, the Mainland Water Construction Fund, Southern Outer Banks Water Construction Fund, and the Mainland Central Sewer Construction Fund. Appropriations in the General Fund and the Special Revenue Funds are made at the departmental level; Capital Projects appropriations are made at the project level; and Proprietary Fund appropriations are made at the function level. However, for internal accounting purposes, budgetary control is generally maintained by object class (line item account). Purchase orders that would create an over encumbrance at that level are not written until appropriations are made available either through budget amendments or intradepartmental transfers approved by the county manager. The county manager may transfer amounts within a department up to \$10,000 or between departments within the same fund up to \$1,000 providing an official report on such transfers at the next regular meeting of the Board of Commissioners or make interfund loans for a period of not more than sixty days. However, the county manager may not transfer any amounts between funds or from any contingency line items within any funds.

In accordance with State law, the County's budget is prepared on the modified accrual basis, and its accounting records also are maintained on that basis. Under modified accrual accounting, revenues are recorded when they are both measurable and available. Expenditures are recorded when a fund liability is incurred, except for unmatured principal and interest on long-term debt and certain compensated absences. Governmental Fund types, such as the County's General Fund, Special Revenue Funds, and Capital Projects Funds are reported on the modified accrual basis in the financial statements. The County's Proprietary and Custodial Funds are reported on the full accrual basis in the financial statements, under which revenues are recorded when earned and expenses are recorded when incurred.

County management is responsible for the accounting system and for establishing and maintaining an internal control structure. The internal control structure is designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition; (2) the reliability of financial records for preparing financial statements in conformity with generally accepted accounting principles and maintaining accountability for assets; and (3) compliance with applicable laws and regulations related to federal and State financial assistance programs. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits require estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the County's internal accounting controls adequately protect assets and provide reasonable assurance of the proper recording of financial transactions. As part of the County's single audit (discussed in more detail in a later paragraph), the independent auditor performed a review of the County's internal control structure. This review was not an audit and no opinion was issued on the County's internal control structure.

**Local Economy.** Currituck County enjoys a favorable economic environment due to the tourism industry. The County recognizes the importance of tourism to our economy and in an effort to assist potential visitors to have more access to information on the area, the County established a Visitor's Center in Corolla and a Welcome Center, located on the North Carolina and Virginia state lines.

Other priorities include priming the mainland for future development around the Mid-Currituck Bridge; encouraging business growth throughout the County; and working to identify and

stimulate new industry clusters within the county that have the most potential for spurring job growth and investment.

Also worth noting are the continued development of the Maple Commerce Park, which will have expansion of Aviation education in the upcoming year. Elizabeth City State University will be building classrooms for Aviation education in conjunction with the Currituck Regional Airport.

**Long-term Financial Planning.** The governing board has developed a long-term construction plan for County governmental facilities, education facilities and proprietary facilities for solid waste and utilities. Education construction is funded by the County even though the completed project becomes an asset of the school. Proprietary fund construction is funded through user fees, but may also be supplemented by other funds that are available for capital construction. In addition, within the next five years, the County anticipates continued demands for additional law enforcement, recreational, emergency response facilities, utility expansion and schools.

**Cash management policies and practices.** Cash temporarily idle during the year was invested in savings accounts, certificates of deposit, obligations of the U. S. Treasury, commercial paper and the North Carolina Cash Management Trust throughout the year. The maturities range from 98 days to 5 years. The average yield on investments was 2.50% for savings accounts, 7.28% for NCIP, 3.54% for NC CLASS, 4.95% for the NCCMT and 3.26% for remaining investments.

**Risk management.** The County participates in the North Carolina Association of County Commissioners (NCACC) property and general liability, worker’s compensation. The pools provide coverage for property, general liability, vehicle, crime, professional liability, environmental impairment, and worker’s compensation benefits. The County contracts with NCHIP to provide health insurance benefits to full-time employees. The County also maintains flood insurance on structures located in flood prone areas. As of June 30, 2025 the Whalehead Club, Bridal suite restroom facility at Historic Corolla Park, the Maritime Museum and the Moyock Library were covered by flood insurance.

## **OTHER INFORMATION**

Currituck County is required by State law (G.S. 159-34) to have an annual independent financial audit. A compliance audit on federal and State financial assistance programs is also required under the federal Single Audit Act of 1996 and the State Single Audit Implementation Act. The County’s auditors, Carr, Riggs and Ingram, P.L.L.C., were selected through a formal request for proposals process. The Auditor’s report on the General Purpose Financial Statements which can be found in the Financial Section of this report. The auditor’s reports required as a part of the single audit are found in the Compliance Section of this report. The findings and questioned costs reported in the Compliance Section are subject to a subsequent review by the appropriate grantor agencies. This review could result in reimbursements to grantor agencies if some expenditures are deemed inappropriate. However, every effort has been made to ensure that all disbursements are made in compliance with the applicable financial assistance program provisions. Required refunds, if any, should be immaterial.

Respectfully submitted,

*Rebecca Gay*

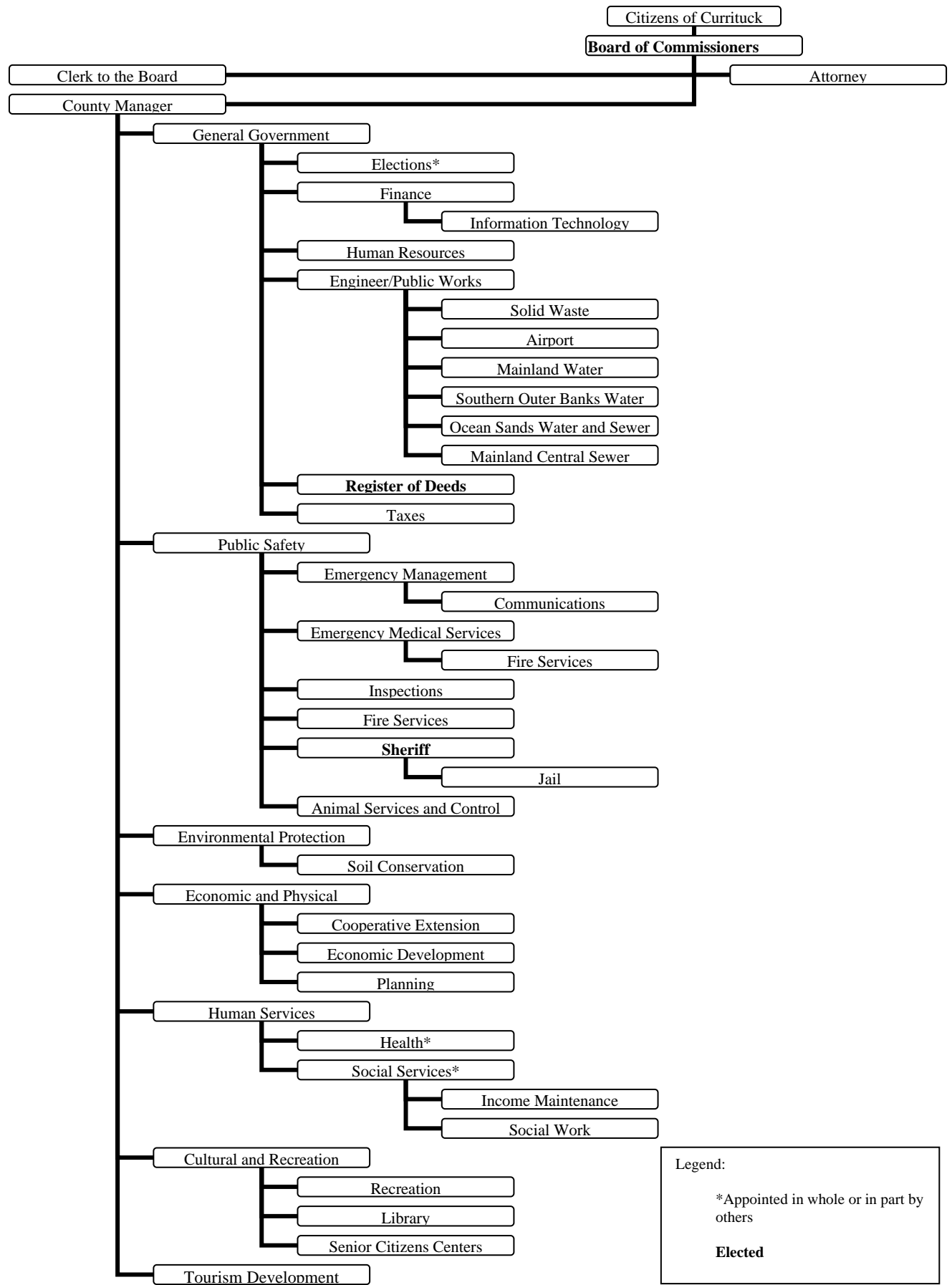
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Rebecca Gay  
County Manager

*Caron Crouse*

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Caron Crouse  
Finance Director



Legend:  
 \*Appointed in whole or in part by others  
**Elected**

# COUNTY OF CURRITUCK, NORTH CAROLINA

## BOARD OF COUNTY COMMISSIONERS

S. Paul O’Neal, Chairman

Selina S. Jarvis , Vice Chairman

Michael H. Payment

Troy Breathwaite

Janet Williams Rose

Paul Anthony Angell

Kevin E. McCord

## COUNTY OFFICIALS

Rebecca Gay

County Manager

Melissa Futrell

Assistant County Manager

Leeann Walton

Clerk to the Board

Megan Morgan

County Attorney

Elizabeth Gettens

Elections Supervisor

Matthew Beickert

Sheriff

Natalie R. Twiddy

Register of Deeds

Cameron S. Lowe

Cooperative Extension Director

Mary Beth Newsn

Emergency Management Director

Michaelle Perry

Engineer

Richard Lang

Interim Chief Fire and EMS Director

Caron Crouse

Finance Director

Emily Beasley

Human Resources Director

Logan Steese

Information Technology Director

Jennie Turner

Planning & Inspections Director

Will Rumsey

Public Utilities Director

Jason S. Weeks

Parks & Recreation Director

Samantha Hurd

Social Services Director

Tracy L. Sample

Tax Administrator

Tameron Kugler

Travel & Tourism Director

Rebecca Connors

Communications Director

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## INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners  
Currituck County, North Carolina

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Currituck County, North Carolina as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Currituck 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, business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Currituck County, North Carolina as of June 30, 2025 and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparison for the General Fund and the Currituck County Tourism Development Authority for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Currituck County ABC Board, which represents 100 percent of the assets, net position, and revenues of the aggregate discretely presented component unit as of June 30, 2025, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Currituck County ABC Board is based solely on the report of the other auditors.

#### *Basis for Opinions*

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 Currituck 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. The financial statements of Currituck County ABC Board were not audited in accordance with *Government Auditing Standards*.

### ***Emphasis of Matter***

As discussed in Note X to the financial statements, the financial statements as of June 30, 2025 have been restated due to a change in revenue recognition method related to the Opioid Fund in accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*. In addition, the County adopted new accounting guidance, GASB Statement No. 101, *Compensated Absences*, and recorded a prior period adjustment to restate beginning net position of governmental activities. See Note XI for further details. Our opinion is not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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 Currituck County’s ability to continue as a going concern for the twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor’s Responsibilities for the Audit of the Financial Statements***

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 GAAS and *Government Auditing Standards* will always detect a material misstatement 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 generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgement and maintained 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 responsive 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 Currituck 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 Currituck 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.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 23 through 35, the Local Government Employees' Retirement System Schedules of the County's Proportionate Share of Net Pension Liability and County Contributions, page 128, the Register of Deeds' Supplemental Pension Fund Schedules of the County's Proportionate Share of the Net Pension Asset and County Contributions on page 129, the Firefighters' and Rescue Squad Workers' Pension Fund Schedules of the County's Proportionate Share of the Net Pension Liability and County Contributions on page 132, the Law Enforcement Officers' Special Separation Allowance Schedules of Changes in Net Pension Liability, Schedule of the Net Pension Liability as a Percentage of Covered-Employee Payroll, and Schedule of Employer Contributions, pages 130 and 131, the Other Postemployment Benefits' Schedules of Changes in the Net OPEB Liability and Related Ratios, County Contributions, and Investment Returns, pages 126 and 127, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited

procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Currituck County, North Carolina. The accompanying combining and individual fund statements, budgetary schedules, other schedules, and the Schedule of Expenditures of Federal and State Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the State Single Audit Implementation Act, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual fund statements, budgetary schedules, other schedules, and the Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and 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 or 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 other 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 report dated April 30, 2026 on our consideration of Currituck 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 solely 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 Currituck County's internal control over financial reporting and compliance.

*Carr, Riggs & Ingram, P.L.L.C.*

CARR, RIGGS & INGRAM, P.L.L.C.

New Bern, North Carolina

April 30, 2026

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## **Management’s Discussion and Analysis**

### **For the Year Ended June 30, 2025**

As management of Currituck County, we offer readers of Currituck County’s financial statements this narrative overview and analysis of the financial activities of Currituck County for the fiscal year ended June 30, 2025. We encourage readers to read the information presented here in conjunction with additional information presented here in conjunction with additional information that we have furnished in the County’s financial statements which follow this narrative.

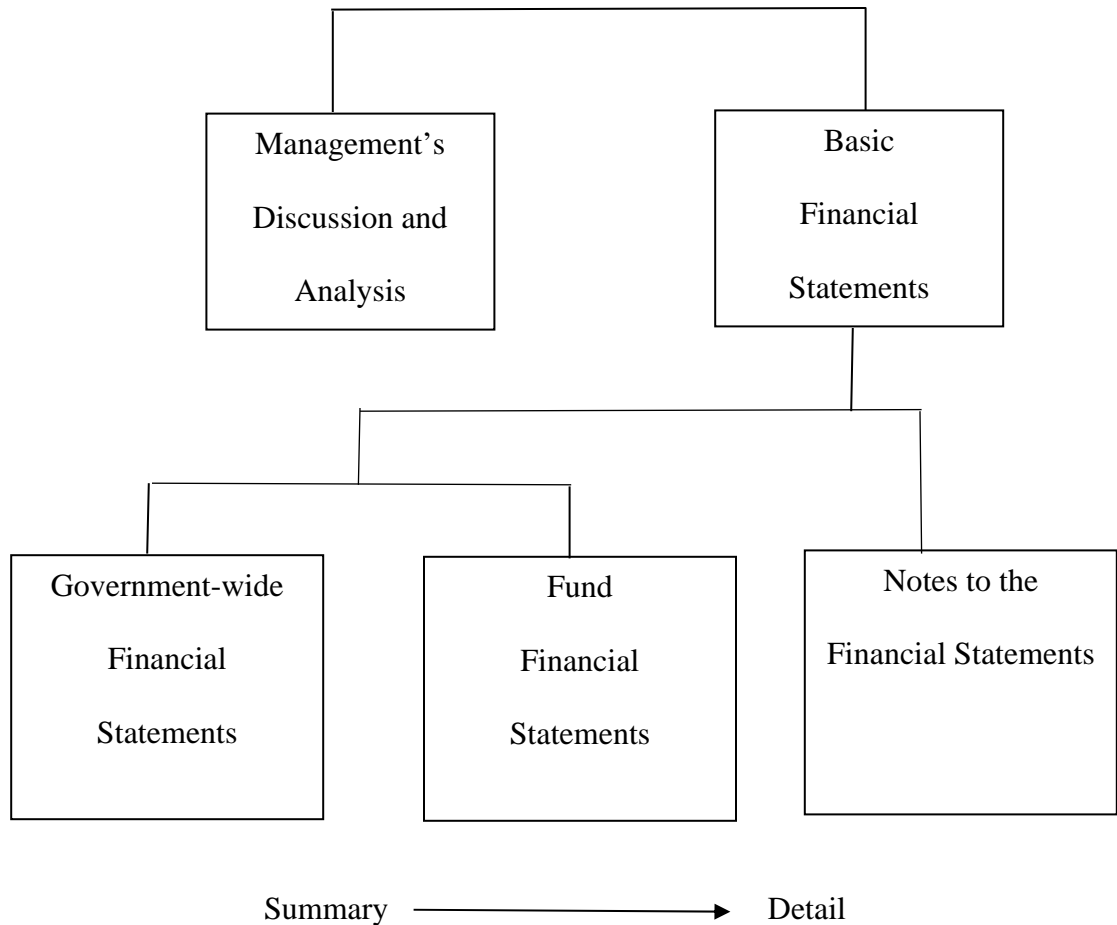
#### **Financial Highlights**

- The assets and deferred outflows of resources of Currituck County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$354,122,399 (*net position*).
- The government’s total net position increased by \$40,394,992 primarily due to increases in the completion of capital projects funded in prior years, increase in property tax rate and unspent debt proceeds from the Tulls Creek Elementary School.
- As of the close of the current fiscal year, Currituck County’s governmental funds reported combined ending fund balances of \$216,014,269 after a net increase in fund balance of \$469,089, after restatement. Approximately 69.6% of this total amount, or \$150,387,426 is restricted or nonspendable.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$48,119,616 or 72.2% of total general fund expenditures for the fiscal year.
- Currituck County’s governmental funds debt decreased by \$6,259,532 for scheduled payments related to a public safety facility and limited obligation bonds issued for the construction of the Tulls Creek Elementary School.
- Currituck County’s proprietary funds debt decreased by \$1,883,208 or 18.5%, which is attributed to making scheduled payments for previous outstanding debt.
- S&P Global Ratings assigned its “AA” long-term rating to Currituck County, NC’s approximately \$53.565 million series 2023 limited obligation bonds (LOBs) issued in fiscal year 2024.

#### **Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction to Currituck 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 Currituck County.

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



**Basic Financial Statements**

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

The next statements (Exhibits 3 through 11) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County’s government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show details about the County’s non-major governmental funds, all of which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements. Following the

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

## **Government-wide Financial Statements**

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

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

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The governmental activities include most of the County's basic services such as public safety, parks and recreation, and general administration. Property taxes and State and federal grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water and sewer and solid waste services offered by Currituck County. The final category is the component unit. Although legally separate from the County, the ABC Board is important to the County because the County is financially accountable for the Board by appointing its members and because the ABC Board is required to distribute its profits to the County.

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

## **Fund Financial Statements**

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

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

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

**Proprietary Funds** – Currituck County has one kind of proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Currituck County uses enterprise funds to account for its water and sewer activity and for its solid waste operations. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Currituck County has two fiduciary funds: the OPEB Trust Fund to account for restricted funds for retirement health insurance and the LEOSSA Trust Fund to account for Law Enforcement Special Separation Allowance funding. Custodial funds are used to account for resources held for the benefit of parties outside the government. Currituck County has one custodial fund to account for inmate funds, which holds cash deposits made to inmates as payment for work performed while incarcerated as well as cash collections for the benefit of inmates' friends and families.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements start on page 55 of this report.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Currituck County's progress in funding its obligation to provide pension and other benefits to its employees. Required supplementary information can be found beginning on page 126 of this report.

## Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$354,122,399 as of June 30, 2025. The County's net position increased by \$40,394,992 for the fiscal year ended June 30, 2025. One of the largest portions \$177,462,925 (50.11%) reflects the County's net investment in capital assets (e.g. land, buildings, machinery, and equipment). As of June 30, 2025, long-term debt in governmental activities was for construction of a public safety building and the Tulls Creek Elementary School. Currituck County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Currituck County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Currituck County's net position \$133,870,145 (37.80%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$42,789,329 (12.08%) is unrestricted.

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

	Governmental Activities		Business-Type Activities		Total	
	2025	2024 (Restated)	2025	2024 (Restated)	2025	2024 (Restated)
Current and other assets	\$ 230,995,987	\$ 227,489,245	\$ 31,907,267	\$ 31,346,552	\$ 262,903,254	\$ 258,835,797
Capital assets	172,423,982	141,869,170	59,180,388	57,969,909	231,604,370	199,839,079
Total assets	<u>403,419,969</u>	<u>369,358,415</u>	<u>91,087,655</u>	<u>89,316,461</u>	<u>494,507,624</u>	<u>458,674,876</u>
Total deferred outflows of resources	11,819,944	14,784,031	892,391	1,092,277	12,712,335	15,876,308
Long-term liabilities outstanding	98,494,041	113,536,567	9,831,817	12,392,837	108,325,858	125,929,404
Current portion of long-term liabilities	7,316,318	7,120,299	1,967,420	1,957,779	9,283,738	9,078,078
Other liabilities	14,520,313	11,662,513	2,301,099	1,591,690	16,821,412	13,254,203
Total liabilities	<u>120,330,672</u>	<u>132,319,379</u>	<u>14,100,336</u>	<u>15,942,306</u>	<u>134,431,008</u>	<u>148,261,685</u>
Total deferred inflows of resources	16,694,312	11,081,069	1,972,240	1,481,023	18,666,552	12,562,092
Net position:						
Net investment in capital assets	126,604,221	114,898,465	50,858,704	47,765,017	177,462,925	162,663,482
Restricted	133,870,145	114,363,277	-	-	133,870,145	114,363,277
Unrestricted	17,740,563	11,480,256	25,048,766	25,220,392	42,789,329	36,700,648
Total net position	<u>\$ 278,214,929</u>	<u>\$ 240,741,998</u>	<u>\$ 75,907,470</u>	<u>\$ 72,985,409</u>	<u>\$ 354,122,399</u>	<u>\$ 313,727,407</u>

Several particular aspects of the County's financial operations influenced the total unrestricted governmental net position:

- Continued diligence in the collection of property taxes by maintaining a collection percentage of 99.18%, in-line with the statewide average of 99.10%.
- Increased property values resulting from the revaluation that became effective January 1, 2022 and tax rate increase during the current fiscal year.
- Increased charges for services revenue due to growth in the use of County facilities.
- Accounting for the Opioid Settlement resources as exchange/exchange-like transactions.

- Continued low cost of debt due to the County’s history of capital planning and high bond rating.
- Management’s proactive stance on monitoring spending across County departments to ensure compliance with the budget.

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

	Governmental Activities		Business-type Activities		Total	
	2025	2024 (Restated)	2025	2024 (Restated)	2025	2024 (Restated)
Revenues:						
Program revenues:						
Charges for services	\$ 7,034,794	\$ 6,120,091	\$ 20,051,028	\$ 19,187,347	\$ 27,085,822	\$ 25,307,438
Operating grants and contributions	3,844,481	4,105,782	74,253	77,103	3,918,734	4,182,885
Capital grants and contributions	3,695,512	2,556,538	740,398	-	4,435,910	2,556,538
General revenues:						
Property taxes	61,651,407	53,399,309	780,051	759,576	62,431,458	54,158,885
Other taxes	46,825,784	47,340,747	-	-	46,825,784	47,340,747
Other - unrestricted	1,663,724	577,327	332,556	321,717	1,996,280	899,044
Investment earnings, unrestricted	9,118,437	9,009,105	1,077,877	1,551,940	10,196,314	10,561,045
Total revenues	<u>133,834,139</u>	<u>123,108,899</u>	<u>23,056,163</u>	<u>21,897,683</u>	<u>156,890,302</u>	<u>145,006,582</u>
Expenses:						
General government	13,461,950	12,501,071	-	-	13,461,950	12,501,071
Public safety	34,900,324	33,193,851	-	-	34,900,324	33,193,851
Transportation	1,608,130	1,689,860	-	-	1,608,130	1,689,860
Economic and physical development	8,859,445	9,907,052	-	-	8,859,445	9,907,052
Environmental protection	2,307,266	877,426	-	-	2,307,266	877,426
Human services	5,301,899	4,953,267	-	-	5,301,899	4,953,267
Cultural and recreation	5,029,117	4,224,018	-	-	5,029,117	4,224,018
Education	20,170,321	18,529,495	-	-	20,170,321	18,529,495
Interest on long-term debt	2,401,371	1,920,635	-	-	2,401,371	1,920,635
Solid Waste	-	-	8,772,376	7,535,405	8,772,376	7,535,405
Water and sewer	-	-	13,683,111	12,121,979	13,683,111	12,121,979
Total expenses	<u>94,039,823</u>	<u>87,796,675</u>	<u>22,455,487</u>	<u>19,657,384</u>	<u>116,495,310</u>	<u>107,454,059</u>
Increase in net position before transfers and capital contributions	39,794,316	35,312,224	600,676	2,240,299	40,394,992	37,552,523
Transfers	(2,321,385)	(1,200,000)	2,321,385	1,200,000	-	-
Increase in net position	<u>37,472,931</u>	<u>34,112,224</u>	<u>2,922,061</u>	<u>3,440,299</u>	<u>40,394,992</u>	<u>37,552,523</u>
Net position, beginning	<u>240,741,998</u>	<u>206,629,774</u>	<u>72,985,409</u>	<u>69,545,110</u>	<u>313,727,407</u>	<u>276,174,884</u>
Net position, ending	<u>\$ 278,214,929</u>	<u>\$ 240,741,998</u>	<u>\$ 75,907,470</u>	<u>\$ 72,985,409</u>	<u>\$ 354,122,399</u>	<u>\$ 313,727,407</u>

**Governmental activities.** Governmental activities increased the County’s net position by \$37,472,931. Key elements of this increase are as follows:

- Increased revenues from property taxes
- Increased revenues from investment earnings
- Increased revenues from charges for services

**Business-type activities:** Business-type activities increased Currituck County’s net position by \$2,922,061. The main element of this increase is from increased consumption revenue in public utility systems, transfers for capital projects, and retirement of debt due to scheduled annual payments.

The cumulative effect of all activities increased Currituck County’s net position by \$40,394,992.

## Financial Analysis of the County's Funds

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

**Governmental Funds.** The focus of Currituck County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Currituck 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 Currituck County. At the end of the current fiscal year, Currituck County's unassigned fund balance available in the General Fund was \$48,119,626, while total fund balance reached \$59,576,738. The County currently has an available fund balance of 72.2% of general fund expenditures, while total fund balance represents 89.4% of that same amount.

Figure 4 below illustrates the changes in fund balances for the County's governmental funds as compared to the prior year.

**Figure 4**  
**Changes in Fund Balances for Governmental Funds**

	2025 <u>Total</u>	2024 <u>Total (Restated)</u>	Change in <u>Fund Balances</u>
General	\$ 59,576,738	\$ 50,098,719	\$ 9,478,019
County Governmental Facilities	12,037,015	14,493,538	(2,456,523)
School Facilities	36,907,547	62,963,834	(26,056,287)
Tourism Development Authority	51,527,387	39,233,213	12,294,174
Transfer Tax Capital Fund	24,027,280	22,035,710	1,991,570
Other Governmental	31,938,302	26,999,877	4,938,425
	<u>\$ 216,014,269</u>	<u>\$ 215,824,891</u>	<u>\$ 189,378</u>

Increased revenues from property and other taxes, as well as debt retirement account for the increased fund balance in the General fund. The total fund balance for the School Facilities reflects an increase due to unspent debt proceeds and funding of projects in the prior year that were completed this year. These projects were in progress at the close of the year and should be completed in the next fiscal year. Fund balances in the Tourism Development Authority Fund, which increased due to most rental properties continuous occupancy throughout the season.

At June 30, 2025, the governmental funds of Currituck County reported a combined fund balance of \$216,014,269, a 0.9% increase over last year. This increase is primarily due to increases in revenues from property taxes and other taxes and the various projects as mentioned previously.

**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. Highlights of the budgetary variances for the General Fund are shown in Figure 5.

**Figure 5  
General Fund Budget to Actual Summary**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenues:</b>			
Ad valorem taxes	\$ 54,294,250	\$ 55,950,341	\$ 1,656,091
Other taxes and licenses	11,526,778	12,226,793	700,015
Restricted intergovernmental	2,812,909	3,350,356	537,447
Unrestricted intergovernmental	170,500	136,863	(33,637)
Permits and fees	5,185,670	5,563,488	377,818
Sales and services	1,102,941	1,112,194	9,253
Investment earnings	1,677,339	2,120,729	443,390
Miscellaneous	1,240,836	1,374,665	133,829
Total revenues	<u>78,011,223</u>	<u>81,835,429</u>	<u>3,824,206</u>
<b>Expenditures</b>			
General government	13,037,016	11,495,084	1,541,932
Public safety	31,703,174	27,505,725	4,197,449
Transportation	1,157,456	752,442	405,014
Environmental protection	317,943	313,791	4,152
Economic and physical development	2,305,615	1,662,416	643,199
Human services	7,048,488	5,164,985	1,883,503
Cultural and recreational	3,045,702	2,757,683	288,019
Education	16,527,054	16,526,667	387
Debt service	458,000	449,980	8,020
Total expenditures	<u>75,600,448</u>	<u>66,628,773</u>	<u>8,971,675</u>
Revenues over (under) expenditures	2,410,775	15,206,656	12,795,881
<b>Other financing sources (uses):</b>			
Lease liability issued	48,525	437,862	389,337
IT subscription agreement	-	30,724	30,724
Transfers to other funds	(11,461,694)	(11,424,694)	37,000
Transfers from other funds	6,226,252	4,750,565	(1,475,687)
	<u>(5,186,917)</u>	<u>(6,205,543)</u>	<u>(1,018,626)</u>
Revenues and other financing sources over expenditures and other financing uses	(2,776,142)	9,001,113	11,777,255
Appropriated fund balance	<u>2,776,142</u>	<u>-</u>	<u>(2,776,142)</u>
Revenues, appropriated fund balance, and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>\$ 9,001,113</u>	<u>\$ 9,001,113</u>

Total amendments to the General Fund increased budgeted revenues by \$1,136,431. General fund revenues recognized increased over the prior year, with a total revenue increase of \$9,493,996. The overall actual General fund revenues were \$3,824,206 greater than budget, primarily due to increased property tax collections and other tax revenues. The final budget for expenditures was \$75,600,448, which was a \$2,894,655 increase over the original budget. The increase from the original budget is primarily due to the carry-forward of funds from the prior year for projects that were not completed by year end.

**Proprietary Funds.** Currituck County’s proprietary funds provide the same type of information found in the government-wide statements but in more detail. At the end of the fiscal year, unrestricted net position of the Solid Waste Fund amounted to \$4,310,461, and those for the Water and Sewer Districts totaled \$20,738,305. The total change in net position for the proprietary funds is shown in Figure 6.

**Figure 6**  
**Changes in Net Position for Proprietary Funds**

	June 30 2025	June 30 2024 (Restated)	Change in Net Position
Solid Waste	\$ 4,681,098	\$ 4,577,963	\$ 103,135
Ocean Sands Water and Sewer	8,584,451	8,271,015	313,436
Mainland Water	17,962,481	17,755,748	206,733
Southern Outer Banks Water	29,444,079	28,103,124	1,340,955
Mainland Central Sewer	10,600,592	10,446,284	154,308
<b>Non-Major Proprietary Funds</b>			
Ocean Sands Water & Sewer System			
Developmental Fees	124,302	401,218	(276,916)
Mainland Water System			
Developmental Fees	2,620,618	1,616,251	1,004,367
Southern Outer Banks Water System			
Developmental Fees	1,298,921	1,303,577	(4,656)
Mainland Central Sewer System Developmental Fees	590,928	510,229	80,699
<b>Total</b>	<b>\$ 75,907,470</b>	<b>\$ 72,985,409</b>	<b>\$ 2,922,061</b>

### Capital Asset and Debt Administration

**Capital assets.** Currituck County’s capital assets for its governmental and business – type activities as of June 30, 2025, totaled \$231,604,370, net of depreciation and amortization. These assets include buildings, land, machinery and equipment, park facilities, right of use assets, water and sewer distribution systems and vehicles.

Major capital asset transactions during the year include:

- Airport fuel facility replacement
- Design and construction of County fuel facility replacement
- Design and construction of beach walkovers
- Construction of an ABC Store in Corolla
- Construction of a new public works maintenance building
- Public Safety radio system upgrades and microwave replacement
- Historic Corolla Park playground construction
- Bulkhead repairs and replacement at Sound Park

**Figure 7**  
**Currituck County's Capital Assets**  
**(net of depreciation and amortization)**

	2025			2024
	Governmental Activities	Business-type Activities	Total	Total
Land	\$ 22,194,038	\$ 1,907,991	\$ 24,102,029	\$ 24,102,029
Buildings and system	57,497,350	31,225,078	88,722,428	93,903,979
Computer equipment	2,074,719	243,632	2,318,351	1,837,690
Furniture & fixtures	28,918,967	-	28,918,967	28,681,812
Other equipment	6,580,371	14,487,313	21,067,684	20,898,158
Vehicles and motorized equipmen	4,065,688	809,997	4,875,685	4,194,878
Right to use assets:				
Leases	1,271,952	77,302	1,349,254	1,192,200
IT Subscriptions	391,506	-	391,506	521,980
Construction in progress	49,429,391	10,429,075	59,858,466	24,506,353
<b>Total</b>	<u>\$ 172,423,982</u>	<u>\$ 59,180,388</u>	<u>\$ 231,604,370</u>	<u>\$ 199,839,079</u>

Additional information on the County's capital assets can be found in note III.A. 5, beginning on page 81 of the Basic Financial Statements.

**Long-term Debt.** As of June 30, 2025, Currituck County had total revenue bonded debt outstanding of \$4,500,000, which is backed by certain revenues of the Mainland Water System. In addition, the County has \$48,070,000 outstanding in Limited Obligation Bonds (LOBs) and \$2,763,476 in premiums on the LOBs for the Tulls Creek Elementary School. The County also had installment purchase agreements for Ocean Sands Water and Sewer District for replacement of the wastewater plant and in the General Fund for the Public Safety facility, with outstanding balances \$3,750,000, and \$9,630,000 respectively. These debt instruments are backed by their respective assets.

**Figure 8**

**Currituck County's Outstanding Debt  
General Obligation, Revenue Bonds and Installment Purchase Agreements**

	Governmental Activities		Business-type Activities		Total	
	2025	2024 (Restated)	2025	2024 (Restated)	2025	2024 (Restated)
Installment Purchase	\$ 9,630,000	\$ 11,770,000	\$ 3,750,000	\$ 4,250,000	\$ 13,380,000	\$ 16,020,000
Revenue bonds	-	-	4,500,000	5,885,000	4,500,000	5,885,000
Limited obligation bonds	48,070,000	51,770,000	-	-	48,070,000	51,770,000
Premium on bonds	2,763,476	3,224,422	-	-	2,763,476	3,224,422
Lease liabilities	1,361,456	1,167,884	71,684	69,892	1,433,140	1,237,776
IT subscription liabilities	341,789	493,947	-	-	341,789	493,947
Compensated absences	2,117,097	1,592,029	204,481	156,290	2,321,578	1,748,319
Net pension liability (LGERS)	17,894,548	18,327,147	1,360,173	1,369,384	19,254,721	19,696,531
Net pension liability (LEOSSA)	3,056,571	3,012,423	-	-	3,056,571	3,012,423
Net OPEB liability	20,575,422	29,711,787	1,912,899	2,657,615	22,488,321	32,369,402
<b>Total debt</b>	<b>\$ 105,810,359</b>	<b>\$ 121,069,639</b>	<b>\$ 11,799,237</b>	<b>\$ 14,388,181</b>	<b>\$ 117,609,596</b>	<b>\$ 135,457,820</b>

Currituck County’s total debt decreased by \$17,848,224 during the past fiscal year. This change in total debt is attributable to debt payments of \$7,725,000 and a decrease of \$9,881,081 in OPEB liabilities. The remaining balance of the changes are from pension liabilities, leases, and subscriptions.

As mentioned in the financial highlights section of this document, S & P Global Ratings assigned its ‘AA’ long-term rating to Currituck County, NC’s approximately \$53.565 million series 2023 limited obligation bonds (LOBs) issued in fiscal year 2024.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government’s boundaries. The legal debt margin for Currituck County is \$658,714,116, see Schedule 10, page 214. The County has no bonds authorized but un-issued at June 30, 2025.

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

**Economic Factors and Next Year End 2026 Budgets and Rates**

The following key economic indicator reflects the economy of the County.

- As of June 30, 2025, Currituck County had one of the lowest unemployment rates in the State with a rate of 2.7%, compared to the State average of 3.7%.

## **Budget Highlights for the Fiscal Year Ending June 30, 2026**

**Governmental Activities:** Currituck County's tax rate will remain at \$0.62, along with a 1.7% expected increase in property valuation. This increased revenue will cover the debt associated with the Tulls Creek Elementary School. Due to growth in the County and increased costs of services, the Currituck County Schools will receive an increase in funding of 8.9% for local current expense over the prior year. Also budgeted are several repairs and renovation projects to the other existing school facilities. Public safety also received a 7.9% increase due to the growth of the County.

Budgeted expenditures in the General Fund for Fiscal Year 2026 are anticipated to be approximately \$89,000,000, a 33% increase over the prior year expenditures.

**Business – type Activities:** For the upcoming fiscal year, the County will continue to evaluate the operations of all business-type activities. The County is in the process of considering options for sewer expansion in Moyock as well as expansion of solid waste facilities in the Moyock area.

### **Requests for Information**

This report is designed to provide an overview of the County's finances for those with an interest in this area. This document is also available online at [www.currituckgovernment.com](http://www.currituckgovernment.com) under the Finance Department. Questions concerning any of the information found in this report or requests for additional information should be directed to the Currituck County Finance Director, Currituck County Finance Department, 153 Courthouse Road, Suite 102, Currituck, North Carolina 27929 or e-mail [Caron.Crouse@CurrituckCountyNC.gov](mailto:Caron.Crouse@CurrituckCountyNC.gov).

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County of Currituck, North Carolina  
Statement of Net Position  
June 30, 2025

	Governmental Activities	Business-type Activities	Total	Component Unit Currituck County ABC Board
<b>ASSETS</b>				
Cash and cash equivalents	\$ 57,808,757	\$ -	\$ 57,808,757	\$ 1,414,084
Restricted cash and cash equivalents	7,487,596	4,705,596	12,193,192	-
Investments	138,396,375	23,480,320	161,876,695	-
Restricted investments	16,346,960	-	16,346,960	-
Taxes receivables (net)	716,663	2,240	718,903	-
Other receivables (net)	2,042,730	3,148,629	5,191,359	5,716
Lease receivables	306,701	569,059	875,760	-
Accrued interest receivables - lease	227	1,423	1,650	-
Due from other governments	7,686,332	-	7,686,332	-
Due from component unit	20,872	-	20,872	-
Inventories	140,112	-	140,112	1,097,097
Prepaid items	-	-	-	46,959
Net pension asset	42,662	-	42,662	-
Capital assets:				
Land, improvements, non-depreciable collections and construction in progress	71,623,429	12,337,066	83,960,495	425,900
Other capital assets, net of depreciation	99,137,095	46,766,020	145,903,115	1,154,893
Right to use asset, net of amortization	1,663,458	77,302	1,740,760	138,000
Total capital assets	172,423,982	59,180,388	231,604,370	1,718,793
Total assets	403,419,969	91,087,655	494,507,624	4,282,649
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	11,819,944	892,391	12,712,335	123,737
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	8,346,805	2,121,323	10,468,128	616,226
Unearned revenue	5,511,201	61,663	5,572,864	-
Accrued interest payable	662,307	-	662,307	-
Customer deposits	-	118,113	118,113	-
Due to primary government	-	-	-	335,914
Long-term liabilities:				
Due within one year				
Long-term debt current portion	6,681,318	1,911,420	8,592,738	36,000
Compensated absences	635,000	56,000	691,000	14,056
Total current liabilities	21,836,631	4,268,519	26,105,150	1,002,196
Due in more than one year				
Compensated absences	1,482,097	148,481	1,630,578	-
Net pension liability - LGERS	17,894,548	1,360,173	19,254,721	220,379
Net pension liability - LEOSSA	3,056,571	-	3,056,571	-
Net OPEB liability	20,575,422	1,912,899	22,488,321	203,987
Long-term debt less current portion	55,485,403	6,410,264	61,895,667	102,000
Total long-term liabilities	98,494,041	9,831,817	108,325,858	526,366
Total liabilities	120,330,672	14,100,336	134,431,008	1,528,562
<b>DEFERRED INFLOWS OF RESOURCES</b>	16,694,312	1,972,240	18,666,552	16,459
<b>NET POSITION</b>				
Net investment in capital assets	126,604,221	50,858,704	177,462,925	1,580,793
Restricted for:				
Stabilization by State Statute	7,678,752	-	7,678,752	-
Public Safety	5,448,656	-	5,448,656	-
School Capital Assets	21,516,872	-	21,516,872	-
Tourism	51,460,491	-	51,460,491	-
Human Services	596,663	-	596,663	-
Working capital	-	-	-	175,341
Capital assets	47,168,711	-	47,168,711	-
Unrestricted	17,740,563	25,048,766	42,789,329	1,105,231
Total net position	\$ 278,214,929	\$ 75,907,470	\$ 354,122,399	\$ 2,861,365

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

**County of Currituck County, North Carolina**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2025**

<b>Program Revenues</b>				
<b>Functions/Programs</b>	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary government:</b>				
Governmental Activities:				
General government	\$ 13,461,950	\$ 4,308,775	\$ 354,103	\$ -
Public safety	34,900,324	1,557,509	819,330	23,385
Transportation	1,608,130	649,232	4,612	3,275,627
Economic and physical development	8,859,445	251,073	-	30,000
Environmental protection	2,307,266	134,857	123,060	-
Human services	5,301,899	-	2,543,376	-
Cultural and recreation	5,029,117	133,348	-	-
Education	20,170,321	-	-	366,500
Interest on long-term debt	2,401,371	-	-	-
Total governmental activities	94,039,823	7,034,794	3,844,481	3,695,512
Business-type activities:				
Solid Waste	8,772,376	6,980,918	74,253	-
Water and Sewer	13,683,111	13,070,110	-	740,398
Total business-type activities	22,455,487	20,051,028	74,253	740,398
	116,495,310	27,085,822	3,918,734	4,435,910
Component units:				
ABC Board	7,049,412	7,036,165	-	-
Total component units	\$ 7,049,412	\$ 7,036,165	\$ -	\$ -
General revenues:				
Taxes:				
Property taxes, levied for general purpose				
Property taxes, levied for sewer district				
Property taxes, levied for public safety				
Property taxes, levied for watershed improvement				
Local option sales taxes				
Land transfer taxes				
Occupancy taxes				
Deed stamp excise tax				
Franchise taxes				
Other taxes				
Investment earnings, unrestricted				
Miscellaneous, unrestricted				
Gain (loss) on sales of assets				
Total general revenues, excluding transfers and special items				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position, beginning, as previously reported				
Restatement				
Net position, beginning, as restated				
Net position, ending				

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

Exhibit 2

<b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Primary Government</b>			<b>Component Unit</b>
<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Currituck County ABC Board</b>
\$ (8,799,072)	\$ -	\$ (8,799,072)	\$ -
(32,500,100)	-	(32,500,100)	-
2,321,341	-	2,321,341	-
(8,578,372)	-	(8,578,372)	-
(2,049,349)	-	(2,049,349)	-
(2,758,523)	-	(2,758,523)	-
(4,895,769)	-	(4,895,769)	-
(19,803,821)	-	(19,803,821)	-
(2,401,371)	-	(2,401,371)	-
(79,465,036)	-	(79,465,036)	-
-	(1,717,205)	(1,717,205)	-
-	127,397	127,397	-
-	(1,589,808)	(1,589,808)	-
(79,465,036)	(1,589,808)	(81,054,844)	-
			(13,247)
			(13,247)
56,016,385	-	56,016,385	-
-	780,051	780,051	-
2,995,514	-	2,995,514	-
2,639,508	-	2,639,508	-
19,206,859	-	19,206,859	-
6,133,363	-	6,133,363	-
19,797,056	-	19,797,056	-
1,216,929	-	1,216,929	-
250,737	-	250,737	-
220,840	-	220,840	-
9,118,437	1,077,877	10,196,314	10,427
1,706,272	379,309	2,085,581	2,820
(42,548)	(46,753)	(89,301)	-
119,259,352	2,190,484	121,449,836	13,247
(2,321,385)	2,321,385	-	-
116,937,967	4,511,869	121,449,836	-
37,472,931	2,922,061	40,394,992	-
240,875,061	73,022,974	313,898,035	2,861,365
(133,063)	(37,565)	(170,628)	-
240,741,998	72,985,409	313,727,407	2,861,365
\$ 278,214,929	\$ 75,907,470	\$ 354,122,399	\$ 2,861,365

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

County of Currituck, North Carolina  
Balance Sheet  
Governmental Funds  
June 30, 2025

	Major						Non-major		Total Governmental Funds
	General Fund	Tourism Development Authority Fund	Airport Directed Grant	County Governmental Facilities Fund	School Facilities Fund	Transfer Tax Capital Fund	Debt Service Fund	Other Governmental Funds	
<b>ASSETS</b>									
Cash and cash equivalents	\$ 33,063,444	\$ -	\$ -	\$ -	\$ 22,415,071	\$ -	\$ -	\$ 2,330,242	\$ 57,808,757
Restricted cash and cash equivalents	1,851,442	-	3,471,238	-	1,444,579	-	-	720,337	7,487,596
Investments	23,424,419	51,759,434	-	12,055,987	-	24,027,280	-	27,129,255	138,396,375
Restricted investments	-	-	-	-	16,346,960	-	-	-	16,346,960
Taxes receivable, net	693,264	-	-	-	-	-	-	23,399	716,663
Other receivables, net	1,317,913	30,535	11,672	93,558	549,017	-	-	40,035	2,042,730
Lease receivables	306,701	-	-	-	-	-	-	-	306,701
Accrued interest receivable - lease	227	-	-	-	-	-	-	-	227
Due from other governments	3,371,042	-	-	487,257	-	-	-	3,828,033	7,686,332
Due from component unit	20,872	-	-	-	-	-	-	-	20,872
Inventories	103,751	36,361	-	-	-	-	-	-	140,112
<b>Total assets</b>	<b>\$ 64,153,075</b>	<b>\$ 51,826,330</b>	<b>\$ 3,482,910</b>	<b>\$ 12,636,802</b>	<b>\$ 40,755,627</b>	<b>\$ 24,027,280</b>	<b>\$ -</b>	<b>\$ 34,071,301</b>	<b>\$ 230,953,325</b>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Accounts payable and accrued liabilities	\$ 3,498,686	\$ 298,943	\$ 907,177	\$ 599,787	\$ 2,403,501	\$ -	\$ -	\$ 638,711	\$ 8,346,805
Unearned revenue	20,000	-	2,575,733	-	1,444,579	-	-	1,470,889	5,511,201
<b>Total liabilities</b>	<b>3,518,686</b>	<b>298,943</b>	<b>3,482,910</b>	<b>599,787</b>	<b>3,848,080</b>	<b>-</b>	<b>-</b>	<b>2,109,600</b>	<b>13,858,006</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Leases	276,492	-	-	-	-	-	-	-	276,492
Property taxes receivable	693,264	-	-	-	-	-	-	23,399	716,663
Prepaid taxes	87,895	-	-	-	-	-	-	-	87,895
<b>Total deferred inflows of resources</b>	<b>1,057,651</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,399</b>	<b>1,081,050</b>
Fund balances:									
Nonspendable:									
Inventories	103,751	36,361	-	-	-	-	-	-	140,112
Leases	30,209	-	-	-	-	-	-	-	30,209
Restricted:									
Stabilization by State Statute	4,036,432	30,535	-	580,815	549,017	-	-	2,481,953	7,678,752
Emergency Telephone System	-	-	-	-	-	-	-	453,864	453,864
County Governmental Assets	3,337,196	-	-	-	-	24,027,280	-	14,039,064	41,403,540
School Capital Assets	-	-	-	-	36,358,530	-	-	1,505,302	37,863,832
Tourism	-	51,460,491	-	-	-	-	-	-	51,460,491
Public Safety	-	-	-	-	-	-	-	4,994,792	4,994,792
Carova Beach Service District	-	-	-	-	-	-	-	63,558	63,558
Watershed Improvements	-	-	-	-	-	-	-	5,405,560	5,405,560
Whalehead Beach Solid Waste	-	-	-	-	-	-	-	296,053	296,053
Human services	-	-	-	-	-	-	-	596,663	596,663
Committed:									
Fire Equipment Replacement	-	-	-	-	-	-	-	2,101,493	2,101,493
County Governmental Assets	-	-	-	11,456,200	-	-	-	-	11,456,200
Tax Revaluation	1,177,820	-	-	-	-	-	-	-	1,177,820
Post Employment Benefit plans	252,365	-	-	-	-	-	-	-	252,365
Assigned:									
Subsequent year's expenditures	2,519,339	-	-	-	-	-	-	-	2,519,339
Unassigned	48,119,626	-	-	-	-	-	-	-	48,119,626
<b>Total fund balances</b>	<b>59,576,738</b>	<b>51,527,387</b>	<b>-</b>	<b>12,037,015</b>	<b>36,907,547</b>	<b>24,027,280</b>	<b>-</b>	<b>31,938,302</b>	<b>216,014,269</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 64,153,075</b>	<b>\$ 51,826,330</b>	<b>\$ 3,482,910</b>	<b>\$ 12,636,802</b>	<b>\$ 40,755,627</b>	<b>\$ 24,027,280</b>	<b>\$ -</b>	<b>\$ 34,071,301</b>	<b>\$ 230,953,325</b>

continued

**County of Currituck, North Carolina  
Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
June 30, 2025**

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

Total Fund Balance, Governmental Funds	\$	216,014,269
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		170,760,524
Right to use assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,271,952
IT subscription assets used in governmental activities are not financial resources and therefore are not reported in the funds.		391,506
Net pension asset - Register of Deeds		42,662
Contributions to pension plans in the current fiscal year are deferred outflows of resources on the Statement of Net Position		3,554,838
Benefit payment and pension administration costs for LEOSSA are deferred outflows of resources on the Statement of Net Position		115,174
Net pension liability - LGERS		(17,894,548)
Net pension liability - LEOSSA		(3,056,571)
Net OPEB liability		(20,575,422)
Deferred inflows of resources for taxes and special assessments receivable		716,663
Pension related deferrals		4,957,723
OPEB related deferrals		(13,137,716)
Some liabilities, including bonds payable and other postemployment benefits, are not due and payable in the current period and therefore are not reported in the funds.		<u>(64,946,125)</u>
Net position of governmental activities	\$	<u><u>278,214,929</u></u>

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

**County of Currituck, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2025**

	Major							Nonmajor	
	Tourism		Airport Directed Grant	County			Debt Service Fund	Other Governmental Funds	Total Governmental Funds
	General Fund	Development Authority Fund		Governmental Facilities Fund	School Facilities Fund	Transfer Tax Capital Fund			
<b>REVENUES</b>									
Ad valorem taxes	\$ 55,950,341	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,635,022	\$ 61,585,363
Other taxes and licenses	12,226,793	19,797,056	-	-	-	6,133,363	-	8,668,572	46,825,784
Unrestricted intergovernmental	136,863	-	-	-	-	-	-	-	136,863
Restricted intergovernmental	3,350,356	-	1,381,352	1,924,275	366,500	-	-	549,725	7,572,208
Permits and fees	5,563,488	-	-	-	-	-	-	27,550	5,591,038
Sales and services	1,112,194	206,117	-	-	-	-	-	273,478	1,591,789
Investment earnings	2,277,080	1,812,363	1,688	441,601	2,692,176	841,440	-	1,052,089	9,118,437
Miscellaneous	1,374,665	-	-	-	-	-	-	7,150	1,381,815
Total revenues	81,991,780	21,815,536	1,383,040	2,365,876	3,058,676	6,974,803	-	16,213,586	133,803,297
<b>EXPENDITURES</b>									
Current:									
General government	11,495,084	-	-	667,822	-	-	-	368,165	12,531,071
Public safety	27,505,725	-	-	1,156,898	-	-	-	6,721,575	35,384,198
Transportation	752,442	-	1,383,040	2,241,417	-	-	-	-	4,376,899
Environmental protection	313,791	-	-	-	-	-	-	1,995,187	2,308,978
Economic and physical development	1,662,416	8,623,136	-	-	-	-	-	-	10,285,552
Human services	5,164,985	-	-	-	-	-	-	198,751	5,363,736
Cultural and recreational	2,757,683	-	-	1,127,368	-	-	-	-	3,885,051
Intergovernmental:									
Education	16,527,112	-	-	-	31,893,444	-	-	-	48,420,556
Debt service:									
Principal	401,729	134,701	-	-	-	-	5,840,000	-	6,376,430
Interest	48,251	2,954	-	-	-	-	2,871,622	-	2,922,827
Total expenditures	66,629,218	8,760,791	1,383,040	5,193,505	31,893,444	-	8,711,622	9,283,678	131,855,298
Excess (deficiency) of revenues over expenditures	15,362,562	13,054,745	-	(2,827,629)	(28,834,768)	6,974,803	(8,711,622)	6,929,908	1,947,999
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers from other funds	4,950,565	50,000	-	371,106	2,778,481	-	8,711,622	5,138,226	22,000,000
Transfers to other funds	(11,303,694)	(896,443)	-	-	-	(4,983,233)	-	(7,129,709)	(24,313,079)
IT subscription agreement	30,724	85,872	-	-	-	-	-	-	116,596
Lease liability issued	437,862	-	-	-	-	-	-	-	437,862
Total other financing sources and uses	(5,884,543)	(760,571)	-	371,106	2,778,481	(4,983,233)	8,711,622	(1,991,483)	(1,758,621)
Net change in fund balances	9,478,019	12,294,174	-	(2,456,523)	(26,056,287)	1,991,570	-	4,938,425	189,378
Fund balances, beginning as previously reported	50,098,719	39,233,213	-	14,493,538	62,963,834	22,035,710	-	26,720,166	215,545,180
Restatement	-	-	-	-	-	-	-	279,711	279,711
Fund balances, beginning, as restated	50,098,719	39,233,213	-	14,493,538	62,963,834	22,035,710	-	26,999,877	215,824,891
Fund balances, ending	\$ 59,576,738	\$ 51,527,387	\$ -	\$ 12,037,015	\$ 36,907,547	\$ 24,027,280	\$ -	\$ 31,938,302	\$ 216,014,269

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

**County of Currituck, North Carolina**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2025**

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

Net changes in fund balances - total governmental funds	\$	189,378
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 outlay exceeded depreciation in the current period.		30,587,371
Cost of capital asset disposed of during the year, not recognized on modified accrual basis.		(50,854)
Right of use leased asset capital outlay expenditures which were capitalized		448,798
IT subscription assets capital outlay expenditures which were capitalized		116,596
Amortization expense for intangible assets		(547,099)
Benefit payments and pension administration costs for LEOSSA are deferred outflows of resources on the Statement of Net Position.		115,174
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities.		3,554,838
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		66,044
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, 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.		6,259,532
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		<u>(3,266,847)</u>
Total changes in net position of governmental activities	\$	<u><u>37,472,931</u></u>

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

**County of Currituck, North Carolina**  
**General Fund and Annually Budgeted Major Special Revenue Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

## General Fund

	2025			Variance With Final Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
<b>REVENUES</b>					
Ad valorem taxes	\$ 54,247,100	\$ 54,294,250	\$ 55,950,341	\$ 1,656,091	\$ 48,488,722
Other taxes and licenses	10,970,335	11,526,778	12,226,793	700,015	12,378,623
Unrestricted intergovernmental	166,000	170,500	136,863	(33,637)	197,753
Restricted intergovernmental	2,787,518	2,812,909	3,350,356	537,447	3,000,303
Permits and fees	5,024,370	5,185,670	5,563,488	377,818	4,519,647
Sales and services	1,054,960	1,102,941	1,112,194	9,253	1,207,179
Investment earnings	1,625,009	1,677,339	2,120,729	443,390	1,897,447
Miscellaneous	999,500	1,240,836	1,374,665	133,829	651,759
Total revenues	<u>76,874,792</u>	<u>78,011,223</u>	<u>81,835,429</u>	<u>3,824,206</u>	<u>72,341,433</u>
<b>EXPENDITURES</b>					
Current:					
General government	12,647,782	13,037,016	11,495,084	1,541,932	10,659,098
Public safety	30,024,218	31,703,174	27,505,725	4,197,449	26,153,425
Transportation	1,140,231	1,157,456	752,442	405,014	904,614
Environmental protection	267,043	317,943	313,791	4,152	215,160
Economic and physical development	2,229,193	2,305,615	1,662,416	643,199	1,713,760
Human services	6,422,024	7,048,488	5,164,985	1,883,503	4,606,313
Cultural and recreational	3,004,100	3,045,702	2,757,683	288,019	2,849,093
Intergovernmental:					
Education	16,513,202	16,527,054	16,526,667	387	14,679,529
Debt service	458,000	458,000	449,980	8,020	7,648,599
Total expenditures	<u>72,705,793</u>	<u>75,600,448</u>	<u>66,628,773</u>	<u>8,971,675</u>	<u>69,429,591</u>
Revenues over (under) expenditures	<u>4,168,999</u>	<u>2,410,775</u>	<u>15,206,656</u>	<u>12,795,881</u>	<u>2,911,842</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Lease liability issued	48,525	48,525	437,862	389,337	641,161
IT subscription agreement	-	-	30,724	30,724	482,799
Transfers to other funds	(10,624,694)	(11,461,694)	(11,424,694)	37,000	(5,018,081)
Transfers from other funds	6,226,252	6,226,252	4,750,565	(1,475,687)	11,136,050
Total other financing sources (uses)	<u>(4,349,917)</u>	<u>(5,186,917)</u>	<u>(6,205,543)</u>	<u>(1,018,626)</u>	<u>7,241,929</u>
Revenues and other financing sources over expenditures and other financing uses	<u>(180,918)</u>	<u>(2,776,142)</u>	<u>9,001,113</u>	<u>11,777,255</u>	<u>10,153,771</u>
Appropriated fund balance	<u>180,918</u>	<u>2,776,142</u>	<u>-</u>	<u>(2,776,142)</u>	<u>-</u>
Revenues, appropriated fund balance, and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>9,001,113</u>	<u>\$ 9,001,113</u>	<u>10,153,771</u>
<b>Fund balances:</b>					
Beginning of Year, July 1			<u>46,060,609</u>		<u>35,906,838</u>
End of year, June 30			55,061,722		46,060,609

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

Tourism Development Authority

2025		2024		
Original Budget	Final Budget	Actual	Variance With Final Increase (Decrease)	Actual
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	19,797,056	-	19,719,685
-	-	-	-	210,700
-	-	-	-	-
-	-	-	-	-
-	-	206,117	-	173,717
-	-	1,812,363	-	1,662,761
-	-	-	-	57,783
<u>11,940,184</u>	<u>12,218,842</u>	<u>21,815,536</u>	<u>9,596,694</u>	<u>21,824,646</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
9,282,932	9,371,365	8,623,136	748,229	8,117,303
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	137,655	-	18,934
<u>9,282,932</u>	<u>9,371,365</u>	<u>8,760,791</u>	<u>748,229</u>	<u>8,136,237</u>
<u>2,657,252</u>	<u>2,847,477</u>	<u>13,054,745</u>	<u>10,207,268</u>	<u>13,688,409</u>
-	-	85,872	85,872	118,666
(2,707,252)	(2,897,477)	(896,443)	2,001,034	(5,677,339)
50,000	50,000	50,000	-	50,000
<u>(2,657,252)</u>	<u>(2,847,477)</u>	<u>(760,571)</u>	<u>2,086,906</u>	<u>(5,508,673)</u>
-	-	12,294,174	12,294,174	8,179,736
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	12,294,174	<u>\$ 12,294,174</u>	8,179,736
		<u>39,233,213</u>		<u>31,053,477</u>
		51,527,387		39,233,213

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

The following legally budgeted funds are consolidated into the General Fund for reporting purposes:

	General Fund	
	2025	2024
	Actual	Actual
General Fund ending fund balance, June 30	55,061,722	46,060,609
Revaluation Fund		
Investment earnings	40,252	40,806
Transfer-in from General Fund	121,000	121,000
Expenditures	-	-
Beginning Fund Balance, Revaluation	1,016,568	854,762
Land Banking Fund		
Investment earnings	116,099	136,981
Transfer-out to Moyock Central Sewer Fund	-	-
Transfer-in from Transfer Tax Capital Fund	200,000	200,000
Expenditures	(445)	(193,916)
Beginning Fund Balance, Land Banking Fund	3,021,542	2,878,477
Ending Fund Balance, June 30 (Exhibit 4)	<u>\$ 59,576,738</u>	<u>\$ 50,098,719</u>

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

Tourism Development Authority

2025		2024	
Actual		Actual	
51,527,387		39,233,213	
-		-	
-		-	
-		-	
-		-	
-		-	
-		-	
-		-	
-		-	
<u>\$ 51,527,387</u>		<u>\$ 39,233,213</u>	

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

**County of Currituck, North Carolina**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

							<b>Totals</b>	
	<b>Solid Waste Fund</b>	<b>Ocean Sands Water and Sewer District Fund</b>	<b>Mainland Water Fund</b>	<b>Southern Outer Banks Water System Fund</b>	<b>Mainland Central Sewer Fund</b>	<b>Non-Major Proprietary Funds</b>	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>ASSETS</b>								
Current assets:								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash	-	900	101,282	15,881	50	4,587,483	4,705,596	3,887,478
Investments	5,077,237	1,084,487	5,994,731	9,822,310	1,501,555	-	23,480,320	24,720,347
Taxes receivable, net	-	2,240	-	-	-	-	2,240	3,117
Leases receivable	-	-	-	69,559	-	-	69,559	65,050
Accrued interest - leases	-	-	-	1,423	-	-	1,423	1,585
Accounts receivable, net	163,477	301,575	1,002,957	594,491	1,038,843	47,286	3,148,629	2,099,916
<b>Total current assets</b>	<b>5,240,714</b>	<b>1,389,202</b>	<b>7,098,970</b>	<b>10,503,664</b>	<b>2,540,448</b>	<b>4,634,769</b>	<b>31,407,767</b>	<b>30,777,493</b>
Noncurrent assets:								
Capital assets:								
Land, improvements, and construction in progress	-	963,012	3,232,488	5,647,543	2,494,023	-	12,337,066	9,846,200
Other capital assets, net of depreciation	365,019	10,345,007	14,266,251	14,892,271	6,897,472	-	46,766,020	48,054,690
Right to use asset, net of amortization	77,302	-	-	-	-	-	77,302	69,019
<b>Total capital assets</b>	<b>442,321</b>	<b>11,308,019</b>	<b>17,498,739</b>	<b>20,539,814</b>	<b>9,391,495</b>	<b>-</b>	<b>59,180,388</b>	<b>57,969,909</b>
Lease receivable - noncurrent	-	-	-	499,500	-	-	499,500	569,059
<b>Total noncurrent assets</b>	<b>442,321</b>	<b>11,308,019</b>	<b>17,498,739</b>	<b>21,039,314</b>	<b>9,391,495</b>	<b>-</b>	<b>59,679,888</b>	<b>58,538,968</b>
<b>Total assets</b>	<b>5,683,035</b>	<b>12,697,221</b>	<b>24,597,709</b>	<b>31,542,978</b>	<b>11,931,943</b>	<b>4,634,769</b>	<b>91,087,655</b>	<b>89,316,461</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<b>33,751</b>	<b>61,376</b>	<b>395,100</b>	<b>303,900</b>	<b>98,264</b>	<b>-</b>	<b>892,391</b>	<b>1,092,277</b>
<b>LIABILITIES</b>								
Current liabilities:								
Accounts payable	712,984	69,607	173,912	115,030	860,600	-	1,932,133	1,228,827
Customer deposits	-	900	101,282	15,881	50	-	118,113	97,189
Accrued salaries	4,730	7,198	54,618	35,207	11,745	-	113,498	98,923
Accrued compensation	500	1,500	24,000	20,000	10,000	-	56,000	56,000
Revenue bonds payable	-	-	1,385,000	-	-	-	1,385,000	1,385,000
Accrued interest payable	858	18,511	56,323	-	-	-	75,692	75,692
Lease liability	26,420	-	-	-	-	-	26,420	16,779
Notes payable	-	500,000	-	-	-	-	500,000	500,000
Unearned revenue	59,422	2,241	-	-	-	-	61,663	53,494
<b>Total current liabilities</b>	<b>804,914</b>	<b>599,957</b>	<b>1,795,135</b>	<b>186,118</b>	<b>882,395</b>	<b>-</b>	<b>4,268,519</b>	<b>3,511,904</b>
Noncurrent liabilities:								
Lease liability	45,264	-	-	-	-	-	45,264	53,113
Accrued compensation	2,609	9,025	72,057	41,101	23,689	-	148,481	62,725
Revenue bonds payable	-	-	3,115,000	-	-	-	3,115,000	4,500,000
Notes payable	-	3,250,000	-	-	-	-	3,250,000	3,750,000
Net pension liability	50,974	94,909	608,513	456,232	149,545	-	1,360,173	1,369,384
Other postemployment benefits	74,752	124,586	814,571	687,193	211,797	-	1,912,899	2,657,615
<b>Total noncurrent liabilities</b>	<b>173,599</b>	<b>3,478,520</b>	<b>4,610,141</b>	<b>1,184,526</b>	<b>385,031</b>	<b>-</b>	<b>9,831,817</b>	<b>12,392,837</b>
<b>Total liabilities</b>	<b>978,513</b>	<b>4,078,477</b>	<b>6,405,276</b>	<b>1,370,644</b>	<b>1,267,426</b>	<b>-</b>	<b>14,100,336</b>	<b>15,904,741</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>57,175</b>	<b>95,669</b>	<b>625,052</b>	<b>1,032,155</b>	<b>162,189</b>	<b>-</b>	<b>1,972,240</b>	<b>1,481,023</b>
<b>NET POSITION</b>								
Net investment in capital assets	370,637	7,558,019	12,998,739	20,539,814	9,391,495	-	50,858,704	47,765,017
Restricted	-	-	-	-	-	-	-	-
Unrestricted	4,310,461	1,026,432	4,963,742	8,904,265	1,209,097	4,634,769	25,048,766	25,257,957
<b>Total net position</b>	<b>\$ 4,681,098</b>	<b>\$ 8,584,451</b>	<b>\$ 17,962,481</b>	<b>\$ 29,444,079</b>	<b>\$ 10,600,592</b>	<b>\$ 4,634,769</b>	<b>\$ 75,907,470</b>	<b>\$ 73,022,974</b>

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

County of Currituck, North Carolina  
Statement of Revenues, Expenses, and Changes in Fund Net Position  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2025  
(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)

	Totals							
	Solid Waste Fund	Ocean Sands Water and Sewer Fund	Mainland Water Fund	Southern Outer Banks Water System Fund	Mainland Central Sewer Fund	Non-Major Proprietary Funds	June 30, 2025	June 30, 2024
<b>OPERATING REVENUES</b>								
Charges for services	\$ 6,980,918	\$ 1,706,044	\$ 4,685,993	\$ 4,046,882	\$ 984,791	\$ 1,444,252	\$ 19,848,880	\$ 18,819,886
Water and sewer taps	-	6,933	41,716	-	-	-	48,649	49,916
Miscellaneous	-	12,416	107,722	33,361	-	-	153,499	317,545
Total operating revenues	6,980,918	1,725,393	4,835,431	4,080,243	984,791	1,444,252	20,051,028	19,187,347
<b>OPERATING EXPENSES</b>								
Administration	127,422	92,957	275,879	805,327	330,517	-	1,632,103	1,512,984
Water operations	-	1,014,460	2,981,658	1,721,714	-	-	5,717,832	4,936,848
Sewer operations	-	611,251	-	-	1,552,114	-	2,163,365	1,708,731
Landfill operations	8,531,211	-	-	-	-	-	8,531,211	7,252,910
Depreciation	82,434	654,167	1,501,435	1,307,499	564,102	-	4,109,637	3,793,916
Total operating expenses	8,741,067	2,372,835	4,758,972	3,834,540	2,446,733	-	22,154,147	19,205,389
Operating income (loss)	(1,760,149)	(647,442)	76,459	245,703	(1,461,942)	1,444,252	(2,103,119)	(18,042)
<b>NONOPERATING REVENUES (EXPENSES)</b>								
Tax revenue	117,450	662,601	-	-	-	-	780,051	759,576
Rent	-	-	-	168,490	3,600	-	172,090	177,950
Insurance recovery	-	9,482	87,111	-	14,542	-	111,135	62,918
Unrestricted intergovernmental revenues	74,253	-	-	-	-	-	74,253	77,103
Restricted intergovernmental grant	-	-	-	-	740,398	-	740,398	-
Amortization expense - leases	(29,436)	-	-	-	-	-	(29,436)	(16,863)
Lease revenue	-	-	-	74,867	-	-	74,867	60,746
Interest revenue - leases	-	-	-	18,142	-	-	18,142	20,023
Investment earnings	188,310	66,552	258,885	358,753	56,135	149,242	1,077,877	1,551,940
Interest expenses	(1,873)	(101,062)	(168,969)	-	-	-	(271,904)	(397,567)
Loss on disposal of assets	-	-	(46,753)	-	-	-	(46,753)	-
Miscellaneous fees	1,500	-	-	-	1,575	-	3,075	80
Total nonoperating revenue (expense)	350,204	637,573	130,274	620,252	816,250	149,242	2,703,795	2,295,906
Income (loss) before contributions and transfers	(1,409,945)	(9,869)	206,733	865,955	(645,692)	1,593,494	600,676	2,277,864
<b>TRANSFERS FROM OTHER FUNDS</b>	1,513,080	323,305	-	475,000	800,000	(790,000)	2,321,385	1,200,000
Change in net position	103,135	313,436	206,733	1,340,955	154,308	803,494	2,922,061	3,477,864
Total net position, beginning, as previously reported	4,578,180	8,271,592	17,775,726	28,112,260	10,453,941	3,831,275	73,022,974	69,545,110
Restatement	(217)	(577)	(19,978)	(9,136)	(7,657)	-	(37,565)	-
Total net position, beginning, as restated	4,577,963	8,271,015	17,755,748	28,103,124	10,446,284	3,831,275	72,985,409	69,545,110
Total net position - ending	\$ 4,681,098	\$ 8,584,451	\$ 17,962,481	\$ 29,444,079	\$ 10,600,592	\$ 4,634,769	\$ 75,907,470	\$ 73,022,974

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

**County of Currituck, North Carolina**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

							<u>Totals</u>	
	<u>Solid Waste Fund</u>	<u>Ocean Sands Water and Sewer Fund</u>	<u>Mainland Water Fund</u>	<u>Southern Outer Banks Water System Fund</u>	<u>Mainland Central Sewer Fund</u>	<u>Non-Major Proprietary Funds</u>	<u>June 30, 2025</u>	<u>June 30, 2024</u>
<b>Cash flows from operating activities:</b>								
Cash received from customers	\$ 6,968,209	\$ 1,671,970	\$ 4,785,734	\$ 3,896,603	\$ 982,245	\$ 1,437,952	\$ 19,742,713	\$ 19,260,901
Cash paid for goods and services	(8,386,131)	(1,510,780)	(1,877,794)	(1,691,225)	(1,095,104)	-	(14,561,034)	(12,080,342)
Cash paid to employees for services	(112,579)	(201,613)	(1,377,108)	(1,036,978)	(335,045)	-	(3,063,323)	(2,784,253)
Customer deposits received	-	-	48,575	4,250	-	-	52,825	43,125
Customer deposits returned	-	(450)	(30,151)	(1,300)	-	-	(31,901)	(34,938)
Net cash provided (used) by operating activities	(1,530,501)	(40,873)	1,549,256	1,171,350	(447,904)	1,437,952	2,139,280	4,404,493
<b>Cash flows from noncapital financing activities:</b>								
Tax revenues	117,450	662,601	-	-	-	-	780,051	759,576
Rental Income	-	-	-	168,490	3,600	-	172,090	177,950
Repayment of loan from other funds	-	-	-	-	-	-	-	-
Transfer from other funds	1,513,080	315,000	-	475,000	800,000	(790,000)	2,313,080	1,200,000
Net cash provided (used) by noncapital financing	1,630,530	977,601	-	643,490	803,600	(790,000)	3,265,221	2,137,526
<b>Cash flows from capital and related financing activities:</b>								
Acquisition and construction of capital assets	(72,348)	(330,687)	(1,208,479)	(2,530,846)	(888,287)	-	(5,030,647)	(9,236,814)
Principal paid on bond maturities and installment purchase contracts	-	(500,000)	(1,385,000)	-	-	-	(1,885,000)	(1,846,335)
Principal paid on lease liabilities	(35,927)	-	-	-	-	-	-	-
Interest paid on bond maturities and installment purchase contracts	(1,873)	(101,062)	(168,969)	-	-	-	(271,904)	(322,732)
Lease liability issued	37,719	-	-	-	-	-	37,719	-
Lease revenue	-	-	-	93,009	-	-	93,009	69,776
Insurance recovery	-	9,482	87,111	-	14,542	-	111,135	62,918
Miscellaneous fees	1,500	-	-	-	1,575	-	3,075	80
Intergovernmental revenues	74,253	-	-	-	-	-	74,253	77,103
Net cash provided (used) by capital and related financing activities	3,324	(922,267)	(2,675,337)	(2,437,837)	(872,170)	-	(6,904,287)	(11,196,004)
<b>Cash flows from investing activities:</b>								
(Purchase) proceeds of investments	(291,663)	(81,463)	885,620	267,194	460,339	-	1,240,027	4,907,339
Interest on investments	188,310	66,552	258,885	358,753	56,135	149,242	1,077,877	1,551,940
Net cash provided (used) by investing activities	(103,353)	(14,911)	1,144,505	625,947	516,474	149,242	2,317,904	6,459,279
Net increase (decrease) in cash and cash equivalents	-	(450)	18,424	2,950	-	797,194	818,118	1,805,294
Cash and cash equivalents, July 1	-	1,350	82,858	12,931	50	3,790,289	3,887,478	2,082,184
Cash and cash equivalents, June 30	\$ -	\$ 900	\$ 101,282	\$ 15,881	\$ 50	\$ 4,587,483	\$ 4,705,596	\$ 3,887,478

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

County of Currituck, North Carolina  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2025  
(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)

	Solid Waste Fund	Ocean Sands Water and Sewer Fund	Mainland Water Fund	Southern Outer Banks Water System Fund	Mainland Central Sewer Fund	Non-Major Proprietary Funds	Totals	
							June 30, 2025	June 30, 2024
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>								
Operating income (loss)	\$ (1,760,149)	\$ (647,442)	\$ 76,459	\$ 245,703	\$ (1,461,942)	\$ 1,444,252	\$ (2,103,119)	\$ (18,042)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:								
Depreciation and amortization	82,434	654,167	1,501,435	1,307,499	564,102	-	4,109,637	3,793,916
Changes in assets and liabilities:								
(Increase) decrease in accounts receivable, net	(12,709)	(53,423)	(49,697)	(183,640)	(2,546)	(6,300)	(308,315)	73,554
(Increase) decrease in deferred outflows of resources for pensions	5,647	13,950	78,041	81,934	20,314	-	199,886	33,186
Increase (decrease) in accounts payable	135,775	2,180	(90,709)	(140,465)	439,172	-	345,953	151,475
Increase (decrease) in accrued salaries	1,023	181	13,549	(2,591)	2,413	-	14,575	17,633
Increase (decrease) in accrued vacation	1,668	3,513	28,349	11,268	3,393	-	48,191	10,924
Increase (decrease) in unearned revenues	9,046	-	-	-	-	-	9,046	21,594
Increase (decrease) in deferred inflows of resources for pensions	25,176	36,737	252,093	178,280	64,143	-	556,429	(26,224)
Increase (decrease) in net pension liability	1,354	(1,152)	6,617	(17,144)	1,114	-	(9,211)	176,199
Increase (decrease) in OPEB payable	(19,766)	(49,134)	(285,305)	(312,444)	(78,067)	-	(744,716)	162,091
Increase (decrease) in customer deposits	-	(450)	18,424	2,950	-	-	20,924	8,187
<b>Total adjustments</b>	<u>229,648</u>	<u>606,569</u>	<u>1,472,797</u>	<u>925,647</u>	<u>1,014,038</u>	<u>(6,300)</u>	<u>4,242,399</u>	<u>4,422,535</u>
Net cash provided (used) by operating activities	<u>\$ (1,530,501)</u>	<u>\$ (40,873)</u>	<u>\$ 1,549,256</u>	<u>\$ 1,171,350</u>	<u>\$ (447,904)</u>	<u>\$ 1,437,952</u>	<u>\$ 2,139,280</u>	<u>\$ 4,404,492</u>
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash	-	900	101,282	15,881	50	4,587,483	4,705,596	3,887,478
<b>Total cash</b>	<u>\$ -</u>	<u>\$ 900</u>	<u>\$ 101,282</u>	<u>\$ 15,881</u>	<u>\$ 50</u>	<u>\$ 4,587,483</u>	<u>\$ 4,705,596</u>	<u>\$ 3,887,478</u>

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

**County of Currituck, North Carolina**  
**Combining Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2025**

	<b>Custodial Fund - Jail Inmate Payee Fund</b>	<b>Pension Trust Funds</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 139,374	\$ -
Accounts receivable	18,618	-
Restricted assets:		
Investments:		
Cash and cash equivalents	-	1,445,442
Total assets	157,992	1,445,442
<b>Liabilities</b>		
Accounts payable	9,308	-
Total liabilities	9,308	-
<b>Net position</b>		
Restricted for:		
Postemployment benefits other than pensions	-	777,331
Law Enforcement Officers		
Special Separation Allowance	-	668,111
Restricted for individuals	148,684	-
Total net position	148,684	1,445,442
Total liabilities and net position	\$ 157,992	\$ 1,445,442

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

**County of Currituck, North Carolina**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Fiscal Year Ended June 30, 2025**

	<b>Custodial Fund - Jail Inmate Payee Fund</b>	<b>Pension Trust Funds</b>
<b>Additions</b>		
Investment income:		
Interest and dividends	\$ -	\$ 65,187
Net investment earnings	-	65,187
Collections on behalf of inmates	130,971	-
Total additions	130,971	65,187
<b>Deductions</b>		
Payments on behalf of inmates	151,883	-
Total deductions	151,883	-
Change in net position	(20,912)	65,187
Net position - beginning of year	169,596	1,380,255
Net position - end of year	\$ 148,684	\$ 1,445,442

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

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**County of Currituck, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2025**

**I. Summary of Significant Accounting Policies**

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

**A. Reporting Entity**

Founded in 1668, Currituck (Indian for "land of the wild goose") is the most northeastern county in North Carolina. Of the 100 counties established under North Carolina General Statute 153A-10, Currituck County is one of the State's four original counties. A seven-member Board of Commissioners govern the County.

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 two blended component units, although legally separate entities, are, in substance, part of the County's operations. The discretely presented component unit is reported in a separate column in the County's combined financial statements in order to emphasize that they are legally separate from the County.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statements
Ocean Sands Water and Sewer District	Blended	Ocean Sands Water and Sewer District (Ocean Sands) is part of the Ocean Sands planned unit development on the North Carolina Outer Banks. North Carolina law authorizes counties to create water and sewer districts, such as Ocean Sands, to facilitate the construction, operations and financing of water and sewer utility improvements in defined areas. The County management and staff supervise and operate the Ocean Sands Water and Sewer system. Under North Carolina General Statute 162A-89, the County Board of Commissioners also serves as the governing board of Ocean Sands.	None issued.
Tourism Development Authority	Blended	The Currituck County Tourism Development Authority is a public authority established to expend the net proceeds of the tax levied for a room occupancy tax and shall promote travel, tourism and conventions in the County, sponsor tourist-related events and activities in the county, and finance tourist-related capital projects in the county. It is composed of nine members: seven voting members and two ex officio nonvoting members. The ex officio nonvoting member shall be the County's designated travel and tourism representative and the voting members are the County Commissioners of Currituck County. County management oversees all operations of the Tourism Development Authority.	None issued.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statements
Currituck County Alcoholic Beverage Control Board	Discrete	The Currituck County Alcoholic Beverage Control Board (ABC Board) is a corporate body with powers outlined by North Carolina General Statute 18B-701. The County Board of Commissioners appoints the members of the ABC Board's governing board. The ABC Board is required by state statute to distribute its surpluses, after other required distributions, to the General Fund of the County. The ABC Board, which has a June 30 year-end, is presented as a proprietary fund.	Currituck County ABC Board 6664 Caratoke Highway Grandy, NC 27939

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

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

*Government-wide Statements:* The statement of net position and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Interfund services provided and used are not eliminated in the consolidation process. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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

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

*Tourism Development Authority Fund (TDA).* This fund accounts for all financial resources associated with Occupancy Tax. House Bill 555, ratified on May 18, 1987, established an Occupancy Tax for the County. There have been amendments throughout the years and the latest amendment to this legislation was House Bill 1721, ratified July 13, 2004. This legislation names the sitting Board of Commissioners as the Tourism Development Authority Board with the Director of Travel and Tourism and the County Finance Director as ex officio members and is also presented as a blended component unit. The Carova Beach Service District is a legally budgeted fund under North Carolina General Statutes. In prior years, this fund was shown consolidated with the TDA. The presentation of the fund is now shown as a non-major special revenue fund.

*Airport Directed Grant.* This is a multi-year fund that accounts for the transactions related to the Airport Directed Grant.

*County Governmental Facilities Fund.* This is a multi-year fund that accumulates resources and accounts for financial resources for construction of governmental facilities that will span more than one fiscal year.

*School Facilities Fund.* This is a multi-year fund that accumulates resources and accounts for financial resources for construction of school facilities that will span more than one fiscal year.

*Transfer Tax Capital Fund.* This fund accounts for financial resources accumulated from the excise tax on instruments conveying real property in Currituck County, approved by the General Assembly in September 1985, to be used by the county only for capital expenditures for solid waste and county-operated buildings and related equipment or to retire any indebtedness incurred by the county for these purposes.

*Debt Service Fund.* This fund accounts for debt service expenditures for all governmental related debt.

The County reports the following major enterprise funds:

*Solid Waste Fund.* This fund accounts for the operation, maintenance, and development of the Maple transfer station, various convenience centers throughout the County and residential collection on the Currituck Outer Banks.

*Ocean Sands Water and Sewer Fund.* This fund is used to account for financial resources accumulated through a district tax and users fees for the operations of the water and sewer district within the Ocean Sands Water and Sewer District in Corolla.

*Mainland Water Fund.* This fund is used to account for the operations of the water system on the Currituck mainland.

*Southern Outer Banks Water System Fund.* This fund is used to account for the operations of the water system on the Currituck beach.

*Mainland Central Sewer Fund.* This fund is used to account for the operations of the sewer systems on the Currituck mainland, which currently runs from the Moyock Welcome Center in Moyock to the Walnut Island Sewer Plant in Grandy.

The County reports the following fiduciary 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 Benefit Trust Fund accounts for the County's contributions for healthcare coverage provided to qualified retirees. The Law Enforcement Officer's Special Separation Allowance Trust accounts for the County's contributions for retirement benefits to qualified law enforcement retirees.

*Custodial Funds.* Custodial funds use the economic resources measurement focus to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust plans, 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 Jail Inmate Pay Fund, which holds cash deposits made to inmates as payment for work performed while incarcerated as well as cash collections for the benefit of inmates' friends and families.

*Non-major Funds.* The County maintains twenty legally budgeted funds. The Multi-year Grant Fund, Emergency Telephone System Fund; Corolla Fire District Fund; Guinea Mill Watershed Improvement Fund; Hog Bridge Ditch Watershed Improvement Fund; Moyock Watershed Improvement Fund; Northwest Watershed Improvement Fund; Ocean Sands North/Crowne Pointe Watershed Improvement Fund; Whalehead Watershed Improvement Fund; Whalehead Beach Solid Waste Service District Fund; Knotts Island Fire District Fund; Opioid Settlement Fund; Carova Beach Service District; Local Assistance and Tribal Consistency Fund; Social Services Payee Fund; Fines and Forfeitures Fund; and the Deed of Trust Fees Fund are reported as non-major special revenue funds. Fire Equipment Replacement Fund, Capital Improvements Fund,

and School Capital Fund are reported as non-major capital projects funds. Mainland Water System Developmental Fees Fund, Mainland Sewer System Developmental Fees Fund, Ocean Sands Water and Sewer System Developmental Fees Fund and Southern Outer Banks Water System Developmental Fees Fund are reported as non-major proprietary funds.

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

*Government-wide, Proprietary, and Fiduciary Fund Financial Statements.* The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating 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/amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating 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. Issuances of general long-term debt, leases initiated during the year, and new IT subscriptions are reported as other financing sources.

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor

vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. As of September 1, 2013, State law altered the procedures for the assessment and collection of 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. These property taxes are due when vehicles are registered. Motor vehicle property tax revenues are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013, or those 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 utilities franchise tax, collected and held by the State at year-end on behalf of the County, are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. All taxes, including those dedicated for specific purposes, are reported as general revenues rather than program revenues. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

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

### **C. Budgetary Data**

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, Revaluation, Land Banking, Corolla Fire District, Tourism Development Authority, Emergency Telephone System, Whalehead Beach Solid Waste, six Watershed Special Revenue Funds, Knotts Island Fire District, Carova Beach Service District, Local Assistance and Tribal Consistency Fund, Social Services Payee Fund, Fines and Forfeitures Fund, the Deed of Trust Fees Fund, Fire Equipment Replacement, Capital Improvements, School Capital, Transfer Tax Capital and the Enterprise operating funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the Multi-year Grant Special Revenue Fund, Airport Directed Grant, County Governmental Construction, School Facilities Construction, and Enterprise Construction Funds. The Enterprise Construction Funds are consolidated with the enterprise operating funds for reporting purposes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for all annually budgeted funds and at the project level for the multi-year funds. Amendments are required for any revisions that alter total expenditures of any fund or that change functional appropriations. The County Manager is authorized by the budget ordinance to transfer appropriations within the funds under the following conditions:

1. She may transfer amounts between departments within the same fund up to ten thousand dollars, providing an official report on such transfers to the Board of Commissioners at their next regularly scheduled meeting.
2. She may make interfund loans for a period of not more than sixty days (60).
3. She may not transfer any amounts between funds or from any contingency line items within any funds.

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 that covers that time until the annual ordinance can be adopted.

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

##### **1. Deposits and Investments**

All deposits of the County and the Currituck County ABC Board are made in board-designated official depositories and are secured as required by G.S. 159-31. The County and 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 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 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).

General Statute 159-30.1 allows the County to establish and fund irrevocable trusts for the purpose of paying post-employment benefits (OPEB) and the Law Enforcement Officers Separation Allowance Plan (LEOSSA) for which the County is liable. The County's OPEB and LEOSSA Trusts are managed by the staff of the Department of the State Treasurer and operated in accordance with state laws and regulations. The Trusts are not registered with the SEC. G.S. 159-30(g) allows the County to make contributions to the Trusts. The State Treasurer in his discretion may invest the proceeds in equities of certain publicly held companies and long or short-term fixed income investments as detailed in G.S. 147-69.2(b) (1-6) and (8). Funds submitted are managed in three different sub-funds, the State Treasurer's Short Term Investment Fund (STIF) consisting of short to intermediate treasuries, agencies and corporate issues authorized by G.S. 147-69.1, the Bond Index Fund (BIF) consisting of high-quality debt securities eligible under G.S. 147-69.2(b)(1)-(6), and the Equity Index Fund (EIF) authorized under G.S. 147-69.2(b)(8).

The majority of the County and the ABC Board'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) Government Portfolio is an SEC-registered money market mutual fund that is certified by the Local Government Commission under the provisions of G.S. 159-30(c)(8) and the North Carolina Administrative Code. The Government Portfolio is a 2a7 fund that invests in treasuries, government agencies and repurchase agreements collateralized by treasuries. It is rated AAAM by S&P and AAA-mf by Moody's Investor Services and reported at fair value.
- Ownership of the STIF is determined on a fair market valuation basis as of fiscal year-end in accordance with the STIF operating procedures. STIF investments are valued by the custodian using Level 2 inputs. Level 2 inputs in this case involves inputs – other than quoted prices – included within Level 1 that are either directly or indirectly observable for the asset or liability. The STIF is valued at \$1 per share. The STIF portfolio is unrated and had a weighted average maturity at June 30, 2025 of 2.1 years.
- Ownership of the BIF is determined monthly at fair value using the same Level 2 inputs as the STIF and is based upon units of participation. Units of participation are calculated monthly based upon inflows and outflows as well as allocations of net earnings. The BIF, which does not have a credit rating, was valued at \$1 per unit, and had an average maturity of 8.11 years on June 30, 2025.
- The EIF, authorized under G.S. 147-69.2(b)(8), is a common trust fund considered to be commingled in nature. The Fund's fair value is the number of shares times the net asset value as determined by a third party. Fair value for this fund is determined using Level 1 inputs which are directly observable, quoted prices (unadjusted) in active markets for identical assets or liabilities. At June 30, 2025 the fair value of the fund was \$44.333857 per share

## **2. Cash and Cash Equivalents**

The County pools money from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents. The Currituck ABC Board considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

## **3. Restricted Assets**

Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected. Money in the Tax Revaluation Fund is classified as restricted per North Carolina General Statute 153A-150. Money in the School Facilities Fund is classified as restricted in accordance with North Carolina General Statute 159-18 through 22. Money held in the Opioid Settlement Fund is classified as restricted assets because its use is restricted per the memorandum agreement. Airport Directed Grant and Local Assistance and Tribal Consistency funds are classified as restricted based on the grant requirements. Unspent bond proceeds of the School Facilities Fund are classified as restricted because their use is completely restricted to the purpose for which the bonds were originally issued. Money in the Mainland Water Fund,

Mainland Central Sewer Fund and Southern Outer Banks Water Fund are customer deposits. Money in the Mainland Water System Developmental Fees Fund, Mainland Sewer System Developmental Fees Fund, Ocean Sands Water and Sewer System Developmental Fees Fund, and Southern Outer Banks Water System Developmental Fees Fund are restricted per North Carolina General Statute 162A-211(a)-(e).

**Currituck County Restricted Cash**

Governmental Activities		
General Fund	Tax Revaluation	\$ 1,177,820
General Fund	Deposits Held in Trust	673,622
Airport Directed Grant Fund	Unexpended Grant Funds	3,471,238
Local Assistance and Tribal Consistency Fund	Unexpended Grant Funds	34,274
School Facilities Fund	Unexpended Grant Funds	1,444,579
Opioid Settlement Fund	Unexpended Settlement Proceeds	686,063
<hr/>		
Total Governmental Activities		<hr/> <b>\$ 7,487,596</b>
Business-Type Activities		
Ocean Sands Water & Sewer District	Customer deposits	\$ 900
Mainland Water Fund	Customer deposits	101,282
Southern Outer Banks Water Fund	Customer deposits	15,881
Mainland Central Sewer Fund	Customer deposits	50
Ocean Sands Water & Sewer System		
Developmental Fees Fund	Capital improvements	124,302
Mainland Water System Developmental Fees	Capital improvements	2,580,435
Southern Outer Banks Water System	Capital improvements	1,291,818
Mainland Central Sewer System Developmental		
Fees Fund	Capital improvements	590,928
<hr/>		
Total Business-Type Activities		<hr/> <b>4,705,596</b>
<hr/>		
Total Restricted Cash		<hr/> <b>\$ 12,193,192</b>

**Currituck County Restricted Investments**

School Facilities Fund	Unexpended Debt Proceeds	\$ 16,346,960
<hr/>		

**4. Ad Valorem Taxes Receivable**

In accordance with State law G.S. 105-347 and G.S. 159-13(a), the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2024. 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. Lease Receivable**

The County's lease receivable is measured at the present value of lease payments expected to be received during the lease terms. There are no variable components under the lease agreements. A deferred inflow of resources is recorded for the leases. The deferred inflow of resources is recorded at the initiation of the leases in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the leases.

## **6. Allowances for Doubtful Accounts**

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years. For the Opioid Settlement Fund receivable, the County has estimated an uncollectible allowance using the term over which the amounts are to be paid and the possibilities of bankruptcies or going concern issues of the corporation's party to the settlement. The initial allowance estimate has been established at 10% of the outstanding receivable balance.

## **7. Inventories and Prepaid Items**

The inventories of the County and the ABC Board are valued at cost (first-in, first-out), which approximates market. Inventory of the County's General Fund consists of expendable supplies and fuel that are recorded as expenditures when consumed (consumption method). The inventory of the County's Tourism Development Authority Fund (TDA) as well as those of the ABC Board consists of materials and supplies held for consumption or resale. The cost of the inventory carried in the County's TDA and that of the ABC Board is recorded as an expense as it is consumed or sold and is carried at cost.

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

Prepaid items for the County's governmental funds are treated using the consumption method.

## **8. Capital Assets**

Capital assets are defined by the government as assets with an initial, individual cost of more than a certain cost and an estimated useful life in excess of two years. The capitalization threshold for County assets is \$5,000. 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, donated works of art and similar items, and capital assets received after July 1, 2015 are recorded at acquisition cost rather than fair value. Certain items acquired before July 1, 1980 are recorded at an estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

The County’s capital assets also include certain right to use assets. These right to use assets arise in association with agreements where the County reports a lease (only applies when the County is the lessee) or agreements where the County reports an Information Technology (IT) Subscription in accordance with the requirements of GASB 87 and GASB 96, respectively.

The right to use lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made at or prior to the start of the lease term, less lease incentives received from the lessor at or prior to the start of the lease term, and plus ancillary charges necessary to place the lease asset into service. The right to use lease assets are amortized on a straight-line basis over the life of the related lease.

The right to use IT subscription assets are initially measured at an amount equal to the initial measurement of the subscription liability plus any subscription payments made at the start of the subscription term, if applicable, plus capitalizable initial implementation costs at the start of the subscription term, less any incentives received from the IT subscription vendor at the start of the subscription term. Subscription payments, as well as payments for capitalizable implementation costs made before the start of the subscription term should be reported as a prepayment (asset). Such prepayments should be reduced by any incentives received from the same vendor before the start of the subscription term if a right of offset exists. The net amount of the prepayments and incentives should be reported as an asset or liability, as appropriate, before the start of the subscription term at which time the amount should be included in the initial measurement of the subscription asset. The right to use subscription assets are amortized on a straight-line basis over the subscription term.

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

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

	<u>Years</u>
Buildings	30-40
Furniture and equipment	5-7
Vehicles	5-7
Other equipment	5-10

Capital assets of the ABC Board are depreciated over their useful lives on a straight-line basis as follows:

	<u>Years</u>
Buildings	30
Other equipment	5-10
Office furniture and equipment	5
Vehicles	5
Leasehold improvements	7-10

**9. Deferred outflows/inflows of resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represent a consumption of net assets that applies to future periods and so will not be recognized as an expense or expenditure until then. The County has several items that meet this criterion - pension related deferrals, and contributions made to the pension plans in the current fiscal year. In addition to liabilities, the statement of net position can also report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represent acquisition of net assets that applies to future periods and so will not be recognized as revenue until then. The County has four items that meet the criterion for this category - prepaid taxes, special assessments receivable, leases, OPEB and other pension related deferrals.

**10. Long-term Obligations**

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. In the fund financial statements for governmental funds, the face amount of the debt issued is represented as other financing sources.

**11. Compensated Absences**

The County recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled during or upon separation from employment. Based on the criteria above, two types of leave qualify for liability recognition for compensated absences – vacation and sick leave. The liability for compensated absences is recorded as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits where applicable.

The vacation policy of the County provides for the accumulation of up to two hundred forty (240) hours of earned vacation leave with such leave being fully vested when earned. Excess vacation time is transferred to an employee’s sick leave balance at the end of each calendar year.

The ABC Board employees earn one week of vacation in the first year, two weeks per year at completion of one year until fifteen years of service are completed and three weeks per year for additional years of service. Employees may choose to take the vacation time or be compensated for it. Accumulated earned vacation at June 30, 2025 amounted to \$14,056 and is considered current.

The sick leave policies of the County and the ABC Board 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. Any unused sick leave accumulated for employees who leave the County or ABC Board prior to retirement is forfeited. In accordance with GASB Statement No. 101, the County and ABC Board recognizes an expense and liability for sick leave using the “practical expedient approach” allowed by the Standard for the portion of sick leave expected to be used and paid by the County and the ABC Board.

## **12. Opioid Settlement Funds**

The County through a Memorandum of Agreement (MOA) with the State, is a party to certain opioid lawsuit and bankruptcy settlements. The amounts received and to be received are treated as exchange-like transactions. Per the MOA, the County created a special revenue fund, the Opioid Settlement Fund, to account for all activity. Unspent funds are reported as restricted.

## **13. Net Position/Fund Balances**

### **Net Position**

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

### **Fund Balances**

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

The governmental fund types classify fund balances as follows:

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

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

Leases – portion of fund balance that is not an available resource because it is not in spendable form. The reported amount is calculated by reducing the lease receivable by the related deferred inflow of resources.

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

Restricted Stabilization of State Statute – North Carolina G.S. 159-8 prohibits units of government from budgeting or spending a portion of their fund balance. This is one of several statutes enacted by the North Carolina State Legislature in the 1930's that were designed to improve and maintain the fiscal health of local government units. Restricted by State statute (RSS), is calculated at the end of each fiscal year for all annually budgeted funds. The calculation in G.S.159-8(a) provides a formula for determining what portion of fund balance is available for appropriation. The amount of fund balance not available for appropriation is what is known as “restricted by State statute” defined as follows: *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 Emergency Telephone System – portion of fund balance this is restricted by revenue source to pay for 911 services.

Restricted for County Governmental Assets – portion of fund balance that is restricted by revenue source for construction or purchase of governmental assets.

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

Restricted for Tourism – portion of fund balance than can only be used for Tourism promotion or Tourism related expenditures.

Restricted for Public Safety – portion of fund balance that is restricted by revenue sources for public safety expenditures.

Restricted for Carova Beach Service District – portion of fund balance that can only be used in the Carova Beach service district.

Restricted for Watershed Improvements – portion of fund balance that can only be used for watershed improvements in certain special revenue districts.

Restricted for Whalehead Beach Solid Waste – portion of fund balance that can only be used for solid waste activities in the Whalehead Beach service district.

Restricted for Human Services – portion of fund balance that can only be used to benefit beneficiaries under the Social Security Representatives Payee Program.

Committed Fund Balance – Portion of fund balance that can only be used for specific purpose imposed by majority vote of the Currituck County’s governing body (highest level of decision making authority). The governing body approves the appropriation through the annual budget ordinance; any changes of specific purposes require majority action by the governing body.

Committed to Fire Equipment Replacement – portion of fund balance that can only be used for purchase or replacement of capital assets for fire protection.

Committed to County Governmental Assets – portion of fund balance that can only be used for County Governmental assets.

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

Committed for Post-Employment Benefit Plans – fund balance that can only be used for post-employment health insurance and the Law Enforcement Officers’ Special Separation Allowance expenses.

Assigned Fund Balance – portion of fund balance that the Currituck County governing board has approved for specific purpose as stated below.

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

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

Currituck County has a revenue spending policy that provides guidance for programs with multiple revenue sources. The Finance Director 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 Director has the authority to deviate from this policy if it is in the best interest of the County.

#### **14. Defined Benefit Pension 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. The County is required by State law to administer a public employee retirement system, a single employer defined benefit pension plan, to provide benefits to certain sworn law enforcement officers, the Law Enforcement Officers' Special Separation Allowance (LEOSSA).

For purposes of measuring the net pension expense, information about the fiduciary net position of the Firefighters' and Rescue Squad Workers' Pension Fund (FRSWPF) and additions to/deductions from FRSWPF's fiduciary net position have been determined on the same basis as they are reported by FRSWPF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### **15. Other Postemployment Benefits**

The net position of the County's Healthcare Benefits Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the Net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to other postemployment benefits, OPEB expense, and information about the fiduciary net position of the HCB and additions to/deductions from the HCB's fiduciary net position have been determined on the same basis as they are reported by the HCB. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### **E. Use of Estimates**

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

## **F. Recently Implemented Accounting Pronouncements**

GASB Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The implementation of this Statement required a prior period adjustment to reduce government-wide net position of \$450,339 to record the estimated liability for sick leave at June 30, 2024.

GASB Statement No. 102, *Certain Risk Disclosures*. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a government's financial condition.

## **G. Future Accounting Pronouncements**

The Governmental Accounting Standards Board has issued statements that will become effective in future years. These statements are as follows:

GASB Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. This Statement continues the requirement that the basic financial statements be preceded by management's discussion and analysis (MD&A), which is presented as required supplementary information (RSI). MD&A provides an objective and easily readable analysis of the government's financial activities based on currently known facts, decisions, or conditions and presents comparisons between the current year and the prior year. This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Furthermore, this Statement stresses that the detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed. This Statement emphasizes that the analysis provided in MD&A should avoid unnecessary duplication by not repeating explanations that may be relevant to multiple sections and that "boilerplate" discussions should be avoided by presenting only the most relevant information, focused on the primary government. In addition, this Statement continues the requirement that information included in MD&A distinguish between that of the primary government and its discretely presented component units.

This Statement describes unusual or infrequent items as transactions and other events that are either unusual in nature or infrequent in occurrence. Furthermore, governments are required to display the inflows and outflows related to each unusual or infrequent item separately as the last presented flow(s) of resources prior to the net change in resource flows in the government-wide, governmental fund, and proprietary fund statements of resource flows. This Statement requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses are defined as revenues and expenses other than nonoperating revenues and expenses. Nonoperating revenues and expenses are defined as (1) subsidies received and provided, (2) contributions to permanent and term endowments, (3) revenues and expenses related to financing, (4) resources from the disposal of capital assets and inventory, and (5) investment income and expenses.

In addition to the subtotals currently required in a proprietary fund statement of revenues, expenses, and changes in fund net position, this Statement requires that a subtotal for *operating income (loss) and noncapital subsidies* be presented before reporting other nonoperating revenues and expenses. Subsidies are defined as (1) resources received from another party or fund (a) for which the proprietary fund does not provide goods and services to the other party or fund and (b) that directly or indirectly keep the proprietary fund's current or future fees and charges lower than they would be otherwise, (2) resources provided to another party or fund (a) for which the other party or fund does not provide goods and services to the proprietary fund and (b) that are recoverable through the proprietary fund's current or future pricing policies, and (3) all other transfers.

This Statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statements. If the readability of those statements would be reduced, combining statements of major component units should be presented after the fund financial statements. This Statement requires governments to present budgetary comparison information using a single method of communication—RSI. Governments also are required to present (1) variances between original and final budget amounts and (2) variances between final budget and actual amounts. An explanation of significant variances is required to be presented in notes to RSI. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class.

This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should consider relevant factors to evaluate the likelihood of the capital asset being sold within the established time frame. This Statement requires that capital assets held for sale be evaluated each reporting period. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

The County is evaluating the requirements of the above statements and the impact on reporting.

## H. Reconciliation of Government-wide and Fund Financial Statements

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

The governmental fund balance sheet includes a reconciliation between total fund balance for the governmental funds and net position for governmental activities as reported in the government-wide statement of net position. The net adjustment of \$62,200,660 consists of the following:

<u>Description</u>	<u>Amount</u>
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds	\$ 281,884,783
Less accumulated depreciation	<u>(111,124,259)</u>
Net capital assets	<u>170,760,524</u>
Right to use assets used in governmental activities are not financial resources and are therefore not reported in the funds	1,874,441
Less accumulated amortization	<u>(602,489)</u>
Net right to use assets	<u>1,271,952</u>
IT subscription assets used in governmental activities are not financial resources and are therefore not reported in the funds	822,288
Less accumulated amortization	<u>(430,782)</u>
Net IT subscription asset	<u>391,506</u>
Net pension asset	42,662
Contributions to the pension plan in the current fiscal year	3,554,838
Benefit payments and pension administration costs for LEOSSA	115,174
Deferred inflows of resources for taxes and special assessments	716,663
Pension related deferrals	4,957,723
OPEB related deferrals	(13,137,716)
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:	
Bonds, leases, subscription and installment financing	(62,166,721)
Compensated absences	(2,117,097)
Net OPEB liability	(20,575,422)
Net pension liability -LGERS	(17,894,548)
Net pension liability - LEOSSA	(3,056,571)
Accrued interest payable	<u>(662,307)</u>
Total adjustments	<u>\$ 62,200,660</u>

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$37,283,553 as follows:

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	\$ 39,986,361
Cost of disposed capital asset not recorded on fund statement	(50,854)
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements	(9,398,990)
Right of use leased assets capital outlay expenditures which were capitalized	448,798
Amortization expense for right of use assets	(300,027)
IT subscription assets capital outlay expenditures which were capitalized	116,596
Amortization expense for IT subscription assets	(247,072)
Amortization of bond premium	460,946
New lease liability issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net position	(437,862)
New IT subscription liability issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net position	(116,596)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements	6,353,044
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	3,554,838
Benefit payments and administration costs for LEOSSA are deferred outflows of resources on the Statement of Net Position	115,174
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements	
Compensated absences	(525,068)
Accrued interest payable	60,079
OPEB expense	2,653,683
Pension expense	(5,455,541)
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements	
Decrease in deferred inflows of resources - taxes receivable - at end of year	
Reversal of deferred tax revenue recorded at 7/1/2024	(650,619)
Recording of tax receipts deferred in the fund statements as of 6/30/2025	716,663
Total adjustment	<u>\$ 37,283,553</u>

## **II. Stewardship, Compliance, and Accountability**

### **A. Noncompliance with North Carolina General Statutes**

The County is in violation of North Carolina General Statute 159-34(a) and 159-33.1 which states that each local government shall have its accounts audited as soon as possible after the close of each fiscal year. The County has significant turnover in its finance department subsequent to year end, which required additional time to train new employees and prepare audit documentation.

## **III. Detail Notes on All Funds**

### **A. Assets**

#### **1. Deposits**

All of the County's and the ABC Board'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 ABC Board's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County, and the ABC Board, these deposits are considered to be held by their agents in the entities' names. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County or the ABC Board or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County, or the ABC Board 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 relies on the State Treasurer to monitor those financial institutions. The County analyzes the financial soundness of any other financial institution used by the County. The County complies with the provisions of G. S. 159-31 when designating official depositories and verifying that deposits are properly secured. The ABC Board has no formal policy regarding custodial credit risk for deposits.

At June 30, 2025, the County's deposits had a carrying amount of \$70,139,048 and a bank balance of \$73,084,035. Of the bank balance, \$500,000 was covered by federal depository insurance and \$73,079,035 in interest bearing deposits were covered by collateral held under the Pooling Method.

At June 30, 2025, the County had \$2,275 cash on hand.

At June 30, 2025, the carrying amount of deposits for Currituck County ABC Board was \$1,406,784 and the bank balance was \$1,648,714. Of this amount, \$250,000 was covered by federal depository insurance and the remainder was covered by collateral held under the Pooling Method.

At June 30, 2025, the ABC Board had \$7,300 cash on hand.

## 2. Investments

As of June 30, 2025, the County had the following investments and maturities:

Investment Type	Valuation Measurement Method	Fair Value	Less Than			More Than
			6 Months	6-12 Months	1-5 Years	5 Years
Commercial Paper	Fair Value - Level 2	\$ 18,610,949	\$ 14,714,208	\$ 3,896,741	\$ -	\$ -
Federal agencies	Fair Value - Level 1	20,576,733	14,867,928	1,705,974	4,002,831	-
Federal securities	Fair Value - Level 2	1,972,729	1,972,729	-	-	-
North Carolina Investment Pool	Fair Value - Level 1	18,915,433	18,915,433	-	-	-
North Carolina Class Investment	Fair Value - Level 1	13,158,978	13,158,978	-	-	-
US Bank	Fair Value - Level 1	22,895,151	22,895,151	-	-	-
NC Capital Management Trust:						
Government Portfolio	Fair Value - Level 1	82,093,682	82,093,682	N/A	N/A	N/A
<b>Total Investments</b>		<b>\$ 178,223,655</b>	<b>\$ 168,618,109</b>	<b>\$ 5,602,715</b>	<b>\$ 4,002,831</b>	<b>-</b>

The NCIP, NCCMT Government Portfolio, and NC CLASS Investment have weighted average maturities of less than 90 days, they are presented as investments with maturities of less than 6 months. The NCCMT Government Portfolio has an AAAM rating from S&P and by AAA-mf from Moody's Investor Services.

All investments are measured using the market approach: using prices and other relevant information generated by market transactions involving identical or comparable assets or a group of assets.

Level of fair value hierarchy: Level 1: Debt securities valued using directly observable, quoted prices (unadjusted) in active markets for identical assets. Level 2: Debt securities are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

*Interest Rate Risk.* Although the County does not have a formal policy of the length of maturities in the investment portfolio, the County staggers maturities and does not purchase investments with maturities greater than five years.

*Credit Risk.* The County limits investments to the provisions of G.S. 159-30 and restricts the purchase of securities to the highest possible ratings whenever particular types of securities are rated. State law limits investments in commercial paper to the top rating issued by nationally

recognized statistical rating organizations (NRSROs); however, the County had no formal policy on managing credit risk. As of June 30, 2025, the County's investments in commercial paper were rated P1 by Standard & Poor's, F1 by Fitch Ratings, and A1 by Moody's Investors Service. The NCCMT Government Portfolio has an AAAMf rating from Standard & Poor's and AAA-mf by Moody's Investors Service. The County's investment in US Agencies (Federal Home Loan Bank) are rated AAA by Standard & Poor's and Aaa by Moody's Investors Service.

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2025, the County had no investments held by a counterparty that were not in the County's name. The County had no policy on custodial credit risk.

*Concentration of Credit Risk.* The County places no limit on the amount that the County may invest in any one issuer. As of June 30, 2025, 46.0% of the County's investments were in the North Carolina Capital Management Trust Government Portfolio, 12.8% was invested in US Bank, 10.6% was invested in North Carolina Investment Pool, 7.3% was invested in North Carolina CLASS Investment, and 11.5% was invested in Federal Home Loan Banks. No other investments represented more than 5% of the County's total investments.

At June 30, 2025, the County of Currituck Other Post-Employment Benefits (OBEB) Trust had \$777,331 invested in the State Treasurer's Local Governmental OPEB Trust pursuant to G.S. 159-30.1. The Law Enforcement Officers Special Separation Allowance (LEOSSA) Trust invested \$668,111 into the NC STIF. The State Treasurer's NC STIF may invest in public equities and both long-term and short-term fixed income obligations as determined by the State Treasurer pursuant to the General Statutes. At year end, the State Treasurer's OPEB Trust and LEOSSA Trust were invested 100% in the State Treasurer's STIF.

*Interest Rate Risk:* The County does not have a formal investment interest rate policy that manages its exposure to fair value losses arising from increasing interest rates. The State Treasurer's STIF is unrated and had a weighted average maturity of 0.62 years at June 30, 2025.

*Credit Risk:* The County does not have a formal investment policy regarding credit risk. The NC STIF is unrated and authorized under NC General Statute 147-69.1. The State Treasurer's STIF is invested in highly liquid fixed income securities consisting primarily of short to intermediate term treasuries, agencies, and money market instruments.

At June 30, 2025, the ABC Board did not have any investments. The ABC Board has no policy on credit risk.

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

<b>Year Levied</b>	<b>Tax</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 1,009,048	\$ 330,463	\$ 1,339,511
2023	1,024,016	243,204	1,267,220
2024	1,247,028	183,937	1,430,965
2025	1,389,170	79,877	1,469,047
	<b>\$ 4,669,262</b>	<b>\$ 837,481</b>	<b>\$ 5,506,743</b>

### 4. Receivables

Receivables at the government-wide level at June 30, 2025, were as follows:

	<b>Accounts</b>	<b>Taxes and Related Accrued Interest</b>	<b>Leases</b>	<b>Due from Other Governments</b>	<b>Total</b>
<b>Governmental Activities:</b>					
General	\$ 1,317,913	\$ 709,163	\$ 306,701	\$ 3,371,042	\$ 5,704,819
Airport Directed Fund	11,672	-	-	-	11,672
County Governmental Facilities	93,558	-	-	487,257	580,815
School Facilities	549,017	-	-	-	549,017
Tourism Development Authority	30,535	-	-	-	30,535
Other Governmental Funds	40,035	23,399	-	3,828,033	3,891,467
Total receivables	2,042,730	732,562	306,701	7,686,332	10,768,325
Allowance for doubtful accounts	-	(15,899)	-	-	(15,899)
<b>Total-governmental activities</b>	<b>\$ 2,042,730</b>	<b>\$ 716,663</b>	<b>\$ 306,701</b>	<b>\$ 7,686,332</b>	<b>\$ 10,752,426</b>
<b>Business-type Activities</b>					
Solid Waste	\$ 163,477	\$ -	\$ -	\$ -	\$ 163,477
Ocean Sands Water and Sewer	312,073	2,240	-	-	314,313
Mainland Water	1,035,013	-	-	-	1,035,013
Southern Outer Banks Water	616,191	-	569,059	-	1,185,250
Mainland Central Sewer	1,038,843	-	-	-	1,038,843
Other Proprietary Funds	47,286	-	-	-	47,286
Total receivables	3,212,883	2,240	569,059	-	3,784,182
Allowance for doubtful accounts	(64,254)	-	-	-	(64,254)
<b>Total - business-type activities</b>	<b>\$ 3,148,629</b>	<b>\$ 2,240</b>	<b>\$ 569,059</b>	<b>\$ -</b>	<b>\$ 3,719,928</b>

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

NC Department of Health and Human Services, DSS Support	\$ 164,002
NC Department of Revenue, Solid Waste, Scrap Tire	27,194
NC Department of Revenue, Franchise Tax	60,934
NC Department of Information Technology, E911 Fees	15,187
NC Department of Revenue, Sales and Use Tax Distribution	5,451,214
NC Department of Transportation, DMV Taxes	317,063
NC Department of Transportation, State Aid to Airports	487,257
NC Department of Environmental Quality, WWTP Project	740,398
NC Department of Military and Veterans Affairs	18,289
Currituck County Clerk of Court	18,977
Albemarle Commission, Nutrition Site	26,785
Currituck County Board of Education, SRO Payment	336,843
Various Agencies	<u>22,189</u>
Total	<u><u>\$ 7,686,332</u></u>

The Tourism Development Authority's receivables consist of miscellaneous fees of \$4,338 and sales tax refunds of \$26,197 due from the North Carolina Department of Revenue. Management expects all accounts receivable to be collected; therefore, no allowance for doubtful accounts has been recorded.

The County has entered into five agreements to lease buildings and land owned by the County to others. The lease contracts expire at various dates through 2040. There are no variable components in the lease agreements. The lease receivable is measured at the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 3%. During fiscal year 2025, the County recognized \$147,938 of lease revenue and \$28,482 of interest revenue under the lease agreements.

The following represents the future minimum lease revenue under the lease agreements as of June 30, 2025:

Year Ending June 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 73,170	\$ 8,204	\$ 69,559	\$ 16,130
2027	68,058	5,968	59,778	14,032
2028	31,142	4,538	34,400	12,726
2029	32,089	3,591	36,880	11,660
2030	33,065	2,615	39,478	10,518
2031-2035	69,177	2,182	139,104	38,835
2036-2040	-	-	189,860	16,594
Total	<u>\$ 306,701</u>	<u>\$ 27,098</u>	<u>\$ 569,059</u>	<u>\$ 120,495</u>

## 5. Capital Assets

Capital asset activity for the year ended June 30, 2025 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Governmental activities:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 22,194,038	\$ -	\$ -	\$ 22,194,038
Construction in process	16,568,144	33,483,905	622,658	49,429,391
Total capital assets not being depreciated	<u>38,762,182</u>	<u>33,483,905</u>	<u>622,658</u>	<u>71,623,429</u>
<b>Capital assets being depreciated:</b>				
Buildings	110,075,076	225,358	-	110,300,434
Computer equipment	5,922,990	1,125,928	-	7,048,918
Furniture and fixtures	59,250,801	2,752,607	57,426	61,945,982
Equipment	12,540,146	900,790	9,500	13,431,436
Vehicles and motor equipment	15,745,823	2,120,431	331,670	17,534,584
Total capital assets being depreciated	<u>203,534,836</u>	<u>7,125,114</u>	<u>398,596</u>	<u>210,261,354</u>
Less accumulated depreciation for:				
Buildings	49,435,094	3,367,990	-	52,803,084
Computer equipment	4,422,369	551,830	-	4,974,199
Furniture and fixtures	30,568,989	2,515,452	57,426	33,027,015
Equipment	5,225,012	1,633,066	7,013	6,851,065
Vehicles and motor equipment	12,421,545	1,330,652	283,301	13,468,896
Total accumulated depreciation	<u>102,073,009</u>	<u>9,398,990</u>	<u>347,740</u>	<u>111,124,259</u>
Total capital assets being depreciated, net	<u>101,461,827</u>			<u>99,137,095</u>
<b>Capital assets being amortized:</b>				
Right to use assets				
Leased equipment	819,607	330,485	-	1,150,092
Real property	606,036	118,313	-	724,349
IT subscriptions	705,690	116,598	-	822,288
Total capital assets being amortized	<u>2,131,333</u>	<u>565,396</u>	<u>-</u>	<u>2,696,729</u>
Less accumulated depreciation for:				
Right to use assets				
Leased equipment	189,125	234,509	-	423,634
Real property	113,337	65,518	-	178,855
IT subscriptions	183,710	247,072	-	430,782
Total accumulated amortization	<u>486,172</u>	<u>547,099</u>	<u>-</u>	<u>1,033,271</u>
Total capital assets being amortized, net	<u>1,645,161</u>			<u>1,663,458</u>
<b>Governmental activity capital assets, net</b>	<u>\$ 141,869,170</u>			<u>\$ 172,423,982</u>

## Primary Government

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

General government	\$ 2,320,611
Public safety	3,466,348
Transportation	952,117
Environmental protection	331,784
Economic and physical development	358,101
Human services	118,427
Cultural and recreational	1,851,602
Total depreciation expense	<u>\$ 9,398,990</u>

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

General government	\$ 190,145
Public safety	237,733
Economic and physical development	109,147
Cultural and recreational	10,074
Total depreciation expense	<u>\$ 547,099</u>

## Proprietary Funds

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Business-type activities:</b>				
<b>Solid Waste</b>				
<b>Capital assets being depreciated:</b>				
Buildings	\$ 1,010,064	\$ -	\$ -	\$ 1,010,064
Equipment	567,725	34,629	-	602,354
Total capital assets being depreciated	<u>1,577,789</u>	<u>34,629</u>	<u>-</u>	<u>1,612,418</u>
Less accumulated depreciation for:				
Buildings	845,644	31,398	-	877,042
Equipment	319,321	51,036	-	370,357
Total accumulated depreciation	<u>1,164,965</u>	<u>82,434</u>	<u>-</u>	<u>1,247,399</u>
Total capital assets being depreciated, net	<u>412,824</u>			<u>365,019</u>
<b>Capital assets being amortized:</b>				
Right to use assets - real property	109,441	37,166	-	146,607
Total capital assets being amortized	<u>109,441</u>	<u>37,166</u>	<u>-</u>	<u>146,607</u>
Less accumulated amortization for:				
Right to use assets -real property	40,422	28,883	-	69,305
Total accumulated amortization	<u>40,422</u>	<u>28,883</u>	<u>-</u>	<u>69,305</u>
Total capital assets being amortized	<u>69,019</u>			<u>77,302</u>
<b>Solid Waste capital assets, net</b>	<u>\$ 481,843</u>			<u>\$ 442,321</u>

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
<b>Ocean Sands Water and Sewer District</b>					
<b>Capital assets not being depreciated:</b>					
Land	\$ 963,012	\$ -	\$ -	\$ -	\$ 963,012
Construction in process	-	-	-	-	-
Total capital assets not being depreciated	963,012	-	-	-	963,012
<b>Capital assets being depreciated:</b>					
Plant and distribution systems	16,563,583	-	-	-	16,563,583
Computer equipment	665,238	6,532	-	-	671,770
Furniture and maintenance equipment	1,907,244	272,587	-	-	2,179,831
Vehicles and motor equipment	173,754	51,568	43,125	8,305	190,502
Total capital assets being depreciated	19,309,819	330,687	43,125	8,305	19,605,686
Less accumulated depreciation for:					
Plant and distribution systems	6,864,416	433,510	-	-	7,297,926
Computer equipment	600,966	15,518	-	-	616,484
Furniture and maintenance equipment	1,048,985	183,352	-	-	1,232,337
Vehicles and motor equipment	135,270	21,787	43,125	-	113,932
Total accumulated depreciation	8,649,637	654,167	43,125	-	9,260,679
Total capital assets being depreciated, net	10,660,182				10,345,007
<b>Ocean Sands Water and Sewer District capital</b>	<b>\$ 11,623,194</b>				<b>\$ 11,308,019</b>

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
<b>Mainland Water</b>					
<b>Capital assets not being depreciated:</b>					
Land	\$ 5,150	\$ -	\$ -	\$ -	\$ 5,150
Construction in process	3,173,174	54,164	-	-	3,227,338
Total capital assets not being depreciated	3,178,324	54,164	-	-	3,232,488
<b>Capital assets being depreciated:</b>					
Buildings	19,060,088	13,772	-	-	19,073,860
Computer equipment	728,581	-	-	-	728,581
Equipment	24,768,084	1,091,575	-	-	25,859,659
Vehicles	1,288,027	48,968	138,544	(111,327)	1,087,124
Total capital assets being depreciated	45,844,780	1,154,315	138,544	(111,327)	46,749,224
Less accumulated depreciation for:					
Buildings	10,548,642	576,637	-	-	11,125,279
Computer equipment	687,434	10,154	-	-	697,588
Equipment	19,266,887	773,383	-	-	20,040,270
Vehicles	681,693	141,261	115,885	(87,233)	619,836
Total accumulated depreciation	31,184,656	1,501,435	115,885	(87,233)	32,482,973
Total capital assets being depreciated, net	14,660,124				14,266,251
<b>Mainland Water capital assets, net</b>	<b>\$ 17,838,448</b>				<b>\$ 17,498,739</b>

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
<b>Southern Outer Banks Water System</b>					
<b>Capital assets not being depreciated:</b>					
Land	\$ 42,600	\$ -	\$ -	\$ -	\$ 42,600
Construction in Process	4,318,538	1,286,405	-	-	5,604,943
Total capital assets not being depreciated	4,361,138	1,286,405	-	-	5,647,543
<b>Capital assets being depreciated:</b>					
Buildings	24,014,371	-	-	-	24,014,371
Computer equipment	1,558,825	5,005	-	-	1,563,830
Other equipment	6,534,798	1,178,362	-	-	7,713,160
Vehicles	511,333	61,074	-	-	572,407
Total capital assets being depreciated	32,619,327	1,244,441	-	-	33,863,768
Less accumulated depreciation for:					
Buildings	13,007,520	803,286	-	-	13,810,806
Computer equipment	1,327,175	79,302	-	-	1,406,477
Other equipment	2,951,377	377,926	-	-	3,329,303
Vehicles	377,926	46,985	-	-	424,911
Total accumulated depreciation	17,663,998	1,307,499	-	-	18,971,497
Total capital assets being depreciated, net	14,955,329				14,892,271
<b>Southern Outer Banks Water Fund capital assets, net</b>	<b>\$ 19,316,467</b>				<b>\$ 20,539,814</b>

continued

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
<b>Mainland Central Sewer System</b>					
<b>Capital assets not being depreciated:</b>					
Land	\$ 897,229	\$ -	\$ -	\$ -	\$ 897,229
Construction in Process	446,497	1,150,297	-	-	1,596,794
Total capital assets not being depreciated	1,343,726	1,150,297	-	-	2,494,023
<b>Capital assets being depreciated:</b>					
Buildings	6,183,100	-	-	-	6,183,100
Equipment	7,570,796	44,709	-	-	7,615,505
Vehicles	147,253	50,634	34,762	147,118	310,243
Total capital assets being depreciated	13,901,149	95,343	34,762	147,118	14,108,848
Less accumulated depreciation for:					
Buildings	2,300,987	207,860	-	-	2,508,847
Equipment	4,179,053	331,876	-	-	4,510,929
Vehicles	54,878	24,366	34,762	147,118	191,600
Total accumulated depreciation	6,534,918	564,102	34,762	147,118	7,211,376
Total capital assets being depreciated, net	7,366,231				6,897,472
<b>Mainland Central Sewer System capital assets, net</b>	<b>\$ 8,709,957</b>				<b>\$ 9,391,495</b>

**Discretely presented component unit**

Activity for the ABC Board for the year ended June 30, 2025, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>ABC Board - Component Unit</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 425,900	\$ -	\$ -	\$ 425,900
Total capital assets not being depreciated	425,900	-	-	425,900
<b>Capital assets being depreciated:</b>				
Buildings	2,158,507	-	-	2,158,507
Other improvements	2,114	-	-	2,114
Office furniture and equipment	43,064	-	-	43,064
Equipment	182,607	6,443	-	189,050
Vehicles and motor equipment	239,393	430	-	239,823
Total capital assets being depreciated	2,625,685	6,873	-	2,632,558
Less accumulated depreciation for:				
Buildings	1,136,698	41,949	-	1,178,647
Other improvements	107	141	-	248
Office furniture and equipment	35,239	1,647	-	36,886
Equipment	91,735	20,281	-	112,016
Vehicles and motor equipment	139,289	10,579	-	149,868
Total accumulated depreciation	1,403,068	74,597	-	1,477,665
<b>Total capital assets being depreciated, net</b>	<b>1,222,617</b>			<b>1,154,893</b>
<b>Capital assets being amortized:</b>				
Right to use assets - real property	189,500	-	-	189,500
Less accumulated amortization for:				
Right to use assets - real property	18,500	33,000	-	51,500
<b>Total capital assets being amortized</b>	<b>171,000</b>			<b>138,000</b>
<b>ABC Board capital assets, net</b>	<b>\$ 1,819,517</b>			<b>\$ 1,718,793</b>

## Construction Commitments

At June 30, 2025, Currituck County had active construction commitments to projects are as follows:

Project	Spent-to-date	Remaining Commitment
Bonito St. Walkover	\$ 433,115	\$ 49,237
Community Park - Phase III	415,102	84,795
County Fuel Farm Replacement	1,090,359	34,641
EMS Grandy Office Renovations	164,119	30,881
Historic Courthouse Renovations	58,800	1,460,000
HJCS Siding Project	286,731	17,074
Marlin St. Walkover	302,095	46,335
ONX Airport Fuel Farm	2,364,317	74,915
ONX Airport Taxilanes & T-Hangar	1,426,045	2,573,955
T Hangar & Taxilanes	84,341	498,028
Sturgeon St. Walkover	336,888	41,828
Shad Street Walkover	16,038	403,962
Tuna Street Walkover	12,300	407,700
Herring Street Walkover	15,638	404,362
Greenway Albacore Street to Dolphin Street	199,970	90,630
Tulls Creek Elementary School	42,222,851	18,829,278
Mainland Water Plant Expansion	3,227,323	304,564
Mobile Sewer Plant Expansion	856,396	276,781
Moyock WWTP Expansion	740,398	13,021,602
Southern Outer Banks Water Plant Expansion	5,604,943	157,791
Roof Repair - YMCA Building	697	-
	\$ 59,858,466	\$ 38,808,359

## **B. Liabilities**

### **1. Payables**

Payables at the government-wide level at June 30, 2025, were as follows:

	<b>Vendors</b>	<b>Other</b>	<b>Total</b>
Governmental Activities:			
General	\$ 1,641,320	\$ 1,857,366	\$ 3,498,686
County Governmental Facilities	599,787	-	599,787
Airport Directed Grant	907,177	-	907,177
School Facilities	2,403,501	-	2,403,501
Tourism Development Authority	168,019	130,924	298,943
Other Governmental Funds	233,002	405,709	638,711
Total-governmental activities	<u>\$ 5,952,806</u>	<u>\$ 2,393,999</u>	<u>\$ 8,346,805</u>
Business-type Activities			
Solid Waste	\$ 713,842	\$ 4,730	\$ 718,572
Ocean Sands Water and Sewer	88,118	7,198	95,316
Mainland Water	230,235	54,618	284,853
Southern Outer Banks Water	115,030	35,207	150,237
Mainland Central Sewer	860,600	11,745	872,345
Total - business-type activities	<u>\$ 2,007,825</u>	<u>\$ 113,498</u>	<u>\$ 2,121,323</u>

### **2. Pension Plan and Other Post Employment Obligations**

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

*Plan Description.* The County and the ABC Board are participating employers 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 (ACFR) for the State of North Carolina. The State's ACFR 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](http://www.osc.nc.gov).

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

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

*Contributions.* Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2025, was 15.04% of compensation for law enforcement officers and 13.65% 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 \$3,821,534 and contributions to the pension plan from the ABC Board were \$54,590 for the year ended June 30, 2025.

*Refunds of Contributions* – County and ABC Board 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, 2025, the County reported a liability of \$19,254,721 for its proportionate share of the net pension liability. The ABC Board reported a liability of \$220,379 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. The total pension liability was then rolled forward to the measurement date of June 30, 2024 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2025, the County's proportion was 0.286% (measured as of June 30, 2024), which was a decrease of 0.011% from its proportion measured as of June 30, 2024 (measured as of June 30, 2023). The ABC Board's proportion was .00327%, which was a decrease of 0.00042% from its proportion measured as of June 30, 2024 (measured as of June 30, 2023).

For the year ended June 30, 2025, the County recognized pension expense of \$5,538,262 and the ABC Board recognized pension expense of \$62,390. At June 30, 2025, the County and ABC Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	County		ABC Board	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,374,156	\$ 22,686	\$ 38,619	\$ 260
Changes of assumptions	-	-	-	-
Net difference between projected and actual earnings on pension plan investments	2,617,668	-	29,960	-
Changes in proportion and differences between County contributions and proportionate share of contributions County contributions subsequent to the measurement date	101,501	710,744	568	16,199
	3,821,534	-	54,590	-
Total	\$ 9,914,859	\$ 733,430	\$ 123,737	\$ 16,459

\$3,821,534 reported as deferred outflows of resources related to pensions resulting from County contributions and \$54,590 reported as deferred outflows of resources related to pensions resulting from ABC Board contributions subsequent to the measurement date will be recognized as an increase of the net pension liability in the year ended June 30, 2026.

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

Year Ended June 30,	County	ABC Board
2026	\$ 1,666,547	\$ 14,861
2027	3,519,181	37,023
2028	470,149	4,191
2029	(295,982)	(3,387)
2030	-	-
Thereafter	-	-
	\$ 5,359,895	\$ 52,688

*Actuarial Assumptions.* The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	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

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

The actuarial assumptions used in the December 31, 2023 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, 2025 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	33.0%	0.9%
Global Equity	38.0%	6.5%
Real Estate	8.0%	5.9%
Alternatives	8.0%	8.2%
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 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 2.50%. All rates of return and inflation are annualized.

*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 liability to changes in the discount rate.* The following presents the County’s proportionate share of the net pension liability calculated using the discount rate of 6.50 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 (5.50 percent) or 1-percentage-point higher (7.50 percent) than the current rate:

	<u>1% Decrease (5.50%)</u>	<u>Discount Rate (6.50%)</u>	<u>1% Increase (7.50%)</u>
County's proportionate share of the net pension liability	\$ 34,119,928	\$ 19,254,721	\$ 7,026,042
ABC Board's proportionate share of the net pension liability	\$ 390,518	\$ 220,379	\$ 80,416

*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 (ACFR) for the State of North Carolina.

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

***1. Plan Description.***

Currituck 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 December 31, 2023, the Separation Allowance’s membership consisted of:

Retirees receiving benefits	17
Inactive Members Entitled To But Not Yet Receiving Benefits	0
Active plan members	<u>69</u>
Total	<u><u>86</u></u>

\*The number of Inactive Members Currently Receiving Benefits may differ from the number of inactive members provided by the employer due to the use of rounded ages as of the valuation date.

***2. Summary of Significant Accounting Policies.***

*Basis of Accounting.* The County has chosen to fund the Separation Allowance on a pay as you go basis by making a deposit to the Post-Employment Benefits Fund from the General fund in prior years and to a trust created and funded in July 2021. The amount of this contribution is based on the prior year actuarial study. Pension expenditures are made from the Post Employment Benefits Fund, which is maintained on the modified accrual basis of accounting. Employer contributions to the plan are recognized when due and when the County has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of the plan.

The Separation Allowance has \$668,111 of assets accumulated in a trust that meets the following criteria which are outlined in GASB Statement 68 as of June 30, 2025. The initial deposit of \$500,000 to the trust was made in July 2021 and a subsequent deposit of \$100,000 was added to the trust in fiscal year 2023.

### 3. Actuarial Assumptions

The entry age actuarial cost method was used in the December 31, 2023 valuation. The net pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Projected salary increases	3.25% to 7.75%, including inflation and productivity factor
Discount rate	4.28%, net of pension plan investment inflation

The discount rate is based on the S&P Municipal Bond 20-year High Grade Rate Index.

The actuarial assumptions used in the December 31, 2023 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.

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

*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):* 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 (Beneficiary):* 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.

### 4. Contributions.

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts necessary to cover the benefits earned on a pay as you go basis through appropriations made in the LEOSSA Trust. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The County paid \$224,994 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, 2025, the County reported a net pension liability of \$3,056,571. The net pension liability was measured as of December 31, 2024 based on a December 31, 2023 actuarial valuation. The net pension liability was rolled forward to June 30, 2025 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2025, the County recognized pension expense of \$411,502.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 200,327	\$ -
Change in assumptions and inputs	199,210	386,685
Net difference between projected and actual earnings on pension plan investments	-	58,016
County contributions subsequent to the measurement date	115,174	-
Total	<u>\$ 514,711</u>	<u>\$ 444,701</u>

\$115,174 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 net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	
2026	\$ 68,222
2027	(89,492)
2028	(48,856)
2029	25,281
2030	(319)
Thereafter	-
	<u>\$ (45,164)</u>

*Sensitivity of the County's net pension liability to changes in the discount rate.* The following presents the County's net pension liability calculated using the discount rate of 4.28%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.28%) or 1-percentage-point higher (5.28% percent) than the current rate:

	<u>1% Decrease (3.28%)</u>	<u>Discount Rate (4.28%)</u>	<u>1% Increase (5.28%)</u>
Net pension liability	\$ 3,374,144	\$ 3,056,571	\$ 2,769,024

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

	<u>Pension Liability</u>	<u>Plan Net Position</u>	<u>Net Pension Liability</u>
Balance at December 31, 2023	\$ 3,636,879	\$ 624,456	\$ 3,012,423
Changes for the Year:			
Service Cost	159,114	-	159,114
Interest	140,975	-	140,975
Difference between expected and actual experience	83,431	-	83,431
Changes of assumptions or other inputs	(85,800)	-	(85,800)
Contributions - employer	-	224,994	(224,994)
Net investment income	-	28,578	(28,578)
Benefits paid	(224,994)	(224,994)	-
Net changes	<u>72,726</u>	<u>28,578</u>	<u>44,148</u>
Balance at December 31, 2024	<u>\$ 3,709,605</u>	<u>\$ 653,034</u>	<u>\$ 3,056,571</u>

*Changes of assumptions:*

- December 31, 2024 Measurement Date: The Municipal Bond Index Rate increased from 4.00% to 4.28%.
- December 31, 2023 Measurement Date: The Municipal Bond Index Rate decreased from 4.31% to 4.00%.
- December 31, 2022 Measurement Date: The Municipal Bond Index Rate increased from 2.25% to 4.31%.
- December 31, 2021 Measurement Date: The Municipal Bond Index Rate increased from 1.93% to 2.25%.
- December 31, 2020 Measurement Date: The Municipal Bond Index Rate decreased from 3.26% to 1.93%. 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, the following assumptions were updated: mortality rates, salary increase rates, service retirement rates, disability retirement rates, termination rates, real wage growth, and leave conversion service.
- December 31, 2019 Measurement Date: The Municipal Bond Index Rate decreased from 3.64% to 3.26%.
- December 31, 2018 Measurement Date: The Municipal Bond Index Rate increased from 3.16% to 3.64%.

- December 31, 2017 Measurement Date: The Municipal Bond Index Rate decreased from 3.86% to 3.16%. The assumed inflation rate was reduced from 3.00% to 2.50% and assumed wage inflations was increased from 0.05% to 1.00%.
- December 31, 2016 Measurement Date: The Municipal Bond Index Rate increased from 3.57% to 3.86%.

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, 2024 valuation were based on the results of an actuarial experience study as of December 31, 2019.

**c. Supplemental Retirement Income Plan for Law Enforcement Officers**

*Plan Description.* The County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State’s ACFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

*Funding Policy.* Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to 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, 2025, were \$281,989 from the County. No amounts were forfeited.

**d. Supplemental Retirement Income Plan for County Employees**

*Plan Description.* The County, by passage of a local resolution, has elected to contribute 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 County employees not engaged in law enforcement activities. 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 Non-Law Enforcement Officers is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State’s ACFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Non-Law

Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

*Funding Policy.* The County established a contribution amount equal to 5.68% of each employee's salary, and all amounts contributed are vested immediately. Also, the employees may make voluntary contributions to the plan. Contributions for the year ended June 30, 2025 were \$1,396,027 from the County and \$601,729 from County employees. No amounts were forfeited.

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

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

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

*Contributions.* Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Registers of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. Contributions to the pension plan from the County were \$3,261 for the year ended June 30, 2025.

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

At June 30, 2025, the County reported an asset of \$42,662 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2024. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December

31, 2023. The total pension liability was then rolled forward to the measurement date of June 30, 2024 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on the County's share of contributions to the pension plan, relative to contributions to the pension plan of all participating RODSPF employers. At June 30, 2024 (measurement date), the County's proportion was 0.370%, which was a decrease of 0.014% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the County recognized pension expense of \$19,011. At June 30, 2025, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 937	\$ 763
Change in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	16,475	-
Changes in proportion and differences between County contributions and proportionate share of contributions	4,971	-
County contributions subsequent to the measurement date	3,261	-
Total	<u>\$ 25,644</u>	<u>\$ 763</u>

\$3,261 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2026. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2026	\$ 12,142
2027	7,923
2028	1,496
2029	59
2030	-
Thereafter	-
	<u>\$ 21,620</u>

*Actuarial Assumptions:* The total pension liability in the December 31, 2023 actuarial valuation was *determined* using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.25 to 8.25 percent, including inflation and productivity factor
Investment rate of return	3.00 percent, net of pension plan investment expense, including inflation

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements. The actuarial assumptions used in the December 31, 2023 valuation were based on the results of an actuarial experience study as of 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. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The adopted asset allocation policy for the RODSPF is 100% in the fixed income asset class. The best estimate of arithmetic real rate of return for the fixed income asset class as of June 30, 2025 is 0.90%.

The information above is based on 30-year expectations developed with the consulting actuary for the 2024 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 2.50%. All rates of return and inflation are annualized.

*Discount rate.* The discount rate used to measure the total pension liability was 3.00%. The projection of cash flows used to determine the discount rate assumed that contributions from employers will be made at statutorily required rates. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the County’s proportionate share of the net pension asset to changes in the discount rate.* The following presents the County’s proportionate share of the net pension asset calculated using the discount rate of 3.00 percent, as well as what the County’s proportionate share of the net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (2.00 percent) or 1-percentage-point higher (4.00 percent) than the current rate:

	<b>1% Decrease (2.00%)</b>	<b>Discount Rate (3.00%)</b>	<b>1% Increase (4.00%)</b>
County's proportionate share of the net pension liability (asset)	\$ (28,267)	\$ (42,662)	\$ (54,787)

*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 (ACFR) for the State of North Carolina.

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

The net pension liability (asset) for LGERS and ROD was measured as of June 30, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2023. The total pension liability for LEOSSA was measured as of December 31, 2024, with an actuarial valuation date of December 31, 2023. The County's proportion of the net pension liability (asset) was based on the County's share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Proportionate Share of Net Pension Liability (Asset)	\$ 19,254,721	\$ (42,662)	n/a	\$ 19,212,059
Proportion of the Net Pension Liability (Asset)	0.297%	0.370%	n/a	n/a
Total Pension Liability	-	-	\$ 3,056,571	\$ 3,056,571
Pension expense (benefit)	\$ 5,538,262	\$ 19,011	\$ 411,502	\$ 5,968,775

At June 30, 2025, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Outflows of Resources</b>	LGERS	ROD	LEOSSA	Total
Differences between expected and actual experience	\$ 3,374,156	\$ 937	\$ 200,327	\$ 3,575,420
Changes of assumptions	-	-	199,210	199,210
Changes in proportion and differences between County contributions and proportionate share of contributions	101,501	4,971	-	106,472
Net difference between projected and actual earnings on pension plan investments	2,617,668	16,475	-	2,634,143
County contributions (LGERS,ROD)/benefit payments and administration costs (LEOSSA) subsequent to the measurement date	3,821,534	3,261	115,174	3,939,969
<b>Deferred Inflows of Resources</b>				
Differences between expected and actual experience	22,686	763	-	23,449
Net difference between projected and actual earnings on pension plan investments	-	-	58,016	58,016
Changes of assumptions	-	-	386,685	386,685
Changes in proportion and differences between County contributions and proportionate share of contributions	710,744	-	-	710,744

**g. Firefighters’ and Rescue Squad Workers’ Pension Fund**

*Plan Description.* The State of North Carolina contributes, on behalf of the County of Currituck, to the Firefighters’ and Rescue Squad Workers’ Pension Fund (FRSWPF), a cost-sharing multiple-employer defined benefit pension plan with a special funding situation administered by the State of North Carolina. FRSWPF provides pension benefits for eligible fire and rescue squad workers who have elected to become members of the fund. Article 86 of G.S. Chapter 58 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 Firefighters’ and Rescue Squad Workers’ Pension Fund is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina.

The State's ACFR includes financial statements and required supplementary information for the Firefighters' and Rescue Squad Workers' Pension Fund. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at [www.osc.nc.gov](http://www.osc.nc.gov).

*Benefits Provided.* FRSWPF provides retirement and survivor benefits. The present retirement benefit is \$170 per month. Plan members are eligible to receive the monthly benefit at age 55 with 20 years of creditable service as a firefighter or rescue squad worker and have terminated duties as a firefighter or rescue squad worker. Eligible beneficiaries of members who die before beginning to receive the benefit will receive the amount paid by the member and contributions paid on the member's behalf into the plan. Eligible beneficiaries of members who die after beginning to receive benefits will be paid the amount the member contributed minus the benefits collected.

*Contributions.* Plan members are required to contribute \$15 per month to the plan. The State, a non-employer contributor, funds the plan through appropriations. The County does not contribute to the plan. Contribution provisions are established by General Statute 58-86 and may be amended only by the North Carolina General Assembly. The State's contributions recognized for the fiscal year ending June 30, 2025 were \$19,789,708. The County's proportionate share of the State's contribution is \$18,722.

*Refunds of Contributions* – Plan members who are no longer eligible or choose not to participate in the plan may file an application for a refund of their contributions. Refunds include the member's contributions and contributions paid by others on the member's behalf. No interest will be paid on the amount of the refund. The acceptance of a refund payment cancels the individual's right to employer contributions, or any other benefit provided by FRSWPF.

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

At June 30, 2025, the County reported no liability for its proportionate share of the net pension liability, as the State provides 100% pension support to the County through its appropriations to the FRSWPF. The total portion of the net pension liability (asset) that was associated with the County and supported by the State was (\$13,377). The net pension liability (asset) was measured as of June 30, 2024. The total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2023. The total pension liability was then rolled forward to the measurement date of June 30, 2024 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability (asset) was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers. As the County is not projected to make any future contributions to the plan, its proportionate share at June 30, 2025 and at June 30, 2024 was 0%.

For the year ended June 30, 2025, the County recognized pension expense of \$7,350 and pension revenue of \$7,350 for support provided by the State. At June 30, 2025, the County reported no deferred outflows of resources and no deferred inflows of resources related to pensions.

*Actuarial Assumptions.* The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	Not applicable
Investment rate of return	6.50%, net of pension plan investment expense, including inflation

For more information regarding actuarial assumptions, including mortality tables, the actuarial experience study, the consideration of future ad hoc COLA amounts, the development of the projected long-term investment returns, and the asset allocation policy, refer to the discussion of actuarial assumptions for the LGERS plan in Section a. of this note.

*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.

*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 (ACFR) for the State of North Carolina.

**h. 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 an unforeseeable emergency. All assets and income of the plan are held in trust by a third-party administrator for the exclusive benefit of the plan participants and their beneficiaries.

**i. Other Post Employment Benefits**

**Healthcare Benefits**

*Plan Description.* According to a County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). The County Board has the authority to establish and amend the benefit terms and financing requirements. Funding of a trust occurred in July 2021 with an initial deposit of \$500,000. The trust meets the criteria in paragraph 4 of GASB Statement 75.

*Benefits Provided.* Prior to September 2, 2007, retirees qualified for pro-rated healthcare benefits beginning with ten years of active service. Employees hired on or after January 8, 2017 qualified for retiree healthcare benefits with 20 years of active service. Employees hired on or after January 8, 2017 do not qualify for retiree healthcare benefits. Retirees who are eligible for coverage receive the same coverage as active employees until the retiree is eligible for Medicare. Coverage for all retirees who are eligible for Medicare will be transferred to a Medicare Supplemental plan after qualifying for Medicare. The County governing board may amend the benefit provisions. A separate report was not issued for the plan.

Retired Employees’ Years of Creditable Service	Prior to September 1, 2007	Date Hired	
		September 1, 2007 through January 7, 2017	On or after January 8, 2017
Less than 10 years	Not eligible for coverage	Not eligible for coverage	Not eligible for coverage
10 to less than 15 years	County pays 50%	Not eligible for coverage	Not eligible for coverage
15 to less than 20 years	County pays 75%	Not eligible for coverage	Not eligible for coverage
20+ years	County pays 100%	County pays 100%	Not eligible for coverage

Membership of the HCB Plan consisted of the following at June 30, 2024, the date of the latest actuarial valuation:

	<u>Employees</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	73
Inactive Members Entitled to but not yet receiving benefits	-
Active plan members	<u>150</u>
Total	<u>223</u>

**Investments**

*Investment Policy.* The HCB Plan’s policy regarding the allocation of invested assets is established and may be amended by the Board of Commissioners by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The HCB Plan discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset allocations over short time spans. Investments are valued at fair value. The following was the Board’s adopted asset allocation policy and best estimate of arithmetic real rates of return for each major asset class as of June 30, 2025:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	100.00%	3.00%

*Rate of Return.* For the year ended June 30, 2024, the long-term investment expected rate of return, net of OPEB plan investment expense, including price inflation was 3.00%.

The components of the net OPEB liability of the County at June 30, 2025 were as follows:

Total OPEB Liability	\$23,265,652
Plan fiduciary net position	777,331
County's net OPEB liability	<u>\$22,488,321</u>

Plan fiduciary net position as a percentage of the total OPEB liability	3.34%
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### Net OPEB Liability

The County's Net OPEB liability of \$22,488,321 was measured as of June 30, 2025 and was determined by an actuarial valuation as of June 30, 2024.

*Actuarial assumptions and other inputs.* The total OPEB liability in the 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	3.93%
Measurement Date	5.20%
Health Care Cost Trends	
Pre-Medicare	7.00% for 2024 decreasing to an ultimate rate of 4.50% by 2034
Medicare	5.125% for 2024 decreasing to an ultimate rate of 4.50% by 2027
Dental	3.50%

The discount rate used to measure TOL was based on the Single Equivalent Interest Rate.

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

The demographic actuarial assumptions for retirement, disability, incidence withdrawal, and salary increases used in the June 30, 2024 valuation were based on the results of an actuary study for the period January 1, 2015 through December 31, 2019, adopted by the LGERS Board.

The remaining actuarial assumptions (e.g., health care costs trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2024 valuation were based on a review of the recent plan experience performed concurrently with the June 2024 valuation.

Several factors should be considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) are developed by the investment consultant for each major asset class. These ranges should be 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 then adding expected inflation. The capital market assumptions developed by the investment consultant may cover a shorter investment horizon and may not be useful in setting the long-term rate of return for funding OPEB plans which are likely to cover a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the market that alters expected returns in future years.

As of the most recent adoption of the current long-term rate of return by the Plan, the target asset allocation for each major asset class, as provided by the Plan, are: Cash and Equity Index Fund with a target allocation of 100%.

*Discount Rate (SEIR).* The discount rate used to measure the TOL as of the Measurement Date was 5.20%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 74. The projection's basis was an actuarial valuation performed as of June 30, 2024. In addition to the actuarial methods and assumptions of the June 30, 2024 actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annually using the payroll growth assumptions.
- Active employees do not explicitly contribute to the Plan.
- In all years, the employer is assumed to contribute the average of the last 5 years of contributions to the Plan through deposits to the Trust. The employer is assumed to have the ability and willingness to make benefit payments from its own resources for all periods in the projection.
- Projected assets do not include employer contributions that fund the estimated service costs of future employees.
- Cash flows occur mid-year.

Based on these assumptions, the Plan’s FNP was projected to be depleted in 2026 and, as a result, the Municipal Bond Index Rate was used in the determination of the SEIR. Here, the long-term expected rate of return of 3.00% on Plan investments was applied to periods through 2026 and the Municipal Bond Index Rate at the Measurement Date (5.20%) was applied to periods on and after 2026, resulting in an SEIR at the Measurement Date (5.20%). There was a change in the discount rate from 3.93% at the Prior Measurement Date to 5.20% at the Measurement Date.

The FNP projections are based upon the Plan’s financial status on the Measurement Date, the indicated set of methods and assumptions, and the requirements of GASB 74. As such, the FNP projections are not reflective of the cash flows and asset accumulations that would occur on an ongoing plan basis, reflecting the impact of future members. Therefore, the results of this test do not necessarily indicate whether or not the fund will actually run out of money, the financial condition of the Plan, or the Plan’s ability to make benefit payments in future years.

*Sensitivity of the net OPEB liability to changes in the discount rate.* At June 30, 2025, the following represents the net OPEB liability of the County, as well as what the County’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher 1% than the current discount rate:

	<u>1% Decrease</u> <u>(4.20%)</u>	<u>Discount Rate</u> <u>(5.20%)</u>	<u>1% Increase</u> <u>(6.20%)</u>
Net OPEB liability	\$ 26,016,185	\$ 22,488,321	\$ 19,636,839

*Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates.* The following presents the net OPEB liability of the County, as well as what the County’s net OPEB liability would be determined using a different discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Trend Rate</u>	<u>1% Increase</u>
Net OPEB liability	\$ 19,233,232	\$ 22,488,321	\$ 26,569,985

## Changes in the Net OPEB Liability

*Changes in Net OPEB Liability, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.*

At June 30, 2025, the County reported a net OPEB liability of \$22,488,321. The total OPEB liability was determined by an actuarial valuation as of June 30, 2024. The total OPEB liability was then rolled forward to the measurement date of June 30, 2025, utilizing update procedures incorporating the actuarial assumptions.

At June 30, 2025, the components of the net OPEB liability of the County, measured as of June 30, 2025 were as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at June 30, 2024	\$ 33,111,675	\$ 742,275	\$ 32,369,400
Changes for the Year:			
Service Cost at the End of the Year *	895,226	-	895,226
Interest on TOL and Cash Flows	1,285,438	-	1,285,438
Change in benefit terms	-	-	-
Difference between expected and actual experience	(7,345,379)	-	(7,345,379)
Changes of assumptions or other inputs	(3,866,778)	-	(3,866,778)
Contributions - employer **	-	824,800	(824,800)
Contributions - non-employer	-	-	-
Net investment income	-	35,056	(35,056)
Benefit payments **	(814,530)	(814,530)	-
Plan administrative expenses	-	(10,270)	10,270
Other changes	-	-	-
Net changes	<u>(9,846,023)</u>	<u>35,056</u>	<u>(9,881,079)</u>
Balance at June 30, 2025	<u>\$ 23,265,652</u>	<u>\$ 777,331</u>	<u>\$ 22,488,321</u>

\* The service cost includes interest for the year.

\*\* Employer contributions and benefit payments include benefit payment amounts paid outside of the Trust.

Changes in benefit terms since prior measurement date: None

Changes in assumptions or other inputs since prior measurement date:

- Change in discount rate
- Change in medical trend and dental trend

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

**OPEB Expense  
For the Year Ended June 30, 2025**

Service Cost at the End of the Year *	\$ 895,226
Interest on TOL and Cash Flows	1,285,438
Current period benefit changes	-
Expensed portion of the current period difference between expected and actual experience	(1,443,100)
Expensed portion of the current period change of assumptions or other inputs	(759,681)
Active member contributions	-
Projected earnings on plan investments	(22,268)
Expensed portion of current-period differences between actual and projected earnings on plan investments	(2,558)
Administrative costs **	10,270
Other	-
Recognition of beginning Deferred Outflow of Resources as OPEB Expense	1,044,497
Recognition of beginning Deferred Inflows of Resources as OPEB Expense	<u>(2,955,275)</u>
OPEB Expense (Income)	<u><u>\$ (1,947,451)</u></u>

\*The service cost includes interest for the year.

\*\* Administrative cost are based on the fees paid from the Trust and any additional cost paid as reported outside the Trust. Any costs paid outside of Trust may need to be included as an employer contribution.

For the year ended June 30, 2025, the County recognized OPEB expense (benefit) of (\$1,947,451). At June 30, 2025, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 4,046	\$ 8,611,491
Change in assumptions and inputs	2,253,075	7,993,373
Net difference between projected and actual earnings on pension plan investments	-	11,388
Total	<u>\$ 2,257,121</u>	<u>\$ 16,616,252</u>

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

Year ended June 30:	
2026	\$ (3,837,147)
2027	(3,997,929)
2028	(3,836,875)
2029	(2,488,928)
2030	(198,252)
Thereafter	-
	<u>\$ (14,359,131)</u>

#### **j. Other Employment Benefits**

##### **Death Benefits**

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

### **3. Closure and Postclosure Care Costs - Maple Landfill Facility**

The County closed its Maple landfill facility, Airport Road, on April 7, 1994, at which time its waste stream began to flow to a private, regional municipal solid waste landfill through the Albemarle Regional Solid Waste Authority. Federal and State laws required the County to place a final cover on the facility when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for five years after closure. Total estimated closure and postclosure care cost was \$512,949. As of June 30, 2002, this liability was paid in full. These amounts are based on what it would cost to perform all closure and postclosure care in fiscal year 2002. Actual costs may be higher due to inflation, changes in technology, or changes in the regulations. Since the County met the conditions of the extended closure date of April 9, 1994, it is subject to the financial assurance regulations. However, the County has accumulated resources for the payment of closure and postclosure care costs.

#### 4. Deferred Outflows and Inflows of Resources

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience		
LGERS	\$ 3,374,156	\$ 22,686
ROD	937	763
LEOSSA	200,327	-
OPEB	4,046	8,611,491
Change of assumptions		
LGERS	-	-
ROD	-	-
LEOSSA	199,210	386,685
OPEB	2,253,075	7,993,373
Changes in proportion and differences between County contributions and proportionate share of contributions		
LGERS	101,501	710,744
ROD	4,971	-
Net difference between projected and actual earnings on plan investments		
LGERS	2,617,668	-
ROD	16,475	-
LEOSSA	-	58,016
OPEB	-	11,388
County contributions to pension plan subsequent to measurement date		
LGERS	3,821,534	-
ROD	3,261	-
LEOSSA	115,174	-
Prepaid taxes not yet earned (General Fund)	-	87,895
Leases (Southern Outer Banks Water Fund)	-	507,019
Leases (General Fund)	-	276,492
Total	<u>\$ 12,712,335</u>	<u>\$ 18,666,552</u>

## **5. Risk Management**

The County is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in three self-funded risk-financing pools administered by the North Carolina Association of County Commissioners. Through these pools, the County obtains property coverage equal to replacement cost values of owned property subject to a limit of \$125.5 million for any one occurrence, general, auto, professional, and employment practices liability coverage of \$2 million per occurrence, auto physical damage coverage for owned autos at actual cash value, crime coverage of \$250,000 per occurrence, workers' compensation coverage up to the statutory limits, and health and dental insurance for County employees. The pools are audited annually by certified public accountants, and the audited financial statements are available to the County upon request. Two of the pools are reinsured through a multi-state public entity captive for single occurrence losses in excess of \$500,000 up to a \$2 million limit for liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property, auto physical damage, and crime coverage, and single occurrence losses of \$350,000 for workers' compensation. For health and dental insurance, the County is reinsured through the Pool for individual losses in excess of \$50,000 and aggregate annual losses in excess of 115% of expected claims. The pool is reinsured through commercial carrier for individual losses in excess of \$100,000.

The County carries flood insurance through the National Flood Insurance Plan (NFIP). Because the County is in an area of the State that has been mapped and designated an "A" area (an area close to a river, lake or stream) by the Federal Emergency Management Agency, the County is eligible to purchase coverage of \$500,000 per structure through NFIP. The County currently has this coverage on the Whalehead Hunt Club and Restrooms Historic Corolla Park and the Moyock Library.

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 is individually bonded for \$1,000,000 and the tax collector is individually bonded for \$50,000. The remaining employees that have access to funds are bonded under a blanket bond for \$25,000.

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

The ABC Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The ABC Board has property, general liability, auto liability, workmen's compensation and employee health coverage. The ABC Board does not have liquor legal liability coverage. There have been no significant reductions in insurance coverage from the prior year and settled claims have not exceeded coverage in any of the past three fiscal years.

## 6. Contingent Liabilities

At June 30, 2025, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position.

## 7. Long-Term Obligations

### a. Direct Placement Installment Purchase

#### **Serviced by the County's General Fund:**

\$21,400,000 2020 Installment Purchase Agreement for construction of the Public Safety Building with semi-annual principal payments of \$1,070,000 plus interest of \$2.52% due September 27th and March 27th through September 2029. \$ 9,630,000

**Totaled serviced by the General Fund** 9,630,000

#### **Serviced by the Ocean Sands Water and Sewer District Fund:**

\$7,500,000 2017 Installment Purchase Agreement for replacement of the Ocean Sands Sewer, dated October 27, 2017 with semi-annual principal payments and interest payments due June 19th and December 19th, \$500,000 2020 through 2032; \$250,000 2033; interest at 2.45% 3,750,000

**Total serviced by the Enterprise Funds** 3,750,000

**Total Direct Placement Installment Purchase Debt** \$ 13,380,000

Annual debt service requirements to maturity for the County's and the Districts' installment purchase agreement debts are as follows:

Year Ending June 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 2,140,000	\$ 229,194	\$ 500,000	\$ 88,812
2027	2,140,000	175,266	500,000	76,562
2028	2,140,000	121,338	500,000	64,313
2029	2,140,000	67,410	500,000	52,062
2030	1,070,000	13,482	500,000	39,812
2031-2034	-	-	1,250,000	45,938
	<u>\$ 9,630,000</u>	<u>\$ 606,690</u>	<u>\$ 3,750,000</u>	<u>\$ 367,499</u>

Debt Related to Capital Activities – Of the total Governmental Activities debt listed, all relates to assets the County holds title.

**b. General Obligation Indebtedness**

As of June 30, 2025, there is no general obligation debt serviced by the County's general fund or the County proprietary funds.

At June 30, 2025, Currituck County had no bonds authorized but un-issued and a legal debt margin of \$658,714,116.

**c. Revenue Bonds**

The County also issues bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. No amounts outstanding at the end of the current fiscal year related to bonds issued in prior years. On March 20, 2008, \$19,000,000 of revenue bonds were issued to finance construction of a reverse osmosis water treatment facility and to expand the distribution system on the County mainland.

The rate covenant for this debt requires the County to fix service charges and from time to time to revise such charges in such manner that the net revenues for each fiscal year shall not be less than an amount necessary to provide debt service coverage of one hundred fifteen percent (115%) of the debt service requirement for all senior indebtedness for such fiscal year and one hundred percent (100%) of the debt service requirement for all subordinate debt for such fiscal year. If at the end of any fiscal year the County is not in compliance with the rate covenant, the County shall immediately notify the Local Government Commission and request an independent consulting engineer to submit a written report and recommendations with respect to increases in the County's rate, fees and other charges and improvements in the operations of and the services rendered by the Mainland Water System and the County's accounting and billing procedures necessary to bring the County into compliance with the rate covenant. The report and recommendations shall be filed with the Paying Agent, the County and the Commission within 120 days from the date of discovery of noncompliance with the rate covenant. The County shall promptly revise its rates, fees, charges, operations and services in conformity with the report and recommendations of the independent consulting engineer to the extent permitted by law. Currituck County is in compliance with the rate covenant at year end.

On October 15, 2014, \$9,500,000 of the outstanding debt was partially refunded, reducing the interest rate on that portion to 2.98%.

On February 1, 2015, the remaining \$6,415,000 of the outstanding debt was refunded reducing the interest rate on that portion to 2.71%.

Revenue bonds outstanding at year end are as follows:

**Revenue bonds serviced by the Mainland Water System Fund:**

\$19,000,000 2008 Revenue Bonds for Mainland Water reverse osmosis plant and distribution system expansion, dated March 20, 2008 with annual principal payments due March 1 and semi-annual interest payments due March 1 and September 1; interest at 2.98% and 2.71%.

	\$ 4,500,000
Total Revenue Bond debt	\$ 4,500,000

Annual debt service requirements to maturity for the revenue bonds are as follows:

Year Ending June 30	Business-type Activities	
	Principal	Interest
2026	\$ 1,440,000	\$ 129,203
2027	1,500,000	87,858
2028	1,560,000	44,791
2029	-	-
2030	-	-
Total	\$ 4,500,000	\$ 261,852

**d. Limited Obligation Bonds**

The County issued \$55,470,000 of Limited Obligation Bonds, Series 2023 bonds dated November 1, 2023, pursuant to Section 20 of Chapter 160A of the General Statutes of North Carolina. The bonds require annual principal payments due April 1 and semi-annual interest payments due April 1 and October 1 at a rate of 5%. Bonds mature April 1, 2038. The bonds are issued for the purpose of providing funds to the County to (i) pay the costs of acquiring, constructing, and equipping a new elementary school to be known as Tulls Creek Elementary School, to be located in Moyock, NC, and (ii) pay certain costs incurred in connection with the sale and issuance of the bonds. used to construct new school facilities in the County. The bonds are direct obligations and pledge the full faith and credit of the County.

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

Year Ending June 30	Governmental Activities	
	Principal	Interest
2026	\$ 3,700,000	\$ 2,403,500
2027	3,700,000	2,218,500
2028	3,700,000	2,033,500
2029	3,700,000	1,848,500
2030	3,700,000	1,663,500
2031-2035	18,485,000	5,543,250
2036-2038	11,085,000	1,108,500
Total	<u>\$ 48,070,000</u>	<u>\$ 16,819,250</u>

**e. Leases**

The County has entered into thirteen agreements to lease certain equipment and office space. 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. The lease agreements expire at various dates through 2043. The right to use assets are intangible assets and are recorded in the capital assets as noted in Note 2.A.5.

The following represents the future minimum lease payments for the governmental and business-type activities as of June 30, 2025:

Year Ending June 30	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 243,255	\$ 34,738	\$ 26,420	\$ 1,780
2027	249,065	28,329	27,094	1,105
2028	253,158	21,753	6,855	545
2029	113,351	16,263	6,655	345
2030	31,530	14,641	4,660	140
2030-2034	170,304	58,423	-	-
2035-2039	197,828	30,899	-	-
2040-2043	102,965	3,774	-	-
	<u>\$ 1,361,456</u>	<u>\$ 208,820</u>	<u>\$ 71,684</u>	<u>\$ 3,915</u>

**f. IT Subscription Liabilities**

The County has entered into thirteen software subscription agreements that meet the reporting requirements of GASB 96. The contracts expire at various date through 2028. The right to use assets are intangible assets and are recorded in the capital assets as noted in Note III.A.5.

The future minimum subscription obligations and the net present value of these minimum payments as of June 30, 2025, were as follows:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2026	\$ 165,553	\$ 8,506
2027	91,361	3,918
2028	84,875	2,321
Total	<u>\$ 341,789</u>	<u>\$ 14,745</u>

### **g. Long-Term Obligation Activity**

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2025.

	Balance June 30, 2024 (Restated)	Increases	Decreases	Balance June 30, 2025	Current Portion of Balance
<b>Governmental activities:</b>					
Direct placement installment purchase	\$ 11,770,000	\$ -	\$ 2,140,000	\$ 9,630,000	\$ 2,140,000
Limited obligation bonds	51,770,000	-	3,700,000	48,070,000	3,700,000
Premium on bonds	3,224,422	-	460,946	2,763,476	432,510
Lease liabilities	1,167,884	437,862	244,290	1,361,456	243,255
IT subscription liabilities	493,947	116,596	268,754	341,789	165,553
Compensated absences	1,592,029	525,068	-	2,117,097	635,000
Net pension liability (LGERS)	18,327,147	-	432,599	17,894,548	-
Net pension liability (LEOSSA)	3,012,423	44,148	-	3,056,571	-
Net OPEB liability	29,711,787	-	9,136,365	20,575,422	-
Total governmental activities	<u>\$ 121,069,639</u>	<u>\$ 1,123,674</u>	<u>\$ 16,382,954</u>	<u>\$ 105,810,359</u>	<u>\$ 7,316,318</u>
<b>Business-type activities:</b>					
Revenue bonded debt	\$ 5,885,000	\$ -	\$ 1,385,000	\$ 4,500,000	\$ 1,440,000
Direct placement installment purchase	4,250,000	-	500,000	3,750,000	500,000
Lease liabilities	69,892	37,719	35,927	71,684	26,420
Compensated absences	156,290	48,191	-	204,481	56,000
Net pension liability (LGERS)	1,369,384	-	9,211	1,360,173	-
Net OPEB liability	2,657,615	-	744,716	1,912,899	-
Total business-type activities	<u>\$ 14,388,181</u>	<u>\$ 85,910</u>	<u>\$ 2,674,854</u>	<u>\$ 11,799,237</u>	<u>\$ 2,022,420</u>
<b>Discretely presented component units:</b>					
Compensated absences - ABC Board	\$ 12,187	\$ 1,869	\$ -	\$ 14,056	\$ 14,056
Lease liabilities	171,000	-	33,000	138,000	36,000
Net pension liability	244,259	-	23,888	220,371	-
Total OPEB liability	<u>203,987</u>	<u>-</u>	<u>-</u>	<u>203,987</u>	<u>-</u>
Total discretely presented component units long-term liabilities	<u>\$ 631,433</u>	<u>\$ 1,869</u>	<u>\$ 56,888</u>	<u>\$ 576,414</u>	<u>\$ 50,056</u>

For the governmental funds, the unfunded pension liability and compensated absences are funded by the General fund.

## 8. Inter-fund Balances and Activity

Transfers to/from other funds at June 30, 2025, consists of the following:

From the General Fund to the Tourism Development Authority Fund for administration of beach driving permits	\$ 50,000
From the General Fund to the Corolla Fire District Fund to supplement cost of services in the Corolla Fire District	2,509,102
From the General Fund to Knotts Island Fire District to supplement cost of services in the Knotts Island Fire District	1,656,092
From the General Fund to the Debt Service Fund for debt service	6,288,500
From the General Fund to the Mainland Central Sewer Fund for capital projects	800,000
<b>Total transfers from the General Fund</b>	<u>11,303,694</u>
From the Tourism Developmental Authority to the General Fund for indirect costs to administer tourism promotions	79,774
From the Tourism Developmental Authority to the General Fund for Currituck County Rural Center expenditures	319,563
From the Tourism Developmental Authority to the Multi-Year Fund for Shoreline Stability Study	96,000
From the Tourism Developmental Authority to the Carova Beach Road Service District to supplement road maintenance	30,000
From the Tourism Developmental Authority Fund to the County Governmental Facilities Fund to replace the boathouse roof at Historic Corolla Park	371,106
<b>Total transfers from the Tourism Development Authority Fund</b>	<u>896,443</u>
From the Capital Improvements Fund to the General Fund for FY 2025 capital purchases	2,816,228
From the Transfer Tax Capital Fund to the Debt Service Fund for debt on the Public Safety building	2,423,122
From the Transfer Tax Capital Fund to the Solid Waste Fund for additional site in	1,513,079
From the Transfer Tax Capital Fund to the Land Banking Fund for future land purchases	200,000
From the Transfer Tax Capital Fund to Fire Vehicle Replacement Fund for increased capital funding for fire apparatus	847,032
From the School Capital Fund to the General Fund for school capital outlay	1,535,000
From the School Capital Fund to the School Multi-year Construction fund to accumulate funds for school projects	2,778,481
<b>Total Transfers from capital funds</b>	<u>12,112,941</u>
	<u>\$ 24,313,079</u>

## 9. Net Investment in Capital Assets

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Land, improvements, non depreciable collections and construction in progress	\$ 71,623,429	\$ 12,337,066
Other capital assets	<u>210,261,354</u>	<u>115,939,944</u>
Total capital assets	<u>281,884,783</u>	<u>128,277,010</u>
Depreciation	<u>(111,124,259)</u>	<u>(69,173,924)</u>
Total capital assets, net of depreciation	<u>170,760,524</u>	<u>59,103,086</u>
Right to use asset	2,696,729	146,607
Amortization	<u>(1,033,271)</u>	<u>(69,305)</u>
Total right of use asset, net of amortization	<u>1,663,458</u>	<u>77,302</u>
Outstanding revenue bonded debt	-	(4,500,000)
Outstanding installment purchase debt	(9,630,000)	(3,750,000)
Outstanding limited obligation bond debt	(48,070,000)	-
Unexpended bond proceeds	16,346,960	-
Unamortized premium	(2,763,476)	-
IT subscription liabilities	(341,789)	-
Lease liabilities	<u>(1,361,456)</u>	<u>(71,684)</u>
Total outstanding debt	<u>(45,819,761)</u>	<u>(8,321,684)</u>
Total capital assets, net of depreciation and debt	<u>\$ 126,604,221</u>	<u>\$ 50,858,704</u>

## 10. Fund Balance

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

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

Total fund balance - General Fund	\$	59,576,738
Less:		
Inventories		103,751
Leases		30,209
County Governmental Assets		3,337,196
Stabilization by State Statute		4,036,432
Appropriated Fund Balance in subsequent budget		2,519,339
Tax Revaluation		1,177,820
Post Employment Benefit plans		252,365
Remaining Fund Balance	\$	<u><u>48,119,626</u></u>

Currituck County has not adopted a minimum fund balance policy for the General Fund.

#### **IV. Joint Ventures**

##### **Albemarle Regional Health Services**

The Board of Commissioners voted to join an already existing joint venture that operates Albemarle Regional Health Services with the State of North Carolina and four other counties became effective July 1, 1999. The area Boards of Commissioners appoints the fifteen member governing board. The County has an ongoing financial responsibility for Albemarle Regional Health Services because the County is required by State statute to provide public health services either directly or jointly with other counties. The County contributed \$389,482 to Albemarle Regional Health Services during the fiscal year ended June 30, 2025, for administrative and program expenses. The participating governments do not have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2025. Complete financial statements may be obtained from the administrative offices at Albemarle Regional Health Services, Post Office Box 189, Elizabeth City, North Carolina 27909.

##### **Trillium Health Resources**

The County participates in a joint venture to operate Trillium Health Resources with 19 other local governments. Currituck County appoints one board member to the twenty-four member board of the Center. The County has an ongoing financial responsibility for the joint venture because the Center's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Center, so no equity interest has been reflected in the financial statements at June 30, 2025. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$49,012 to the Center to supplement its activities, in addition to the \$19,907 from ABC bottle taxes collected. Complete financial statements may be obtained from Joy Futrell, Vice President of Operations, Trillium Health Resources, 144 Community College Road, Ahoskie, North Carolina 29710.

### **Albemarle Regional Solid Waste Authority**

The County participates in a joint venture to operate the Albemarle Regional Solid Waste Authority (Authority) with seven other counties, each of which appoints one voting and one nonvoting member to the Authority's governing board. The Authority was created to serve the solid waste disposal needs of the member counties and has subsequently contracted with a private regional landfill for waste disposal. The County has an ongoing financial responsibility for the Authority because it is legally obligated under an intergovernmental agreement for a portion of the Authority's administrative expenses, determined on a per capita basis among the members. The County contributed \$115,173 to the Authority during the fiscal year ended June 30, 2025, for administrative expenses. The participating governments do not have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2025. Complete financial statements for the Authority may be obtained from the Authority's administrative offices at Albemarle Regional Solid Waste Authority, Post Office Box 189, Elizabeth City, North Carolina 27907.

### **East Albemarle Regional Library**

The County participates in a joint venture to operate the East Albemarle Regional Library (Library) with four other counties. The Library's nine member Board of Trustees is appointed by the area Boards of Commissioners as follows: Dare County (3), Currituck County (3), and Camden and Pasquotank Counties (3). Each county is responsible for the cost of its own facilities, the maintenance and operation of those facilities and the majority of the related personnel cost. The County has an ongoing financial responsibility for the joint venture because the Library's continued existence depends on the participating governments' continued funding. The County's annual appropriation is shown as a department in the General Fund and for the year ended June 30, 2025, expenditures were \$744,017. None of the participating governments have any equity interest in the Library, so no equity interest has been reflected the financial statement at June 30, 2025.

Complete financial statements for the Library may be obtained from the Library's administrative offices at East Albemarle Regional Library, 205 East Main Street, Elizabeth City, North Carolina 27909.

## **V. Jointly Governed Organization**

### **Albemarle Commission**

The County, in conjunction with nine other counties and fourteen municipalities, established the Albemarle Commission (Commission) to coordinate funding received from various federal and State agencies. Each participating county appoints four members and each participating municipality appoints two members of the Commission's governing board. The County paid membership fees of \$23,174 to the Commission during the fiscal year ended June 30, 2025.

## **VI. 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.

	Assistance Listing Number	Federal	State
Special Supplemental Nutrition Program for Women, Infant and Children	10.557	\$ 301,875	\$ -
Supplemental Nutrition Assistance Program	10.561	4,151,668	-
Temporary Assistance for Needy Families	93.558	66,833	190
Adoption Assistance	93.659	79,614	21,233
Medical Assistance Program	93.778	31,006,841	10,582,341
Child Welfare Services Adoption		-	98,928
SC/SA Domiciliary Care		-	101,393
Total		<u>\$ 35,606,831</u>	<u>\$ 10,804,085</u>

## **VII. Summary Disclosure of Significant Commitments and Contingencies**

### **Federal and State Assisted Programs**

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

### **VIII. Related Party Transactions**

The County made payments of \$6,950 to C T Mechanical Inc. from July 1, 2024 through June 30, 2025. Commissioner Michael Payment, sworn into office on December 1, 2014, is a principal owner of this business.

## **IX. Regulated Leases**

In July 2021, the County entered into a lease with a tenant for the use of land. Under the lease, the tenant pays the County an annual rate of \$504 per year for a period of ten years for use of the County's land. The tenant has the option to renew the agreement for four additional five year periods. The rental rate increases 3% per annum for the duration of the lease. The terms of this agreement include annual revenue of \$504, paid in one installment. Future minimum lease payments are as follows:

<u>Year Ended June30,</u>		
2026	\$	504
2027		504
2028		504
2029		504
2030		504
2031-2035		2,676
2036-2040		3,102
2041-2045		3,596
2046-2050		4,169
2051-2052		1,848
<u>Total</u>	<u>\$</u>	<u>17,911</u>

## **X. Accounting Changes and Error Correction**

The fund balance for the Opioid Fund and the net position of the governmental activities were restated as of July 2, 2024 to correct the recording of opioid settlement revenue which was received within the availability period for the Opioid Fund of 90 days of the fiscal year ended June 30, 2024. In addition, an error correction was posted to treat the amount of Opioid Settlement funds as an exchange like transaction. Thus, a receivable of \$1,769,059 should have been recognized on a full accrual basis in fiscal year 2024. The County increased the fund balance and net position of governmental activities as of July 1, 2024 by \$279,711.

## **XI. Restatement**

The County implemented GASB Statement No. 101, *Compensated Absences*, effective July 1, 2024. The objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. As a result, the County recognized an additional \$450,339 in compensated absences for sick leave as of June 30, 2024, resulting in a decrease in beginning net position of the same amount. In addition, the County adopted an accounting change related to revenue recognition for Opioid Funds, resulting in an increase in beginning net position of \$279,711. See Note IX for further discussion. A summary of the restatement for the year ended June 30, 2025 is summarized below.

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Beginning Net Position, as previously reported	\$ 240,875,061	\$ 73,022,974
Accounting Change and Error Correction (Note IX)	279,711	-
GASB 101 Implementation	<u>(412,774)</u>	<u>(37,565)</u>
Beginning Net Position, as restated	<u><u>\$ 240,741,998</u></u>	<u><u>\$ 72,985,409</u></u>

## **XII. Subsequent Events**

In July 2025, the County entered into a fleet management agreement with Enterprise Fleet Management for the lease of County vehicles and related maintenance. The initial lease term is sixty months. Cost is dependent on number of vehicles under management, with an expected annual cost of approximately \$180,000.

## **Required Supplemental Financial Data**

- Schedule of Changes in the Net OPEB Liability and Related Ratios
- Schedule of County Contributions (HCB Plan)
- Schedule of Investment Returns (HCB Plan)
- Schedule of Proportionate Share of Net Pension Liability (Asset) for Local Government Employees' Retirement System
- Schedule of Contributions to Local Government Employees' Retirement System
- Schedule of Proportionate Share of Net Pension Liability (Asset) for Register of Deeds Supplemental Pension Fund
- Schedule of Contributions to Register of Deeds' Supplemental Pension Fund
- Schedule of Changes in Net Pension Liability for Law Enforcement Officers' Special Separation Allowance
- Schedule of Net Pension Liability as a Percentage of Covered-Employee Payroll for Law Enforcement Officers' Special Separation Allowance
- Schedule of Employer Contributions for Law Enforcement Officers' Special Separation Allowance
- Schedule of the County's Proportionate Share of the Net Pension Liability (Asset) for Firefighters' and Rescue Squad Workers' Pension Fund

**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
Last Six Fiscal Years

	2025	2024	2023	2022	2021	2020
<b>Total OPEB Liability</b>						
Service Cost	\$ 895,226	\$ 936,428	\$ 1,088,344	\$ 1,682,331	\$ 1,266,569	\$ 1,136,134
Interest	1,285,438	1,205,289	1,175,142	870,081	1,072,607	1,002,796
Changes in benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	(7,345,379)	(296,830)	(1,935,778)	(112,862)	(4,981,469)	(157,201)
Changes of assumptions	(3,866,778)	(1,463,796)	(175,898)	(9,219,051)	6,619,512	1,985,081
Net benefit payments and implicit subsidy credit	(814,530)	(576,874)	(80,206)	(529,561)	(469,377)	(264,671)
Net change in total OPEB liability	(9,846,023)	(195,783)	71,604	(7,309,062)	3,507,842	3,702,139
Total OPEB liability - beginning	33,111,675	33,307,458	33,235,854	40,544,916	29,612,021	25,909,882
Total OPEB liability - ending	\$ 23,265,652	\$ 33,111,675	\$ 33,307,458	\$ 33,235,854	\$ 33,119,863	\$ 29,612,021
<b>Plan Fiduciary Net Position</b>						
Contributions - employer **	\$ 824,800	\$ 587,144	\$ 280,206	\$ 1,029,561	\$ 469,377	\$ 264,671
Contributions - non-employer	-	-	-	-	-	-
Contributions - active member	-	-	-	-	-	-
Net investment income	35,056	29,825	11,438	1,012	-	-
Benefit payments *	(814,530)	(576,874)	(80,206)	(529,561)	(469,377)	(264,671)
Administrative expense	(10,270)	(10,270)	-	-	-	-
Other	-	-	-	-	-	-
Net change in Plan Fiduciary Net Position	35,056	29,825	211,438	501,012	-	-
Plan Fiduciary Net Position - beginning	742,275	712,450	501,012	-	-	-
Plan Fiduciary Net Position - ending	\$ 777,331	\$ 742,275	\$ 712,450	\$ 501,012	\$ -	\$ -
<b>Net OPEB liability - ending</b>	\$ 22,488,321	\$ 32,369,400	\$ 32,595,008	\$ 32,734,842	\$ 33,119,863	\$ 29,612,021
Plan Fiduciary Net Position as a percentage of the Total OPEB Liability	3.34%	2.24%	2.14%	1.51%	0.00%	0.00%
Covered-employee payroll ***	\$ 9,826,894	\$ 12,048,874	\$ 12,048,874	\$ 13,510,330	\$ 13,510,330	\$ 15,073,212
Net OPEB Liability as a percentage of Covered-employee payroll	228.84%	268.65%	270.52%	242.29%	245.14%	196.45%

Notes to Schedule:

\* The benefit payments shown above include the implicit subsidy, if any, for the year. Net benefit payments paid outside the trust are also included.

\*\* Employer contributions include benefit payments and administrative expenses paid outside the Trust.

\*\*\* For years following the valuation date (when no new valuation is performed), covered payroll has been set equal to the covered payroll from the most recent valuation.

The difference of \$7,425,053 between the 2021 ending TOL and the 2022 beginning TOL is due to the change in accounting principles that was adopted for measurement period ending June 30, 2022.

The schedule above is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**Schedule of County Contributions**  
For the Year Ended June 30, 2025

<u>Healthcare Benefits Plan</u>	2025	2024	2023	2022
Actuarially Determined Contribution	\$ 2,883,518	\$ 2,873,248	\$ 2,798,184	\$ 2,798,184
Contributions in Relation to the Actuarially Determined Contribution	824,800	587,144	280,206	1,029,561
Annual contribution deficiency (excess)	2,058,718	2,286,104	2,517,978	1,768,623
Covered payroll *	9,826,894	12,048,874	12,048,874	13,510,330
Actual contributions as a percentage of covered payroll	8.39%	4.87%	2.33%	7.62%

\* For years following the valuation date (when no new valuation is performed), covered payroll has been set equal to the covered payroll from the most recent valuation.

Assumptions used to calculate contribution rates:

Actuarial cost method	Entry age normal
Amortization method	30-year level pay
Amortization period	Decrease each year
Asset valuation method	Market valuation
Inflation	2.50%
Healthcare cost trend rates	7.00% initial, decreasing to 4.50% by 2034
Salary increases	3.25% to 8.41% including inflation and productivity factor
Discount rate as of the measurement date	5.20% per annum, compounded annually
Retirement age	Based on the results of an actuarial experience study for the period January 1, 2015 through December 31, 2019 adopted by the LGERS board
Mortality	Based on the Pub-2010 mortality tables, with adjustments for LGERS experience and generational mortality improvements using Scale MP-2019

**Schedule of Investment Returns**  
For the Year Ended June 30, 2025

<u>Healthcare Benefits Plan</u>	<u>2025</u>
Annual money-weighted rate of return, net of investment expense	3.00%

The schedule above is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)**  
**Local Governmental Employees' Retirement System**  
Last Ten Years \*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
County's proportion of the net pension liability (asset) %	0.286%	0.297%	0.310%	0.292%	0.304%	0.307%	0.289%	0.308%	29.600%	0.296%
County's proportionate share of the net pension liability (asset) \$	\$ 19,254,721	\$ 19,696,531	\$ 17,489,555	\$ 4,480,554	\$ 10,863,571	\$ 8,380,927	\$ 6,849,189	\$ 4,071,873	\$ 6,279,568	\$ 1,267,843
County's covered payroll	\$ 25,450,271	\$ 24,628,568	\$ 22,443,319	\$ 22,548,950	\$ 19,637,203	\$ 19,783,633	\$ 18,309,762	\$ 17,127,313	\$ 15,952,995	\$ 15,466,682
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	75.66%	79.97%	77.93%	19.87%	55.32%	42.36%	37.41%	23.77%	39.36%	8.20%
Plan fiduciary net position as a percentage of the total pension	83.30%	82.49%	84.14%	95.51%	92.00%	94.18%	91.47%	98.09%	98.79%	102.64%

**Schedule of County Contributions**  
**Local Governmental Employees' Retirement System**  
Last Ten Years \*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contributions	\$ 3,821,534	\$ 3,308,455	\$ 3,033,934	\$ 2,568,230	\$ 2,329,521	\$ 1,786,247	\$ 1,570,923	\$ 1,392,260	\$ 1,363,286	\$ 1,150,130
Contributions in relation to the contractually required contribution	3,821,534	3,308,455	3,033,934	2,568,230	2,329,521	1,786,247	1,570,923	1,392,260	1,363,286	1,150,130
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 27,588,709	\$ 25,450,271	\$ 24,628,568	\$ 22,443,319	\$ 22,548,950	\$ 19,637,203	\$ 19,783,633	\$ 18,309,762	\$ 17,127,313	\$ 15,952,995
Contributions as a percentage of covered payroll	15.02%	13.43%	13.52%	11.44%	10.33%	9.10%	7.94%	7.60%	7.96%	7.21%

Notes to the Schedules:

\* The amounts presented for each schedule is for the prior fiscal year

**Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)**  
**Register of Deeds' Supplemental Pension Plan**  
 Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
County's proportion of the net pension liability (asset) %	0.370%	0.384%	0.436%	0.522%	0.421%	0.363%	0.402%	0.393%	0.410%	0.423%
County's proportionate share of the net pension liability (asset) \$	\$ (42,662)	\$ (46,183)	\$ (57,712)	\$ (100,238)	\$ (96,499)	\$ (71,658)	\$ (66,643)	\$ (67,160)	\$ (76,717)	\$ (98,010)
Plan fiduciary net position as a percentage of the total pension	155.80%	135.74%	139.04%	156.53%	153.31%	153.77%	160.17%	197.29%	193.88%	190.50%

**Schedule of County Contributions**  
**Register of Deeds' Supplemental Pension Plan**  
 Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contributions	\$ 3,261	\$ 3,186	\$ 3,430	\$ 4,997	\$ 6,261	\$ 4,032	\$ 3,450	\$ 4,106	\$ 4,121	\$ 3,577
Contributions in relation to the contractually required contribution	3,261	3,186	3,430	4,997	6,261	4,032	3,450	4,106	4,121	3,577
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**Schedule of Changes in Net Pension Liability**  
**Law Enforcement Officers' Special Separation Allowance**  
For the Year Ended June 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017
<b>Total pension liability</b>									
Service Cost	\$ 159,114	\$ 136,582	\$ 182,112	\$ 185,584	\$ 117,395	\$ 102,010	\$ 107,514	\$ 96,646	\$ 96,224
Interest	140,975	140,476	84,350	72,053	84,807	81,417	69,888	71,078	62,364
Benefit changes	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	83,431	117,687	51,351	44,750	115,462	225,938	28,862	94,434	-
Changes of assumption and other inputs	(85,800)	87,164	(606,125)	(103,309)	970,416	78,442	(91,979)	151,785	(48,712)
Benefit payments	(224,994)	(208,664)	(193,915)	(173,072)	(139,344)	(106,842)	(71,566)	(15,819)	(14,938)
Refunds of contributions	-	-	-	-	-	-	-	-	-
<b>Net change in total pension liability</b>	\$ 72,726	\$ 273,245	\$ (482,227)	\$ 26,006	\$ 1,148,736	\$ 380,965	\$ 42,719	\$ 398,124	\$ 94,938
Total pension liability - beginning	\$ 3,636,879	\$ 3,363,634	\$ 3,845,861	\$ 3,819,855	\$ 2,671,119	\$ 2,290,154	\$ 2,247,435	\$ 1,849,311	\$ 1,754,373
Total pension liability - ending	\$ 3,709,605	\$ 3,636,879	\$ 3,363,634	\$ 3,845,861	\$ 3,819,855	\$ 2,671,119	\$ 2,290,154	\$ 2,247,435	\$ 1,849,311
<b>Plan net position</b>									
Contributions - employer	\$ 224,994	\$ 208,664	\$ 193,915	\$ 673,072	\$ 140,143	\$ 107,611	\$ 72,287	\$ 16,081	\$ 15,200
Contributions - member	-	-	-	-	-	-	-	-	-
Net investment income	28,578	119,712	4,403	341	-	-	-	-	-
Benefit payments	(224,994)	(208,664)	(193,915)	(173,072)	(139,344)	(106,842)	(71,566)	(15,819)	(14,938)
Administrative expense	-	-	-	-	(799)	(769)	(721)	(262)	(262)
Refunds of contributions	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Net change in plan net position</b>	\$ 28,578	\$ 119,712	\$ 4,403	\$ 500,341	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Plan net position - beginning</b>	\$ 624,456	\$ 504,744	\$ 500,341	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Plan net position - ending</b>	\$ 653,034	\$ 624,456	\$ 504,744	\$ 500,341	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Net pension liability - ending</b>	\$ 3,056,571	\$ 3,012,423	\$ 2,858,890	\$ 3,345,520	\$ 3,819,855	\$ 2,671,119	\$ 2,290,154	\$ 2,247,435	\$ 1,849,311

The schedule above is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**Schedule of Net Pension Liability as a Percentage of Covered-Employee Payroll**  
**Law Enforcement Officers' Special Separation Allowance**  
For the Year Ended June 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Total pension liability	\$ 3,709,605	\$ 3,636,879	\$ 3,363,634	\$ 3,845,861	\$ 3,819,855	\$ 2,671,119	\$ 2,290,154	\$ 2,247,435	\$ 1,849,311
Plan net position	653,034	624,456	504,744	500,341	-	-	-	-	-
Net pension liability	\$ 3,056,571	\$ 3,012,423	\$ 2,858,890	\$ 3,345,520	\$ 3,819,855	\$ 2,671,119	\$ 2,290,154	\$ 2,247,435	\$ 1,849,311
Ratio of plan net position to total pension liability	17.60%	17.17%	15.01%	13.01%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-employee payroll	\$ 5,116,180	\$ 4,660,996	\$ 4,296,615	\$ 4,102,042	\$ 4,031,450	\$ 3,930,893	\$ 3,759,787	\$ 3,803,620	\$ 3,611,475
Net pension liability as a percentage of covered-employee	59.74%	64.63%	66.54%	81.56%	94.75%	67.95%	60.91%	59.09%	51.21%

**Schedule of Employer Contributions**  
**Law Enforcement Officers' Special Separation Allowance**  
For the Year Ended June 30, 2025

	2025	2024	2023	2022
Actuarially determined employer contribution	\$ 589,519	\$ 607,220	\$ 617,731	\$ 510,570
Actual employer contributions	-	-	-	500,000
Annual contribution deficiency (excess)	589,519	607,220	617,731	10,570
Covered-employee payroll	\$ 5,116,180	\$ 4,660,996	\$ 4,296,615	\$ 4,102,042
Actual contributions as a percentage of covered-employee payroll	0.00%	0.00%	0.00%	12.19%

The schedule above is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)  
Firefighters and Rescue Squad Workers' Pension Fund  
Last Ten Years \***

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
County's proportion of the net pension liability (asset) %	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
County's proportionate share of the net pension liability (asset) \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the County	\$ (13,377)	\$ 22,768	\$ 49,649	\$ (71,322)	\$ 96,268	\$ 110,019	\$ 122,733	\$ 107,436	\$ 67,078	\$ 60,691
Total	\$ (13,377)	\$ 22,768	\$ 49,649	\$ (71,322)	\$ 96,268	\$ 110,019	\$ 122,733	\$ 107,436	\$ 67,078	\$ 60,691
County's covered payroll	\$7,289,083	\$6,754,189	\$6,750,120	\$6,440,887	\$6,454,811	\$5,377,630	\$5,650,344	\$3,592,293	\$3,409,688	\$4,013,300
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-0.18%	0.34%	0.74%	-1.11%	1.49%	2.05%	2.17%	2.99%	1.97%	1.51%
Plan fiduciary net position as a percentage of the total pension	89.69%	89.35%	84.94%	91.40%	93.42%	92.76%	84.94%	91.40%	93.42%	92.76%

Notes to the Schedule:

\* The amounts presented are for the prior fiscal year

The above schedule is intended to show information for ten years. Additional year's information will be displayed as it become available.

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**

(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
<b>Ad valorem taxes:</b>					
Taxes	\$ -	\$ -	\$ 55,803,248	\$ -	\$ 48,387,969
Interest	-	-	147,093	-	100,753
Total	<u>54,247,100</u>	<u>54,294,250</u>	<u>55,950,341</u>	<u>1,656,091</u>	<u>48,488,722</u>
<b>Other taxes and licenses:</b>					
Animal tax	-	-	18,975	-	18,501
Marriage license	-	-	19,620	-	20,640
Franchise tax	-	-	250,737	-	363,201
Deed stamp excise tax	-	-	1,216,929	-	1,339,190
Article 39 local option sales tax	-	-	10,081,790	-	10,039,203
Article 44 local option sales tax	-	-	(16)	-	(22)
Medicaid hold harmless funds	-	-	638,758	-	597,910
Total	<u>10,970,335</u>	<u>11,526,778</u>	<u>12,226,793</u>	<u>700,015</u>	<u>12,378,623</u>
<b>Unrestricted intergovernmental:</b>					
Gasoline tax refund	-	-	248	-	238
Payments in lieu of taxes-outside sources	-	-	11,397	-	47,676
Beer and wine tax	-	-	125,218	-	149,839
Total	<u>166,000</u>	<u>170,500</u>	<u>136,863</u>	<u>(33,637)</u>	<u>197,753</u>
<b>Restricted intergovernmental:</b>					
Federal and State grants	-	-	3,141,356	-	2,760,063
Safe roads act	-	-	4,612	-	3,335
Crime control act	-	-	10,379	-	3,428
Court facility fees	-	-	89,622	-	110,886
Jail fees	-	-	26,459	-	30,659
Officer fees	-	-	77,928	-	91,932
Total	<u>2,787,518</u>	<u>2,812,909</u>	<u>3,350,356</u>	<u>537,447</u>	<u>3,000,303</u>
<b>Permits and fees:</b>					
Ambulance service fees	-	-	1,996,975	-	1,932,527
Beach parking permits	-	-	282,275	-	302,225
Administration and filing fees	-	-	1,691,848	-	742,042
Peddler License Fee	-	-	35	-	-
CIGNA Wellness Reimbursement	-	-	-	-	70
Register of deeds fees	-	-	197,797	-	191,734
Building permit fees	-	-	1,156,600	-	1,013,867
Re-inspection fees	-	-	37,575	-	49,450
Planning fees	-	-	44,956	-	37,314
Payment in Lieu of Open Space	-	-	36,561	-	123,791
Zoning violation fees	-	-	2,000	-	16,910
Homeowners' recovery fees	-	-	5,000	-	5,330
CAMA permits	-	-	-	-	-
Stormwater review fee	-	-	107,307	-	93,865
Street naming fees	-	-	-	-	75
Sheriff fees	-	-	3,819	-	8,645
Animal control fees	-	-	740	-	1,802
Total	<u>5,024,370</u>	<u>5,185,670</u>	<u>5,563,488</u>	<u>377,818</u>	<u>4,519,647</u>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Sales and services:</b>					
Rents	-	-	142,914	-	128,863
Lease revenue	-	-	73,071	-	66,113
Airport fees	-	-	139,713	-	99,763
Vending sales	-	-	18,659	-	22,064
Animal adoption fees	-	-	34,767	-	35,096
Animal reclamation fees	-	-	3,855	-	4,940
EMS revenues	-	-	13,680	-	7,825
Jail housing	-	-	22,198	-	15,954
Sale of fixed assets	-	-	20,351	-	39,408
Sale of materials	-	-	119	-	155
Aviation fuel sales	-	-	509,519	-	635,845
Recreation concessions	-	-	19,424	-	19,784
Recreation fees	-	-	113,924	-	131,369
Total	<u>1,054,960</u>	<u>1,102,941</u>	<u>1,112,194</u>	<u>9,253</u>	<u>1,207,179</u>
<b>Investment earnings</b>	<u>1,625,009</u>	<u>1,677,339</u>	<u>2,120,729</u>	<u>443,390</u>	<u>1,897,447</u>
<b>Miscellaneous:</b>					
Donations	-	-	30,799	-	23,881
Insurance recoveries	-	-	174,900	-	82,432
Interest revenue - leases	-	-	10,340	-	12,264
ABC Education distribution	-	-	57,924	-	19,490
ABC Law enforcement distribution	-	-	41,374	-	20,172
ABC profits	-	-	1,042,901	-	438,888
Other	-	-	16,427	-	54,632
Total	<u>999,500</u>	<u>1,240,836</u>	<u>1,374,665</u>	<u>133,829</u>	<u>651,759</u>
Total revenues	<u>76,874,792</u>	<u>78,011,223</u>	<u>81,835,429</u>	<u>3,824,206</u>	<u>72,341,433</u>
<b>Expenditures</b>					
<b>General government:</b>					
Administration:					
Salaries and employee benefits	-	-	998,276	-	917,278
Other operating expenditures	-	-	99,752	-	90,436
Capital Outlay	-	-	-	-	25,821
Total	<u>1,290,032</u>	<u>1,268,032</u>	<u>1,098,028</u>	<u>170,004</u>	<u>1,033,535</u>
Legal:					
Salaries and employee benefits	-	-	268,777	-	252,224
Other operating expenditures	-	-	72,167	-	55,167
Capital outlay	-	-	6,120	-	-
Total	<u>361,599</u>	<u>392,599</u>	<u>347,064</u>	<u>45,535</u>	<u>307,391</u>
Governing body:					
Salaries and employee benefits	-	-	109,803	-	109,803
Other operating expenditures	-	-	90,377	-	100,713
Total	<u>212,815</u>	<u>254,758</u>	<u>200,180</u>	<u>54,578</u>	<u>210,516</u>
Elections:					
Salaries and employee benefits	-	-	212,603	-	173,956
Other operating expenditures	-	-	86,987	-	81,403
Capital outlay	-	-	61,317	-	-
Total	<u>414,256</u>	<u>434,456</u>	<u>360,907</u>	<u>73,549</u>	<u>255,359</u>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Finance:</b>					
Salaries and employee benefits	-	-	975,980	-	932,154
Other operating expenditures	-	-	141,931	-	144,935
Capital outlay	-	-	-	-	17,509
Total	<u>1,286,091</u>	<u>1,289,941</u>	<u>1,117,911</u>	<u>172,030</u>	<u>1,094,598</u>
<b>Information Technology:</b>					
Salaries and employee benefits	-	-	725,953	-	609,749
Other operating expenditures	-	-	929,135	-	573,482
Capital outlay	-	-	1,070,266	-	542,303
Total	<u>2,728,602</u>	<u>2,755,269</u>	<u>2,725,354</u>	<u>29,915</u>	<u>1,725,534</u>
<b>Other post employment benefits (OPEB):</b>					
Law Enforcement Special Separation Allowance	-	-	-	-	-
Retiree health insurance	-	-	(175,765)	-	154,711
Total	<u>16,500</u>	<u>16,500</u>	<u>(175,765)</u>	<u>192,265</u>	<u>154,711</u>
<b>Human resources:</b>					
Salaries and employee benefits	-	-	359,431	-	356,753
Other operating expenditures	-	-	81,224	-	50,033
Capital outlay	-	-	-	-	-
Total	<u>471,644</u>	<u>479,049</u>	<u>440,655</u>	<u>38,394</u>	<u>406,786</u>
<b>Taxes:</b>					
Salaries and employee benefits	-	-	528,138	-	491,255
Other operating expenditures	-	-	216,492	-	225,116
Total	<u>788,395</u>	<u>804,395</u>	<u>744,630</u>	<u>59,765</u>	<u>716,371</u>
<b>Public works:</b>					
Salaries and employee benefits	-	-	717,987	-	725,821
Other operating expenditures	-	-	602,211	-	485,059
Capital outlay	-	-	335,526	-	180,516
Total	<u>2,004,127</u>	<u>2,139,803</u>	<u>1,655,724</u>	<u>484,079</u>	<u>1,391,396</u>
<b>Public Utilities:</b>					
Salaries and employee benefits	-	-	352,391	-	346,275
Other operating expenditures	-	-	17,467	-	7,934
Total	<u>424,988</u>	<u>424,988</u>	<u>369,858</u>	<u>55,130</u>	<u>354,209</u>
<b>Engineering</b>					
Salaries and employee benefits	-	-	282,215	-	242,919
Other operating expenditures	-	-	4,336	-	5,630
Capital outlay	-	-	-	-	37,919
Total	<u>309,054</u>	<u>309,054</u>	<u>286,551</u>	<u>22,503</u>	<u>286,468</u>
<b>Register of deeds:</b>					
Salaries and employee benefits	-	-	337,126	-	347,904
Other operating expenditures	-	-	640,228	-	676,501
Capital outlay	-	-	24,993	-	147,471
Total	<u>1,013,564</u>	<u>1,024,107</u>	<u>1,002,347</u>	<u>21,760</u>	<u>1,171,876</u>
<b>Court facilities:</b>					
Operating expenditures	-	-	194,203	-	234,050
Capital outlay	-	-	77,783	-	120,588
Total	<u>390,792</u>	<u>450,762</u>	<u>271,986</u>	<u>178,776</u>	<u>354,638</u>
<b>Agency appropriations:</b>					
Operating expenditures	-	-	40,300	-	40,300
Total	<u>40,500</u>	<u>40,500</u>	<u>40,300</u>	<u>200</u>	<u>40,300</u>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
Central services:					
Operating expenditures	-	-	892,771	-	1,155,410
Total	894,823	952,803	892,771	60,032	1,155,410
Disaster recovery:					
Salaries and employee benefits	-	-	116,583	-	-
Total	-	-	116,583	-	-
Total general government	12,647,782	13,037,016	11,495,084	1,541,932	10,659,098
<b>Public safety:</b>					
Sheriff:					
Salaries and employee benefits	-	-	9,110,397	-	8,054,357
Other operating expenditures	-	-	982,581	-	910,563
Capital outlay	-	-	1,088,741	-	1,908,267
Total	11,251,520	11,441,281	11,181,719	259,562	10,873,187
Detention center					
Salaries and employee benefits	-	-	1,903,959	-	1,751,038
Other operating expenditures	-	-	726,646	-	655,596
Capital outlay	-	-	51,764	-	35,661
Total	3,135,309	3,135,309	2,682,369	452,940	2,442,295
Animal control:					
Salaries and employee benefits	-	-	686,124	-	660,834
Other operating expenditures	-	-	185,057	-	173,565
Capital outlay	-	-	-	-	50,955
Total	974,788	993,053	871,181	121,872	885,354
Jury commission:					
Operating expenditures	-	-	3,595	-	2,989
Total	3,995	3,995	3,595	400	2,989
Emergency medical services:					
Salaries and employee benefits	-	-	5,732,753	-	5,245,744
Other operating expenditures	-	-	936,476	-	831,585
Capital outlay	-	-	438,072	-	817,318
Total	8,301,998	9,492,958	7,107,301	2,385,657	6,894,647
Emergency management:					
Salaries and employee benefits	-	-	219,150	-	207,727
Other operating expenditures	-	-	72,497	-	113,713
Capital outlay	-	-	626,226	-	97,782
Total	946,621	1,001,452	917,873	83,579	419,222
Communications:					
Salaries and employee benefits	-	-	926,105	-	972,006
Other operating expenditures	-	-	282,870	-	283,339
Capital outlay	-	-	141,798	-	10,046
Total	1,690,288	1,690,288	1,350,773	339,515	1,265,391
Building Inspections:					
Salaries and employee benefits	-	-	1,046,757	-	932,281
Other operating expenditures	-	-	102,522	-	197,068
Capital outlay	-	-	38,514	-	195,766
Total	1,367,698	1,497,792	1,187,793	309,999	1,325,115

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Fire prevention:</b>					
Salaries and employee benefits	-	-	184,779	-	154,171
Other operating expenditures	-	-	64,612	-	88,820
Capital outlay	-	-	188,154	-	10,020
Total	<u>511,036</u>	<u>511,536</u>	<u>437,545</u>	<u>73,991</u>	<u>253,011</u>
<b>Volunteer fire departments:</b>					
Carova Beach Volunteer Fire Department	-	-	265,715	-	370,693
Crawford Volunteer Fire Department	-	-	317,215	-	311,446
Lower Currituck Volunteer Fire Department	-	-	336,305	-	336,373
Moyock Volunteer Fire Department	-	-	243,804	-	263,594
Intra-departmental Fire Services	-	-	305,204	-	304,017
Total	<u>1,519,351</u>	<u>1,577,396</u>	<u>1,468,243</u>	<u>109,153</u>	<u>1,586,123</u>
<b>Medical examiner:</b>					
Contracted services	-	-	23,000	-	27,600
Total	<u>40,000</u>	<u>40,000</u>	<u>23,000</u>	<u>17,000</u>	<u>27,600</u>
<b>Public Safety Building</b>					
Salaries and employee benefits	-	-	55,823	-	-
Other operating expenditures	-	-	205,309	-	178,491
Capital outlay	-	-	13,201	-	-
Total	<u>281,614</u>	<u>318,114</u>	<u>274,333</u>	<u>43,781</u>	<u>178,491</u>
Total public safety	<u>30,024,218</u>	<u>31,703,174</u>	<u>27,505,725</u>	<u>4,197,449</u>	<u>26,153,425</u>
<b>Transportation:</b>					
<b>Airport:</b>					
Salaries and employee benefits	-	-	234,423	-	216,144
Other operating expenditures	-	-	428,165	-	595,005
Capital outlay	-	-	71,026	-	69,534
Total	<u>1,084,089</u>	<u>1,101,314</u>	<u>733,614</u>	<u>367,700</u>	<u>880,683</u>
<b>Inter-county transportation:</b>					
Contracted services	-	-	18,828	-	23,931
Total	<u>56,142</u>	<u>56,142</u>	<u>18,828</u>	<u>37,314</u>	<u>23,931</u>
Total transportation	<u>1,140,231</u>	<u>1,157,456</u>	<u>752,442</u>	<u>405,014</u>	<u>904,614</u>
<b>Environmental protection:</b>					
<b>Forestry:</b>					
Contracted services	-	-	77,030	-	74,064
Total	<u>100,000</u>	<u>100,000</u>	<u>77,030</u>	<u>22,970</u>	<u>74,064</u>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
Soil and water conservation:					
Salaries and employee benefits	-	-	135,047	-	122,655
Other operating expenditures	-	-	101,714	-	18,441
Total	<u>167,043</u>	<u>217,943</u>	<u>236,761</u>	<u>(18,818)</u>	<u>141,096</u>
Total environmental protection	<u>267,043</u>	<u>317,943</u>	<u>313,791</u>	<u>4,152</u>	<u>215,160</u>
<b>Economic and physical development:</b>					
Cooperative extension:					
Salaries and employee benefits	-	-	228,813	-	208,611
Other operating expenditures	-	-	397,686	-	408,991
Capital outlay	-	-	-	-	7,251
Total	<u>738,144</u>	<u>786,651</u>	<u>626,499</u>	<u>160,152</u>	<u>624,853</u>
Planning and inspections:					
Salaries and employee benefits	-	-	807,759	-	789,555
Other operating expenditures	-	-	189,644	-	255,122
Capital outlay	-	-	38,514	-	44,230
Total	<u>1,491,049</u>	<u>1,518,964</u>	<u>1,035,917</u>	<u>483,047</u>	<u>1,088,907</u>
Total economic and physical development	<u>2,229,193</u>	<u>2,305,615</u>	<u>1,662,416</u>	<u>643,199</u>	<u>1,713,760</u>
<b>Human services:</b>					
Health:					
Contracted services	-	-	389,482	-	349,773
Total	<u>394,963</u>	<u>394,963</u>	<u>389,482</u>	<u>5,481</u>	<u>349,773</u>
Mental health:					
Contracted services	-	-	72,904	-	72,904
Total	<u>83,893</u>	<u>83,893</u>	<u>72,904</u>	<u>10,989</u>	<u>72,904</u>
Social services:					
Administration:					
Salaries and employee benefits	-	-	3,239,882	-	2,838,424
Other operating expenditures	-	-	800,246	-	653,476
Capital outlay	-	-	104,997	-	107,642
Total	<u>4,976,928</u>	<u>5,616,394</u>	<u>4,145,125</u>	<u>1,471,269</u>	<u>3,599,542</u>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025		Actual	Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts				Actual
	Original	Final			
<b>Public Assistance:</b>					
Electronic issuance	-	-	2,154	-	2,562
Medical Transportation	-	-	8,479	-	13,030
Special assistance for adults	-	-	99,538	-	96,401
State foster care and boarding home	-	-	108,076	-	121,958
Title IV-E foster care	-	-	10,719	-	23,909
Special assistance for the blind	-	-	1,221	-	1,184
Title IV-E adoption assistance	-	-	21,436	-	23,096
Title IV-B adoption assistance	-	-	41,602	-	33,342
Home care block grant	-	-	6,240	-	64,034
LINKS special assistance	-	-	-	-	-
Other assistance	-	-	125,422	-	76,179
<b>Total</b>	<b>833,001</b>	<b>819,999</b>	<b>424,887</b>	<b>395,112</b>	<b>455,695</b>
<b>Total social services</b>	<b>5,809,929</b>	<b>6,436,393</b>	<b>4,570,012</b>	<b>1,866,381</b>	<b>4,055,237</b>
<b>Juvenile crime prevention control</b>					
JCPC council	-	-	6,336	-	11,661
Partnership of adolescents and support services	-	-	111,289	-	101,790
Restitution	-	-	14,962	-	14,948
<b>Total</b>	<b>133,239</b>	<b>133,239</b>	<b>132,587</b>	<b>652</b>	<b>128,399</b>
<b>Total human services</b>	<b>6,422,024</b>	<b>7,048,488</b>	<b>5,164,985</b>	<b>1,883,503</b>	<b>4,606,313</b>
<b>Cultural and recreational:</b>					
<b>Senior citizens centers:</b>					
Salaries and employee benefits	-	-	323,654	-	302,167
Other operating expenditures	-	-	134,793	-	126,527
Capital outlay	-	-	56,936	-	-
<b>Total</b>	<b>532,135</b>	<b>531,635</b>	<b>515,383</b>	<b>16,252</b>	<b>428,694</b>
<b>Libraries:</b>					
Salaries and employee benefits	-	-	606,672	-	633,952
Other operating expenditures	-	-	97,891	-	92,946
Capital outlay	-	-	39,454	-	6,865
<b>Total</b>	<b>878,282</b>	<b>878,282</b>	<b>744,017</b>	<b>134,265</b>	<b>733,763</b>
<b>Parks and Recreation:</b>					
Salaries and employee benefits	-	-	633,640	-	609,872
Other operating expenditures	-	-	451,746	-	454,265
Capital outlay	-	-	132,544	-	391,958
<b>Total</b>	<b>1,289,314</b>	<b>1,331,416</b>	<b>1,217,930</b>	<b>113,486</b>	<b>1,456,095</b>
<b>Rural Center</b>					
Salaries and employee benefits	-	-	204,998	-	170,818
Other operating expenditures	-	-	42,538	-	47,515
Capital outlay	-	-	32,817	-	12,208
<b>Total</b>	<b>304,369</b>	<b>304,369</b>	<b>280,353</b>	<b>24,016</b>	<b>230,541</b>
<b>Total cultural and recreational</b>	<b>3,004,100</b>	<b>3,045,702</b>	<b>2,757,683</b>	<b>288,019</b>	<b>2,849,093</b>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Budget Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Education:</b>					
Public schools - current	-	-	14,691,055	-	13,035,602
Public schools - capital outlay	-	-	1,535,000	-	1,400,000
Community college	-	-	300,612	-	243,927
Total education	<u>16,513,202</u>	<u>16,527,054</u>	<u>16,526,667</u>	<u>387</u>	<u>14,679,529</u>
<b>Debt service:</b>					
Principal retirement	-	-	401,729	-	6,126,977
Interest and other charges	-	-	48,251	-	1,521,622
Total debt service	<u>458,000</u>	<u>458,000</u>	<u>449,980</u>	<u>8,020</u>	<u>7,648,599</u>
Total expenditures	<u>72,705,793</u>	<u>75,600,448</u>	<u>66,628,773</u>	<u>8,971,675</u>	<u>69,429,591</u>
<b>Revenues over (under) expenditures</b>	<u>4,168,999</u>	<u>2,410,775</u>	<u>15,206,656</u>	<u>12,795,881</u>	<u>2,911,842</u>
<b>Other financing sources (uses):</b>					
Lease liability issued	48,525	48,525	437,862	-	641,161
IT subscription agreement	-	-	30,724	-	482,799
Transfers to other funds:					
Special Revenue Funds	(4,336,194)	(4,336,194)	(4,336,194)	-	(3,129,296)
Debt Service Fund	(6,288,500)	(6,288,500)	(6,288,500)	-	-
Proprietary Funds	-	(837,000)	(800,000)	37,000	(1,200,000)
Capital Projects Funds	-	-	-	-	(688,785)
Total transfers to other funds	<u>(10,624,694)</u>	<u>(11,461,694)</u>	<u>(11,424,694)</u>	<u>37,000</u>	<u>(5,018,081)</u>
Transfers from other funds:					
Special Revenue Funds	596,252	596,252	399,337	-	8,104,291
Capital Projects Funds	5,630,000	5,630,000	4,351,228	-	3,031,759
Total transfers from other funds	<u>6,226,252</u>	<u>6,226,252</u>	<u>4,750,565</u>	<u>(1,475,687)</u>	<u>11,136,050</u>
Total other financing sources (uses)	<u>(4,349,917)</u>	<u>(5,186,917)</u>	<u>(6,205,543)</u>	<u>(1,018,626)</u>	<u>7,241,929</u>
<b>Revenues and other financing sources over expenditures and other financing uses</b>	<u>(180,918)</u>	<u>(2,776,142)</u>	<u>9,001,113</u>	<u>11,777,255</u>	<u>10,153,771</u>
Appropriated fund balance	<u>180,918</u>	<u>2,776,142</u>	<u>-</u>	<u>(2,776,142)</u>	<u>-</u>
<b>Revenues, other sources, and appropriated fund balance over (under) expenditures and other financing uses</b>	<u>\$ -</u>	<u>\$ -</u>	<u>9,001,113</u>	<u>\$ 9,001,113</u>	<u>10,153,771</u>
<b>Fund balances:</b>					
Beginning of year, July 1			<u>46,060,609</u>		<u>35,906,838</u>
End of year, June 30			<u>\$ 55,061,722</u>		<u>\$ 46,060,609</u>

**County of Currituck, North Carolina**  
**Revaluation Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Investment earnings	\$ -	\$ -	\$ 40,252	\$ 40,252	\$ 40,806
<b>Expenditures</b>					
General government:	-	-	-	-	-
Total expenditures	121,000	121,000	-	121,000	-
Revenues over (under) expenditures	(121,000)	(121,000)	40,252	161,252	40,806
<b>Other financing sources</b>					
Transfer from General Fund	121,000	121,000	121,000	-	121,000
Revenues and other financing sources over (under) expenditures	\$ -	\$ -	161,252	\$ 161,252	161,806
Fund balances:					
Beginning of year, July 1			1,016,568		854,762
End of year, June 30			<u>\$ 1,177,820</u>		<u>\$ 1,016,568</u>

**County of Currituck, North Carolina**  
**Land Banking Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Investment earnings	\$ -	\$ -	\$ 116,099	\$ 116,099	\$ 136,981
Total revenues	<u>-</u>	<u>-</u>	<u>116,099</u>	<u>116,099</u>	<u>136,981</u>
<b>Expenditures</b>					
Education:					
Capital outlay	-	-	445	-	193,916
Total expenditures	<u>200,000</u>	<u>200,000</u>	<u>445</u>	<u>199,555</u>	<u>193,916</u>
Revenues over (under) expenditures	<u>(200,000)</u>	<u>(200,000)</u>	<u>115,654</u>	<u>315,654</u>	<u>(56,935)</u>
<b>Other financing sources (uses)</b>					
Transfers from Transfer Tax Capital Fund	200,000	200,000	200,000	-	200,000
Total other financing sources (uses)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>200,000</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>315,654</u>	<u>\$ 315,654</u>	<u>143,065</u>
<b>Fund balances:</b>					
Beginning of year, July 1			<u>3,021,542</u>		<u>2,878,477</u>
End of year, June 30			<u>\$ 3,337,196</u>		<u>\$ 3,021,542</u>

County of Currituck, North Carolina  
 Combining Balance Sheet  
 Non-Major Governmental Funds  
 June 30, 2025

	Multi-year Grant Fund	Emergency Telephone System Fund	Corolla Fire District Fund	Guinea Mill Watershed Improvement Fund	Hog Bridge Ditch Watershed Improvement Fund	Moyock Watershed Improvement Fund	Northwest Watershed Improvement Fund	Ocean Sands North/Crown Pointe Watershed Improvement Fund	Whalehead Watershed Improvement Fund	Whalehead Beach Solid Waste Service District	Knotts Island Fire District Fund
<b>Assets</b>											
Cash and cash equivalents	\$ 264,218	\$ 454,257	\$ -	\$ 230,848	\$ 17,879	\$ 916,775	\$ 59,626	\$ -	\$ -	\$ 305,933	\$ -
Restricted cash	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	4,124,283	-	-	-	-	2,504,296	1,735,069	-	1,154,022
Accounts receivable, net	-	7,805	13,400	-	-	-	-	11,227	2,463	-	5,140
Taxes receivable, net	-	-	10,286	56	55	3,107	63	3,903	673	101	4,507
Due from other governments	-	15,187	988	-	94	2,429	12	-	188	28	1,045
<b>Total assets</b>	<b>\$ 264,218</b>	<b>\$ 477,249</b>	<b>\$ 4,148,957</b>	<b>\$ 230,904</b>	<b>\$ 18,028</b>	<b>\$ 922,311</b>	<b>\$ 59,701</b>	<b>\$ 2,519,426</b>	<b>\$ 1,738,393</b>	<b>\$ 306,062</b>	<b>\$ 1,164,714</b>
<b>Liabilities and Fund Balances</b>											
<b>Liabilities:</b>											
Accounts payable and accrued liabilities	\$ 34,152	\$ 393	\$ 361,697	\$ -	\$ -	\$ 61	\$ -	\$ 41,265	\$ 17,607	\$ 9,880	\$ 151,882
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>34,152</b>	<b>393</b>	<b>361,697</b>	<b>-</b>	<b>-</b>	<b>61</b>	<b>-</b>	<b>41,265</b>	<b>17,607</b>	<b>9,880</b>	<b>151,882</b>
<b>Deferred Inflows of Resources</b>											
Taxes receivable	-	-	10,286	56	55	3,107	63	3,903	673	101	4,507
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>10,286</b>	<b>56</b>	<b>55</b>	<b>3,107</b>	<b>63</b>	<b>3,903</b>	<b>673</b>	<b>101</b>	<b>4,507</b>
<b>Fund balances:</b>											
<b>Restricted:</b>											
Stabilization by State Statute	-	22,992	14,388	-	94	2,429	12	11,227	2,651	28	6,185
Emergency Telephone System	-	453,864	-	-	-	-	-	-	-	-	-
Watershed Improvements	-	-	-	230,848	17,879	916,714	59,626	2,463,031	1,717,462	-	-
Whalehead Beach Solid Waste	-	-	-	-	-	-	-	-	-	296,053	-
Carova Beach Road Service District	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-
Public safety	230,066	-	3,762,586	-	-	-	-	-	-	-	1,002,140
Environmental protection	-	-	-	-	-	-	-	-	-	-	-
Capital assets	-	-	-	-	-	-	-	-	-	-	-
<b>Committed:</b>											
Fire Equipment	-	-	-	-	-	-	-	-	-	-	-
<b>Assigned:</b>											
Subsequent year's expenditures	-	-	-	-	-	-	-	-	-	-	-
<b>Unassigned</b>											
<b>Total fund balances</b>	<b>230,066</b>	<b>476,856</b>	<b>3,776,974</b>	<b>230,848</b>	<b>17,973</b>	<b>919,143</b>	<b>59,638</b>	<b>2,474,258</b>	<b>1,720,113</b>	<b>296,081</b>	<b>1,008,325</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 264,218</b>	<b>\$ 477,249</b>	<b>\$ 4,148,957</b>	<b>\$ 230,904</b>	<b>\$ 18,028</b>	<b>\$ 922,311</b>	<b>\$ 59,701</b>	<b>\$ 2,519,426</b>	<b>\$ 1,738,393</b>	<b>\$ 306,062</b>	<b>\$ 1,164,714</b>

County of Currituck, North Carolina  
 Combining Balance Sheet  
 Non-Major Governmental Funds  
 June 30, 2025

Opioid Settlement Fund	Carova Beach Service District Fund	Local Assistance and Tribal Consistency Fund	Social Services Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fees Fund	Total Non-Major Special Revenue Funds	Fire Equipment Replacement Fund	Capital Improvements Fund	School Capital Fund	Total Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
\$ -	\$ 63,564	\$ -	\$ 14,420	\$ -	\$ 2,722	\$ 2,330,242	\$ -	\$ -	\$ -	\$ -	\$ 2,330,242
686,063	-	34,274	-	-	-	720,337	-	-	-	-	720,337
-	-	-	-	-	-	9,517,670	2,101,493	14,004,790	1,505,302	17,611,585	27,129,255
-	-	-	-	-	-	40,035	-	-	-	-	40,035
-	648	-	-	-	-	23,399	-	-	-	-	23,399
1,367,138	95	-	-	18,977	-	1,406,181	-	1,239,571	1,182,281	2,421,852	3,828,033
<u>\$ 2,053,201</u>	<u>\$ 64,307</u>	<u>\$ 34,274</u>	<u>\$ 14,420</u>	<u>\$ 18,977</u>	<u>\$ 2,722</u>	<u>\$ 14,037,864</u>	<u>\$ 2,101,493</u>	<u>\$ 15,244,361</u>	<u>\$ 2,687,583</u>	<u>\$ 20,033,437</u>	<u>\$ 34,071,301</u>
\$ 69	\$ 6	\$ -	\$ -	\$ 18,977	\$ 2,722	\$ 638,711	\$ -	\$ -	\$ -	\$ -	\$ 638,711
1,470,889	-	-	-	-	-	1,470,889	-	-	-	-	1,470,889
<u>1,470,958</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>18,977</u>	<u>2,722</u>	<u>2,109,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,109,600</u>
-	648	-	-	-	-	23,399	-	-	-	-	23,399
-	648	-	-	-	-	23,399	-	-	-	-	23,399
-	95	-	-	-	-	60,101	-	1,239,571	1,182,281	2,421,852	2,481,953
-	-	-	-	-	-	453,864	-	-	-	-	453,864
-	-	-	-	-	-	5,405,560	-	-	-	-	5,405,560
-	-	-	-	-	-	296,053	-	-	-	-	296,053
-	63,558	-	-	-	-	63,558	-	-	-	-	63,558
582,243	-	-	14,420	-	-	596,663	-	-	-	-	596,663
-	-	-	-	-	-	4,994,792	-	-	-	-	4,994,792
-	-	-	-	-	-	-	-	-	-	-	-
-	-	34,274	-	-	-	34,274	-	14,004,790	1,505,302	15,510,092	15,544,366
-	-	-	-	-	-	-	2,101,493	-	-	2,101,493	2,101,493
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
<u>582,243</u>	<u>63,653</u>	<u>34,274</u>	<u>14,420</u>	<u>-</u>	<u>-</u>	<u>11,904,865</u>	<u>2,101,493</u>	<u>15,244,361</u>	<u>2,687,583</u>	<u>20,033,437</u>	<u>31,938,302</u>
<u>\$ 2,053,201</u>	<u>\$ 64,307</u>	<u>\$ 34,274</u>	<u>\$ 14,420</u>	<u>\$ 18,977</u>	<u>\$ 2,722</u>	<u>\$ 14,037,864</u>	<u>\$ 2,101,493</u>	<u>\$ 15,244,361</u>	<u>\$ 2,687,583</u>	<u>\$ 20,033,437</u>	<u>\$ 34,071,301</u>

County of Currituck, North Carolina  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2025

	Multi-year Grant Fund	Emergency Telephone System Fund	Corolla Fire District Fund	Guinea Mill Watershed Improvement Fund	Hog Ditch Watershed Improvement Fund	Moyock Watershed Improvement Fund	Northwest Watershed Improvement Fund	Ocean Sands North/Crown Point Watershed Improvement Fund	Whalehead Watershed Improvement Fund	Whalehead Beach Solid Waste Service District	Knotts Island Fire District Fund
<b>Revenues</b>											
Ad valorem taxes	\$ -	\$ -	\$ 2,803,537	\$ 5	\$ 8,915	\$ 255,428	\$ 4,406	\$ 1,472,438	\$ 717,715	\$ 107,658	\$ 191,977
Other taxes and licenses	-	182,245	-	-	-	-	-	-	-	-	-
Restricted intergovernmental	-	23,385	-	-	-	-	-	-	-	-	-
Permits	-	-	-	-	-	-	-	-	-	-	-
Sales and services	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	7,150	-	-
Investment earnings	7,124	9,544	151,302	8,227	526	31,517	2,071	85,244	61,360	12,659	46,945
Total revenues	7,124	215,174	2,954,839	8,232	9,441	286,945	6,477	1,557,682	786,225	120,317	238,922
<b>Expenditures</b>											
Current:											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	137,681	4,320,040	-	-	-	-	-	-	-	1,655,207
Human services	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-
Environmental protection	101,952	-	-	27	224	77,067	150	1,239,321	318,957	142,947	-
Total expenditures	101,952	137,681	4,320,040	27	224	77,067	150	1,239,321	318,957	142,947	1,655,207
Revenue over (under) expenditures	(94,828)	77,493	(1,365,201)	8,205	9,217	209,878	6,327	318,361	467,268	(22,630)	(1,416,285)
<b>Other financing sources (uses)</b>											
Transfer from other funds	96,000	-	2,509,102	-	-	-	-	-	-	-	1,656,092
Transfers to other funds	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	96,000	-	2,509,102	-	-	-	-	-	-	-	1,656,092
Net change in fund balances	1,172	77,493	1,143,901	8,205	9,217	209,878	6,327	318,361	467,268	(22,630)	239,807
Fund balances, beginning, as previously reported	228,894	399,363	2,633,073	222,643	8,756	709,265	53,311	2,155,897	1,252,845	318,711	768,518
Restatement	-	-	-	-	-	-	-	-	-	-	-
Fund balances, beginning, as restated	228,894	399,363	2,633,073	222,643	8,756	709,265	53,311	2,155,897	1,252,845	318,711	768,518
Fund balances, ending	\$ 230,066	\$ 476,856	\$ 3,776,974	\$ 230,848	\$ 17,973	\$ 919,143	\$ 59,638	\$ 2,474,258	\$ 1,720,113	\$ 296,081	\$ 1,008,325

**County of Currituck, North Carolina**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended June 30, 2025**

Opioid Fund	Local Assistance and		Social Services Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fees Fund	Total Non-Major Special Revenue Funds	Fire Equipment Replacement Fund	Capital Improvements Fund	School Capital Fund	Total Non-major Capital Projects Funds	Total Non-Major Governmental Funds
	Carova Beach Service District Fund	Tribal Consistency Fund									
\$ -	\$ 72,943	\$ -	\$ -	\$ -	\$ -	\$ 5,635,022	\$ -	\$ -	\$ -	\$ -	\$ 5,635,022
-	-	-	-	-	-	182,245	-	4,420,708	4,065,619	8,486,327	8,668,572
298,170	-	-	197,660	-	30,510	549,725	-	-	-	-	549,725
-	27,550	-	-	-	-	27,550	-	-	-	-	27,550
-	-	-	-	273,478	-	273,478	-	-	-	-	273,478
-	-	-	-	-	-	7,150	-	-	-	-	7,150
23,831	2,806	1,929	9	-	-	445,094	82,730	466,995	57,270	606,995	1,052,089
322,001	103,299	1,929	197,669	273,478	30,510	7,120,264	82,730	4,887,703	4,122,889	9,093,322	16,213,586
28,177	-	36,000	-	273,478	30,510	368,165	-	-	-	-	368,165
-	-	-	-	-	-	6,112,928	608,647	-	-	608,647	6,721,575
-	-	-	198,751	-	-	198,751	-	-	-	-	198,751
-	-	-	-	-	-	-	-	-	-	-	-
-	114,542	-	-	-	-	1,995,187	-	-	-	-	1,995,187
28,177	114,542	36,000	198,751	273,478	30,510	8,675,031	608,647	-	-	608,647	9,283,678
293,824	(11,243)	(34,071)	(1,082)	-	-	(1,554,767)	(525,917)	4,887,703	4,122,889	8,484,675	6,929,908
-	30,000	-	-	-	-	4,291,194	847,032	-	-	847,032	5,138,226
-	-	-	-	-	-	-	-	(2,816,228)	(4,313,481)	(7,129,709)	(7,129,709)
-	30,000	-	-	-	-	4,291,194	847,032	(2,816,228)	(4,313,481)	(6,282,677)	(1,991,483)
293,824	18,757	(34,071)	(1,082)	-	-	2,736,427	321,115	2,071,475	(190,592)	2,201,998	4,938,425
8,708	44,896	68,345	15,502	-	-	8,888,727	1,780,378	13,172,886	2,878,175	17,831,439	26,720,166
279,711	-	-	-	-	-	279,711	-	-	-	-	279,711
288,419	44,896	68,345	15,502	-	-	9,168,438	1,780,378	13,172,886	2,878,175	17,831,439	26,999,877
\$ 582,243	\$ 63,653	\$ 34,274	\$ 14,420	\$ -	\$ -	\$ 11,904,865	\$ 2,101,493	\$ 15,244,361	\$ 2,687,583	\$ 20,033,437	\$ 31,938,302

**County of Currituck, North Carolina**  
**Multi-Year Grant Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual			Variance Increase (Decrease)
		Prior Year	Current Year	Total to Date	
<b>Revenues</b>					
Restricted intergovernmental:					
Hurricane Dorian Watershed Restoration	\$ 142,247	\$ 100,313	\$ -	\$ 100,313	\$ (41,934)
ARCD Grant - Tulls Bay/Baxter 52330-448209	10,000	-	-	-	(10,000)
ARCD Grant Currituck Watershed	10,000	10,000	-	10,000	-
NCDEQ Grant CW23626	-	9,949	-	9,949	9,949
NCDEQ Grant CW36009	35,000	35,000	-	35,000	-
NCLWF Grant 2021-805	39,600	35,640	-	35,640	(3,960)
StRAP Grant 22-080-4002	293,600	293,599	-	293,599	-
Investment earnings	-	99,366	7,124	106,490	106,490
Total revenues	<u>530,447</u>	<u>583,867</u>	<u>7,124</u>	<u>590,991</u>	<u>60,545</u>
<b>Expenditures</b>					
Environmental protection:					
Hurricane Dorian Watershed Restoration	142,247	142,247	-	142,247	-
ARCD Grant - Tulls Bay/Baxter 52330-448209	10,000	-	-	-	10,000
ARCD Grant Currituck Watershed	10,000	10,000	-	10,000	-
NCDEQ Grant CW36009 RCCP Phase 3	35,000	35,000	-	35,000	-
NCLWF Grant 2021-805 Coinjock	39,600	39,600	-	39,600	-
Steamflow Rehab Assist (StRAP)	293,600	293,599	-	293,599	-
Shoreline Stability Study	1,025,525	863,623	101,952	965,575	59,950
Total environmental protection	<u>1,555,972</u>	<u>1,384,069</u>	<u>101,952</u>	<u>1,486,021</u>	<u>69,950</u>
Total expenditures	<u>1,555,972</u>	<u>1,384,069</u>	<u>101,952</u>	<u>1,486,021</u>	<u>69,950</u>
Revenues under expenditures	<u>(1,025,525)</u>	<u>(800,202)</u>	<u>(94,828)</u>	<u>(895,030)</u>	<u>130,495</u>
<b>Other financing sources</b>					
Transfers from Occupancy Tax Fund	1,025,525	1,025,525	96,000	1,121,525	96,000
Transfers from General Fund	-	3,571	-	3,571	3,571
Total other financing sources	<u>1,025,525</u>	<u>1,029,096</u>	<u>96,000</u>	<u>1,125,096</u>	<u>99,571</u>
Revenues and other financing sources over (under) expenditures	<u>\$ -</u>	<u>\$ 228,894</u>	<u>1,172</u>	<u>\$ 230,066</u>	<u>\$ 230,066</u>
Fund balance:					
Beginning of year, July 1			228,894		
End of Year, June 30			<u>\$ 230,066</u>		

**County of Currituck, North Carolina**  
**Emergency Telephone System Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Other taxes and licenses:					
911 system subscriber fees	\$ 186,913	\$ 186,913	\$ 182,245	\$ (4,668)	\$ 243,126
Restricted intergovernmental:					
Emergency management grant	-	292,532	23,385	(269,147)	1,695,830
Investment earnings	4,000	4,000	9,544	5,544	5,721
Total revenues	<u>190,913</u>	<u>483,445</u>	<u>215,174</u>	<u>(268,271)</u>	<u>1,944,677</u>
<b>Expenditures</b>					
Public safety					
Operating expenses	-	-	98,729	-	90,994
Capital outlay	-	-	15,567	-	-
Capital outlay - grant funds	-	-	23,385	-	1,693,830
Total expenditures	<u>327,980</u>	<u>622,512</u>	<u>137,681</u>	<u>484,831</u>	<u>1,784,824</u>
Revenues over (under) expenditures	<u>(137,067)</u>	<u>(139,067)</u>	<u>77,493</u>	<u>216,560</u>	<u>159,853</u>
Other financing sources:					
Transfers from general fund	-	-	-	-	-
Revenues and other financing sources over expenditures	(137,067)	(139,067)	77,493	216,560	159,853
Appropriated fund balance	<u>137,067</u>	<u>139,067</u>	<u>-</u>	<u>(139,067)</u>	<u>-</u>
Revenues, other financing sources, and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>77,493</u>	<u>\$ 77,493</u>	<u>159,853</u>
Fund balances:					
Beginning of year, July 1			399,363		239,510
End of year, June 30			<u>\$ 476,856</u>		<u>\$ 399,363</u>

**County of Currituck, North Carolina**  
**Corolla Fire District Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 2,792,942	\$ -	\$ 2,041,390
Prior years	-	-	7,114	-	4,253
Interest	-	-	3,481	-	2,468
Total ad valorem taxes	<u>2,762,354</u>	<u>2,762,354</u>	<u>2,803,537</u>	<u>41,183</u>	<u>2,048,111</u>
Permits	-	-	-	-	1,000
Investment earnings	-	-	151,302	151,302	177,073
Total revenues	<u>2,762,354</u>	<u>2,762,354</u>	<u>2,954,839</u>	<u>192,485</u>	<u>2,226,184</u>
<b>Expenditures</b>					
Public Safety:					
Salaries and benefits	-	-	3,907,889	-	3,823,275
Operating expenses	-	-	184,356	-	166,246
Capital outlay	-	-	8,002	-	322,976
Total	<u>5,026,850</u>	<u>5,028,826</u>	<u>4,100,247</u>	<u>928,579</u>	<u>4,312,497</u>
Volunteer Fire Department:					
Operating expenses	-	-	208,155	-	186,769
Capital outlay	-	-	11,638	-	89,675
Total	<u>244,606</u>	<u>371,416</u>	<u>219,793</u>	<u>151,623</u>	<u>276,444</u>
Total expenditures	<u>5,271,456</u>	<u>5,400,242</u>	<u>4,320,040</u>	<u>1,080,202</u>	<u>4,588,941</u>
Revenues over (under) expenditures	<u>(2,509,102)</u>	<u>(2,637,888)</u>	<u>(1,365,201)</u>	<u>1,272,687</u>	<u>(2,362,757)</u>
<b>Other financing sources</b>					
Transfers from General Fund	<u>2,509,102</u>	<u>2,509,102</u>	<u>2,509,102</u>	-	<u>1,431,289</u>
Total other financing sources	<u>2,509,102</u>	<u>2,509,102</u>	<u>2,509,102</u>	-	<u>1,431,289</u>
Revenues and other financing sources over expenditures	-	(128,786)	1,143,901	1,272,687	(931,468)
Appropriated fund balance	-	<u>128,786</u>	-	<u>(128,786)</u>	-
Revenues, other financing sources, and appropriated fund balance over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>1,143,901</u>	<u>\$ 1,143,901</u>	<u>(931,468)</u>
<b>Fund balances:</b>					
Beginning of year, July 1			<u>2,633,073</u>		<u>3,564,541</u>
End of year, June 30			<u>\$ 3,776,974</u>		<u>\$ 2,633,073</u>

**County of Currituck, North Carolina**  
**Knotts Island Fire District Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes					
Special district taxes	\$ -	\$ -	\$ 188,799	\$ -	\$ 112,931
Vehicle tax collection	-	-	2,477	-	10,430
Interest	-	-	701	-	427
Total ad valorem taxes	<u>196,134</u>	<u>196,134</u>	<u>191,977</u>	<u>(4,157)</u>	<u>123,788</u>
Investment earnings	33,044	33,044	46,945	13,901	28,008
Total revenues	<u>229,178</u>	<u>229,178</u>	<u>238,922</u>	<u>9,744</u>	<u>151,796</u>
<b>Expenditures</b>					
Public safety:					
Salaries and employee benefits	-	-	1,381,753	-	1,131,401
Other operating expenditures	-	-	163,074	-	132,591
Capital outlay	-	-	110,380	-	104,199
Total expenditures	<u>1,885,270</u>	<u>1,893,213</u>	<u>1,655,207</u>	<u>238,006</u>	<u>1,368,191</u>
Revenues over (under) expenditures	<u>(1,656,092)</u>	<u>(1,664,035)</u>	<u>(1,416,285)</u>	<u>247,750</u>	<u>(1,216,395)</u>
<b>Other financing sources</b>					
Transfer from General Fund	<u>1,656,092</u>	<u>1,656,092</u>	<u>1,656,092</u>	<u>-</u>	<u>1,527,007</u>
Revenues and other financing sources over expenditures	<u>-</u>	<u>(7,943)</u>	<u>239,807</u>	<u>247,750</u>	<u>310,612</u>
Appropriated fund balance	<u>-</u>	<u>7,943</u>	<u>-</u>	<u>(7,943)</u>	<u>-</u>
Revenues, other financing sources, and appropriated fund balance over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>239,807</u>	<u>\$ 239,807</u>	<u>310,612</u>
<b>Fund balances:</b>					
Beginning of year, July 1			768,518		457,906
End of year, June 30			<u>\$ 1,008,325</u>		<u>\$ 768,518</u>

Note: Fund established July 1, 2019

**County of Currituck, North Carolina**  
**Guinea Mill Watershed Improvement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ -	\$ -	\$ -
Prior years	-	-	-	-	28
Interest	-	-	5	-	9
Total ad valorem taxes	<u>-</u>	<u>-</u>	<u>5</u>	<u>5</u>	<u>37</u>
Investment earnings	-	-	8,227	8,227	9,947
Total revenues	<u>-</u>	<u>-</u>	<u>8,232</u>	<u>8,232</u>	<u>9,984</u>
<b>Expenditures</b>					
Current:					
Environmental protection	-	-	27	-	-
Total expenditures	<u>200,028</u>	<u>200,028</u>	<u>27</u>	<u>200,001</u>	<u>-</u>
Revenues over (under) expenditures	(200,028)	(200,028)	8,205	208,233	9,984
Appropriated fund balance	<u>200,028</u>	<u>200,028</u>	<u>-</u>	<u>(200,028)</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	8,205	<u>\$ 8,205</u>	9,984
Fund balances:					
Beginning of year, July 1			<u>222,643</u>		<u>212,659</u>
End of year, June 30			<u>\$ 230,848</u>		<u>\$ 222,643</u>

This fund was consolidated into the Moyock Watershed effective 7-1-2021.

The fund will remain open for collection of tax receivables only.

**County of Currituck, North Carolina**  
**Hog Bridge Ditch Watershed Improvement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 8,806	\$ -	\$ 8,288
Prior years taxes	-	-	95	-	4
Interest	-	-	14	-	8
Total ad valorem taxes	<u>8,991</u>	<u>8,991</u>	<u>8,915</u>	<u>(76)</u>	<u>8,300</u>
Investment earnings	-	-	526	526	217
Total revenues	<u>8,991</u>	<u>8,991</u>	<u>9,441</u>	<u>450</u>	<u>8,517</u>
<b>Expenditures</b>					
Current:					
Environmental protection	-	-	224	-	2,875
Total expenditures	<u>16,991</u>	<u>16,991</u>	<u>224</u>	<u>16,767</u>	<u>2,875</u>
Revenues under expenditures	<u>(8,000)</u>	<u>(8,000)</u>	<u>9,217</u>	<u>17,217</u>	<u>5,642</u>
<b>Other financing uses</b>					
Transfers to General Fund	-	-	-	-	(710)
Revenues over (under) expenditures and other financing uses	(8,000)	(8,000)	9,217	17,217	4,932
Appropriated fund balance	<u>8,000</u>	<u>8,000</u>	<u>-</u>	<u>(8,000)</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>9,217</u>	<u>\$ 9,217</u>	<u>4,932</u>
<b>Fund balances:</b>					
Beginning of year, July 1			<u>8,756</u>		<u>3,824</u>
End of year, June 30			<u>\$ 17,973</u>		<u>\$ 8,756</u>

**County of Currituck, North Carolina**  
**Moyock Watershed Improvement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 253,216	\$ -	\$ 234,429
Prior years taxes	-	-	1,393	-	1,118
Interest	-	-	819	-	341
Total ad valorem taxes	<u>250,793</u>	<u>250,793</u>	<u>255,428</u>	<u>4,635</u>	<u>235,888</u>
Investment earnings	-	-	31,517	31,517	23,425
Total revenues	<u>250,793</u>	<u>250,793</u>	<u>286,945</u>	<u>36,152</u>	<u>259,313</u>
<b>Expenditures</b>					
Environmental protection:					
Total expenditures	<u>250,793</u>	<u>250,793</u>	<u>77,067</u>	<u>173,726</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>209,878</u>	<u>209,878</u>	<u>259,313</u>
<b>Other financing uses</b>					
Transfers to General Fund	-	-	-	-	(8,389)
Revenues over (under) expenditures and other financing uses	-	-	209,878	209,878	250,924
Appropriated Fund Balance	-	-	-	-	-
Revenues and appropriated fund balance over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>209,878</u>	<u>\$ 209,878</u>	<u>250,924</u>
<b>Fund balances:</b>					
Beginning of year, July 1			<u>709,265</u>		<u>458,341</u>
End of year, June 30			<u>\$ 919,143</u>		<u>\$ 709,265</u>

**County of Currituck, North Carolina  
Northwest Watershed Improvement Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2025**

**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 4,265	\$ -	\$ 4,480
Prior years taxes	-	-	125	-	268
Interest	-	-	16	-	109
Total ad valorem taxes	<u>3,922</u>	<u>3,922</u>	<u>4,406</u>	<u>484</u>	<u>4,857</u>
Investment earnings	-	-	2,071	2,071	2,206
Total revenues	<u>3,922</u>	<u>3,922</u>	<u>6,477</u>	<u>2,555</u>	<u>7,063</u>
<b>Expenditures</b>					
Environmental protection:					
Total expenditures	<u>53,922</u>	<u>53,922</u>	<u>150</u>	<u>53,772</u>	<u>-</u>
Revenues over expenditures	<u>(50,000)</u>	<u>(50,000)</u>	<u>6,327</u>	<u>56,327</u>	<u>7,063</u>
<b>Other financing uses</b>					
Transfers to General Fund	-	-	-	-	(142)
Fund balance appropriated	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>
Revenues over (under) expenditures and and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>6,327</u>	<u>\$ 6,327</u>	<u>6,921</u>
Fund balances:					
Beginning of year, July 1			<u>53,311</u>		<u>46,390</u>
End of year, June 30			<u>\$ 59,638</u>		<u>\$ 53,311</u>

**County of Currituck, North Carolina**  
**Ocean Sands North/Crown Pointe Watershed Improvement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 1,467,233	\$ -	\$ 1,449,715
Prior years taxes	-	-	3,960	-	1,671
Interest	-	-	1,245	-	691
Total ad valorem taxes	<u>1,462,618</u>	<u>1,462,618</u>	<u>1,472,438</u>	<u>9,820</u>	<u>1,452,077</u>
Investment earnings	20,000	20,000	85,244	-	47,393
Total revenues	<u>1,482,618</u>	<u>1,482,618</u>	<u>1,557,682</u>	<u>75,064</u>	<u>1,499,470</u>
<b>Expenditures</b>					
Environmental protection:					
Other operating expenditures	-	-	1,239,321	-	35,851
Total expenditures	<u>1,482,618</u>	<u>1,617,603</u>	<u>1,239,321</u>	<u>378,282</u>	<u>35,851</u>
Revenues over expenditures	-	(134,985)	318,361	453,346	1,463,619
Fund balance appropriated	-	134,985	-	(134,985)	-
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	318,361	<u>\$ 318,361</u>	1,463,619
Fund balances:					
Beginning of year, July 1			2,155,897		692,278
End of year, June 30			<u>\$ 2,474,258</u>		<u>\$ 2,155,897</u>

**County of Currituck, North Carolina**  
**Whalehead Watershed Improvement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025		Variance with Final Increase (Decrease)	2024
	Budgeted Amounts			Actual
	Original	Final		Actual
<b>Revenues</b>				
Ad valorem taxes:				
Current year	\$ -	\$ -	\$ 711,522	\$ -
Prior year taxes	-	-	4,918	-
Interest	-	-	1,275	-
Total ad valorem taxes	<u>706,174</u>	<u>706,174</u>	<u>717,715</u>	<u>11,541</u>
Restricted intergovernmental:				
Grants	-	-	-	-
Insurance receipts	-	-	7,150	7,150
Investment earnings	-	-	61,360	61,360
Total revenues	<u>706,174</u>	<u>706,174</u>	<u>786,225</u>	<u>80,051</u>
<b>Expenditures</b>				
Environmental protection:				
Operating	-	-	135,060	-
Capital outlay	-	-	183,897	-
Total expenditures	<u>797,327</u>	<u>818,092</u>	<u>318,957</u>	<u>499,135</u>
Revenues over expenditures	<u>(91,153)</u>	<u>(111,918)</u>	<u>467,268</u>	<u>579,186</u>
<b>Other financing sources (uses)</b>				
Transfers to enterprise fund	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>(91,153)</u>	<u>(111,918)</u>	<u>467,268</u>	<u>579,186</u>
Appropriated fund balance	<u>91,153</u>	<u>111,918</u>	<u>-</u>	<u>(111,918)</u>
Revenues, other financing sources, and appropriated fund balance over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>467,268</u>	<u>\$ 467,268</u>
Fund balances:				
Beginning of year, July 1			<u>1,252,845</u>	<u>1,451,174</u>
End of year, June 30			<u>\$ 1,720,113</u>	<u>\$ 1,252,845</u>

**County of Currituck, North Carolina**  
**Opioid Settlement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2025**

(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Restricted intergovernmental:					
Opioid Settlement Funds	\$ 160,000	\$ 232,485	\$ 298,170	\$ 65,685	\$ -
Miscellaneous					
Investment earnings	-	20,000	23,831	3,831	9,100
Total revenues	<u>160,000</u>	<u>252,485</u>	<u>322,001</u>	<u>69,516</u>	<u>9,100</u>
<b>Expenditures</b>					
General government					
Opioid addiciton treatment	-	-	28,177	28,177	-
Total expenditures	<u>160,000</u>	<u>252,485</u>	<u>28,177</u>	<u>224,308</u>	<u>-</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	293,824	<u>\$ 293,824</u>	9,100
Fund balance:					
Beginning of year, July 1			8,708		(392)
Restatement			<u>279,711</u>		<u>-</u>
Beginning of year, July 1, as restated			288,419		(392)
End of Year, June 30			<u>\$ 582,243</u>		<u>\$ 8,708</u>

**County of Currituck, North Carolina**  
**Whalehead Beach Solid Waste Service District**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 106,729	\$ -	\$ 103,855
Prior year taxes	-	-	738	-	545
Interest	-	-	191	-	139
Total ad valorem taxes	<u>105,926</u>	<u>105,926</u>	<u>107,658</u>	<u>1,732</u>	<u>104,539</u>
Investment earnings	5,000	5,000	12,659	7,659	15,359
Total revenues	<u>110,926</u>	<u>110,926</u>	<u>120,317</u>	<u>9,391</u>	<u>119,898</u>
<b>Expenditures</b>					
Environmental protection:					
Total expenditures	<u>164,810</u>	<u>164,810</u>	<u>142,947</u>	<u>21,863</u>	<u>113,169</u>
Revenues over (under) expenditures	(53,884)	(53,884)	(22,630)	31,254	6,729
Appropriated fund balance	<u>53,884</u>	<u>53,884</u>	<u>-</u>	<u>(53,884)</u>	<u>-</u>
Revenue and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(22,630)</u>	<u>\$ (22,630)</u>	<u>6,729</u>
<b>Fund balances:</b>					
Beginning of year, July 1			<u>318,711</u>		<u>311,982</u>
End of year, June 30			<u>\$ 296,081</u>		<u>\$ 318,711</u>

**County of Currituck, North Carolina**  
**Carova Beach Service District Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Ad valorem taxes:					
Current year	\$ -	\$ -	\$ 72,098	\$ -	\$ 68,352
Prior year taxes	-	-	619	-	250
Interest	-	-	226	-	155
Total ad valorem taxes	<u>71,332</u>	<u>71,332</u>	<u>72,943</u>	<u>1,611</u>	<u>68,757</u>
Permits and fees:					
Tour operator permits	34,000	34,000	27,550	(6,450)	25,650
Investment earnings	1,000	1,000	2,806	1,806	1,769
Total revenues	<u>106,332</u>	<u>106,332</u>	<u>103,299</u>	<u>(3,033)</u>	<u>96,176</u>
<b>Expenditures</b>					
Environmental protection:					
Current:					
Operations	-	-	114,542	-	94,950
Total expenditures	<u>136,332</u>	<u>136,332</u>	<u>114,542</u>	<u>21,790</u>	<u>94,950</u>
Revenues over expenditures	<u>(30,000)</u>	<u>(30,000)</u>	<u>(11,243)</u>	<u>18,757</u>	<u>1,226</u>
<b>Other financing sources (uses)</b>					
Transfers from Occupancy Tax Fund	30,000	30,000	30,000	-	30,000
Transfers to General Fund	-	-	-	-	(1,859)
Total other financing sources (uses)	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>28,141</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>18,757</u>	<u>\$ 18,757</u>	<u>29,367</u>
<b>Fund balances:</b>					
Beginning of year, July 1			44,896		15,529
End of year, June 30			<u>\$ 63,653</u>		<u>\$ 44,896</u>

**County of Currituck, North Carolina**  
**Local Assistance and Tribal Consistency Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and for the Year Ended June 30, 2025**

	Project Authorization	Actual			Variance Positive (Negative)
		Prior Year	Current Year	Total to Date	
<b>Revenues</b>					
Restricted intergovernmental revenues	\$ 100,000	\$ 100,000	\$ -	\$ 100,000	\$ -
Investment earnings (loss)	-	2,970	1,929	4,899	4,899
Total revenues	<u>100,000</u>	<u>102,970</u>	<u>1,929</u>	<u>104,899</u>	<u>4,899</u>
<b>Expenditures</b>					
General government					
Current:					
Capital outlay	<u>100,000</u>	<u>34,625</u>	<u>36,000</u>	<u>70,625</u>	<u>29,375</u>
Total expenditures	<u>100,000</u>	<u>34,625</u>	<u>36,000</u>	<u>70,625</u>	<u>29,375</u>
Revenues over expenditures	<u>\$ -</u>	<u>\$ 68,345</u>	<u>(34,071)</u>	<u>\$ 34,274</u>	<u>\$ 34,274</u>
Fund balance:					
Beginning of year, July 1			<u>68,345</u>		
End of Year, June 30			<u>\$ 34,274</u>		

**County of Currituck, North Carolina**  
**Social Services Payee Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Contributions	\$ 350,000	\$ 350,000	\$ 197,660	\$ (152,340)	\$ 192,406
Investment earnings	-	-	9	9	6
Total revenues	<u>350,000</u>	<u>350,000</u>	<u>197,669</u>	<u>(152,331)</u>	<u>192,412</u>
<b>Expenditures</b>					
Beneficiary payments to individuals	-	-	198,751	-	201,855
Total expenditures	<u>350,000</u>	<u>350,000</u>	<u>198,751</u>	<u>151,249</u>	<u>201,855</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	(1,082)	<u>\$ (1,082)</u>	(9,443)
Fund balances:					
Beginning of year, July 1			15,502		24,945
End of year, June 30			<u>\$ 14,420</u>		<u>\$ 15,502</u>

Note: GASB No. 84 implemented June 30, 2021

**County of Currituck, North Carolina**  
**Fines & Forfeitures Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Permits and fees	\$ 400,000	\$ 400,000	\$ 273,478	\$ (126,522)	\$ 327,321
Total revenues	400,000	400,000	273,478	(126,522)	327,321
<b>Expenditures</b>					
Payments of penalties fines and forfeitures to the Currituck County Board of Education	400,000	400,000	273,478	126,522	327,321
Total expenditures	400,000	400,000	273,478	126,522	327,321
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund balances:					
Beginning of year, July 1			-		-
End of year, June 30			<u>\$ -</u>		<u>\$ -</u>

Note: GASB No. 84 implemented June 30, 2021

**County of Currituck, North Carolina**  
**Fire Equipment Replacement Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Investment earnings	\$ 15,000	\$ 15,000	\$ 82,730	\$ 67,730	\$ 64,938
	<u>15,000</u>	<u>15,000</u>	<u>82,730</u>	<u>67,730</u>	<u>64,938</u>
<b>Expenditures</b>					
Current:					
Capital outlay	-	-	608,647	-	-
Total expenditures	<u>862,032</u>	<u>2,161,754</u>	<u>608,647</u>	<u>1,553,107</u>	<u>-</u>
Revenues over (under) expenditures	<u>(847,032)</u>	<u>(2,146,754)</u>	<u>(525,917)</u>	<u>1,620,837</u>	<u>64,938</u>
<b>Other financing sources</b>					
Transfers from General Fund	-	-	-	-	375,000
Transfers from Tax Capital Fund	847,032	847,032	847,032	-	-
Total other financing sources	<u>847,032</u>	<u>847,032</u>	<u>847,032</u>	<u>-</u>	<u>375,000</u>
Fund balance appropriated	<u>-</u>	<u>1,299,722</u>	<u>-</u>	<u>(1,299,722)</u>	<u>-</u>
Revenues, other financing sources, and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	321,115	<u>\$ 321,115</u>	439,938
Fund balances:					
Beginning of year, July 1			1,780,378		1,340,440
End of year, June 30			<u>\$ 2,101,493</u>		<u>\$ 1,780,378</u>

**County of Currituck, North Carolina**  
**Capital Improvements Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Other taxes and licenses:					
Article 40 supplemental sales tax	\$ 2,248,000	\$ 2,248,000	\$ 2,394,413	\$ 146,413	\$ 2,305,158
Article 42 supplemental sales tax	2,035,000	2,035,000	2,026,295	(8,705)	2,015,848
Investment earnings	300,000	300,000	466,995	166,995	551,019
Total revenues	<u>4,583,000</u>	<u>4,583,000</u>	<u>4,887,703</u>	<u>304,703</u>	<u>4,872,025</u>
<b>Other financing uses</b>					
Transfers to other funds:					
General Fund	(4,095,000)	(4,095,000)	(2,816,228)	1,278,772	(1,131,759)
County Government Facilities Fund	(1,000,000)	(1,000,000)	-	1,000,000	(2,700,000)
Total other financing uses	<u>(5,095,000)</u>	<u>(5,095,000)</u>	<u>(2,816,228)</u>	<u>2,278,772</u>	<u>(3,831,759)</u>
Revenues over (under) other financing uses	(512,000)	(512,000)	2,071,475	2,583,475	1,040,266
Appropriated fund balance	<u>512,000</u>	<u>512,000</u>	<u>-</u>	<u>(512,000)</u>	<u>-</u>
Revenues and appropriated fund balance over (under) other financing uses	<u>\$ -</u>	<u>\$ -</u>	2,071,475	<u>\$ 2,071,475</u>	1,040,266
<b>Fund balances:</b>					
Beginning of year, July 1			13,172,886		12,132,620
End of year, June 30			<u>\$ 15,244,361</u>		<u>\$ 13,172,886</u>

**County of Currituck, North Carolina**  
**Deed of Trust Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Restricted intergovernmental	\$ 75,000	\$ 75,000	\$ 30,510	\$ (44,490)	\$ 29,761
Total revenues	<u>75,000</u>	<u>75,000</u>	<u>30,510</u>	<u>(44,490)</u>	<u>29,761</u>
<b>Expenditures</b>					
Payments of fees collected to the State of North Carolina	-	-	30,510	-	29,761
Total expenditures	<u>75,000</u>	<u>75,000</u>	<u>30,510</u>	<u>44,490</u>	<u>29,761</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund balances:					
Beginning of year, July 1			-		-
End of year, June 30			<u>\$ -</u>		<u>\$ -</u>

Note: GASB No. 84 implemented June 30, 2021

**County of Currituck, North Carolina**  
**School Capital Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Other taxes and licenses:					
Article 40 supplemental sales tax	\$ 963,566	\$ 963,566	\$ 1,026,177	\$ 62,611	\$ 987,925
Article 42 supplemental sales tax	3,052,765	3,052,765	3,039,442	(13,323)	3,023,772
Investment earnings	100,000	100,000	57,270	(42,730)	126,810
Total revenues	<u>4,116,331</u>	<u>4,116,331</u>	<u>4,122,889</u>	<u>6,558</u>	<u>4,138,507</u>
<b>Other financing uses</b>					
Transfers to General Fund	(1,535,000)	(1,535,000)	(1,535,000)	-	(1,900,000)
Transfers to School Facilities Fund	(2,900,000)	(2,900,000)	(2,778,481)	121,519	(2,585,000)
Total other financing uses	<u>(4,435,000)</u>	<u>(4,435,000)</u>	<u>(4,313,481)</u>	<u>121,519</u>	<u>(4,485,000)</u>
Revenue over (under) other financing uses	(318,669)	(318,669)	(190,592)	(114,961)	(346,493)
Appropriated fund balance	<u>318,669</u>	<u>318,669</u>	<u>-</u>	<u>(318,669)</u>	<u>-</u>
Revenues and appropriated fund balance over (under) other financing uses	<u>\$ -</u>	<u>\$ -</u>	(190,592)	<u>\$ (190,592)</u>	(346,493)
Beginning of year, July 1			2,878,175		3,224,668
End of year, June 30			<u>\$ 2,687,583</u>		<u>\$ 2,878,175</u>

**County of Currituck, North Carolina**  
**Airport Directed Grant**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual Prior Years	Actual Current Year	Total to Date	Variance Increase (Decrease)
<b>Revenues</b>					
Restricted intergovernmental					
State Aid to Airports	\$ 4,000,000	\$ 42,914	\$ 1,381,352	\$ 1,424,266	\$ (2,575,734)
Investment earnings	-	92	1,688	1,780	1,780
Total revenues	<u>4,000,000</u>	<u>43,006</u>	<u>1,383,040</u>	<u>1,426,046</u>	<u>(2,573,954)</u>
<b>Expenditures</b>					
Transportation					
Capital outlay	-	43,006	1,383,040	1,426,046	-
Total expenditures	<u>4,000,000</u>	<u>43,006</u>	<u>1,383,040</u>	<u>1,426,046</u>	<u>2,573,954</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			-		
End of year, June 30			<u>\$ -</u>		

**County of Currituck, North Carolina**  
**County Government Facilities Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and for the Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
<b>Revenues</b>					
Intergovernmental revenues:					
State aid to airports	\$ 5,269,814	\$ 2,217,491	\$ 1,894,275	\$ 4,111,766	\$ (1,158,048)
Tourism grants	30,000	-	30,000	30,000	-
Public safety building	1,000,000	1,000,000	-	1,000,000	-
Total	6,299,814	3,217,491	1,924,275	5,141,766	(1,158,048)
Investment earnings	1,470,949	1,650,740	441,601	2,092,341	621,392
Total revenues	7,770,763	4,868,231	2,365,876	7,234,107	(536,656)
<b>Expenditures</b>					
General government					
ABC Store - Corolla, CIP	3,145,000	2,845,111	113,639	2,958,750	186,250
Fuel Farm Replacement	1,125,000	554,676	535,683	1,090,359	34,641
Historic Courthouse Generator	495,011	481,295	-	481,295	13,716
Historic Courthouse Renovations	1,500,000	21,500	18,500	40,000	1,460,000
Public Works Maintenance Building	2,475,000	1,853,822	-	1,853,822	621,178
	8,740,011	5,756,404	667,822	6,424,226	2,315,785
Public safety:					
Jail - Sewer connection to MCP Sewer	409,000	407,431	-	407,431	1,569
Public Safety Facility	23,449,751	21,403,537	-	21,403,537	2,046,214
EMS Station Grandy	195,000	61,205	102,914	164,119	30,881
Radio System Upgrades	500,000	500,000	-	500,000	-
Microwave Replacement	2,113,737	1,038,582	851,361	1,889,943	223,794
Communications Monopole	100,000	6,750	46,123	52,873	47,127
Radio Flash Project	145,800	-	145,800	145,800	-
Judicial Center generator	100,000	-	10,700	10,700	89,300
Detention Center plumbing	65,000	-	-	-	65,000
County-wide Broadband project	1,073,070	1,041,922	-	1,041,922	31,148
Total public safety	28,151,358	24,459,427	1,156,898	25,616,325	2,535,033
Transportation:					
Aviation Fuel Farm Replacement 363273.8.17.2	666,667	163,326	657,097	820,423	(153,756)
Aviation Fuel Farm Replacement 36237.8.17.1	4,502	4,502	-	4,502	-
Aviation Fuel Farm Replacement 36244.10.8.1	1,774,204	148,126	1,497,607	1,645,733	128,471
ALP Update, CIP	359,000	357,184	-	357,184	1,816
T Hangar Taxilanes	582,369	-	84,341	84,341	498,028
N Apron Rehabilitation, CIP	1,012,192	933,633	2,372	936,005	76,187
Terminal Fencing, CIP	242,931	233,876	-	233,876	9,055
Perimeter Fencing 03 Air 21	153,834	-	-	-	153,834
PAPI and Light Vault	455,598	425,013	-	425,013	30,585
Total transportation	5,251,297	2,265,660	2,241,417	4,507,077	744,220
Cultural and recreational:					
Connect Corolla Corolla Village Rd Sidewalk	505,189	422,813	-	422,813	82,376
Connect Corolla - NC 12 Beautification	249,450	249,450	-	249,450	-
Connect Corolla - Phase IV	639,037	639,036	-	639,036	1
Connect Corolla - Contingencies	197,957	-	-	-	197,957
Corolla 10 acres masterplan, CIP	100,000	78,118	-	78,118	21,882
Corolla Village Rd Beach Access Handicap Ramp	150,000	42,367	-	42,367	107,633
Bonito St. Sidewalk	160,000	149,775	-	149,775	10,225
Dolphin St. Sidewalk	354,000	334,182	-	334,182	19,818
Perch St. Walkover, CIP	152,128	133,485	-	133,485	18,643
Barracuda St. Walkover, CIP	153,128	133,123	-	133,123	20,005
Bonito Walkover Replacement	482,351	306,631	126,484	433,115	49,236
Sailfish St. Walkover, CIP	154,979	141,056	-	141,056	13,923
Coral St. Walkover	242,830	242,790	-	242,790	40
Dolphin St. Walkover	263,773	239,841	-	239,841	23,932
Mackerel St. Walkover	323,334	322,119	-	322,119	1,215

**County of Currituck, North Carolina**  
**County Government Facilities Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and for the Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
Herring St Walkover 2024	420,000	-	15,638	15,638	404,362
Shad St Walkover 2024	420,000	-	16,038	16,038	403,962
Marlin St Walkover 2023	348,431	17,003	285,093	302,096	46,335
Sturgeon St Walkover 2023	378,697	328,151	8,718	336,869	41,828
Tuna St. Walkover 2024	420,000	-	12,300	12,300	407,700
Jarvisburg Historic Colored School Siding	326,764	262,365	47,325	309,690	17,074
Historic Corolla Park - Boathouse Roof Replace	208,900	206,276	-	206,276	2,624
Historic Corolla Park - Maritime Museum	4,169,837	4,158,619	-	4,158,619	11,218
Historic Corolla Park - Playground	921,500	918,952	-	918,952	2,548
Historic Corolla Park - Geothermal Piping	150,000	-	4,200	4,200	145,800
Historic Jail Preservation	275,000	216,076	-	216,076	58,924
Currituck Jack	176,106	-	40,000	40,000	136,106
Recreation - Community Park Phase III	500,000	43,603	371,602	415,205	84,795
Recreation soccer fields - Maple	530,000	484,669	-	484,669	45,331
Recreation Master Plan	42,450	42,450	-	42,450	-
Recreation - Shingle Landing Park	2,805,000	2,799,608	-	2,799,608	5,392
Connect Corolla Albacore to Dolphin	290,000	-	199,970	199,970	90,030
Carova Beach Bulkhead 2025	225,000	-	-	-	225,000
Sound Park Bulkhead 2022	685,000	671,884	-	671,884	13,116
Total cultural and recreational	17,420,841	13,584,442	1,127,368	14,711,810	2,709,031
Total expenditures	59,563,507	46,065,933	5,193,505	51,259,438	8,304,069
Revenues under expenditures	(51,792,744)	(41,197,702)	(2,827,629)	(44,025,331)	7,767,413
<b>Other financing sources</b>					
Installment purchase obligation	21,400,000	21,400,000	-	21,400,000	-
Transfers (to) from other funds:					
General Fund	2,236,025	2,685,749	-	2,685,749	449,724
Tourism Development Authority	15,022,145	6,828,265	371,106	7,199,371	(7,822,774)
Capital Improvements Fund	8,556,425	11,350,464	-	11,350,464	2,794,039
Transfer Tax Capital Fund	4,578,149	13,426,762	-	13,426,762	8,848,613
Total other financing sources	51,792,744	55,691,240	371,106	56,062,346	4,269,602
Revenues and other financing sources over (under) expenditures	\$ -	\$ 14,493,538	(2,456,523)	\$ 12,037,015	\$ 12,037,015
Fund balances:					
Beginning of year, July 1			14,493,538		
End of year, June 30			<u>\$ 12,037,015</u>		

**County of Currituck, North Carolina**  
**School Facilities Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
<b>Revenues</b>					
State Lottery proceeds	\$ 1,300,598	\$ 1,570,848	\$ 211,250	\$ 1,782,098	\$ 481,500
State Lottery repair & renovation proceeds	263,730	263,729	155,250	418,979	155,249
Investment earnings	4,603,632	5,309,150	2,692,176	8,001,326	3,397,694
Total revenues	<u>6,167,960</u>	<u>7,143,727</u>	<u>3,058,676</u>	<u>10,202,403</u>	<u>4,034,443</u>
<b>Expenditures</b>					
Intergovernmental - education:					
Griggs - Auditorium	170,000	147,199	-	147,199	22,801
GES Structural Repairs	140,401	132,763	-	132,763	7,638
GES Chiller Replacement	269,046	-	200,330	200,330	68,716
GES Gym HVAC	165,730	-	155,250	155,250	10,480
GES Skylight Coating	2,640	-	2,640	2,640	-
GES Boiler Replace	168,352	-	168,352	168,352	-
GES Foyer Lighting	74,400	-	61,434	61,434	12,966
GES Walk-in Cooler	67,035	-	22,130	22,130	44,905
JES Chiller Replacement	292,000	90,830	185,504	276,334	15,666
JES Roof Coating	215,975	201,489	-	201,489	14,486
JPK Foundation Repairs	50,000	39,043	-	39,043	10,957
JPK HVAC Bldg	115,098	37,583	61,179	98,762	16,336
JPK A Bldg Structural Repairs	55,011	48,147	-	48,147	6,864
JPK A Bldg Base Water Intrusion	26,599	-	26,599	26,599	-
JPK Sanitary Sewer Replacement	7,866	7,866	-	7,866	-
JPK C Bldg Pipe Lining	30,000	23,181	-	23,181	6,819
JPK C Bldg Fan Coil	178,539	143,186	31,227	174,413	4,126
JPK C Bldg HVAC	48,750	31,203	9,605	40,808	7,942
JPK C Bldg Water Intrusion	7,871	-	7,142	7,142	729
JPK Roof Coating	120,000	-	108,992	108,992	11,008
JPK Intercom System	44,146	-	42,147	42,147	1,999
KIES Structural Repairs	65,841	65,436	-	65,436	405
KIES Lintel Replacement	153,258	153,172	-	153,172	86
KIES Slate to Comp	266,300	-	259,101	259,101	7,199
KIES Roof Coating	29,900	-	29,537	29,537	363
KIES Generator	131,500	-	72,348	72,348	59,152
MES - Addition 2021	15,299,800	14,205,105	-	14,205,105	1,094,695
MES Gym & Media	36,750	34,912	-	34,912	1,838
MES Structural Repair	95,185	95,185	-	95,185	-
MES Basement Waterproofing	36,853	-	36,124	36,124	729
MES AHU & CU 1-4	280,000	-	102,257	102,257	177,743
MES Weatherproofing	466,360	-	465,775	465,775	585
Moyock Elementary School 2022	1,000,000	-	-	-	1,000,000
MMS Chiller & Valve	63,000	49,987	-	49,987	13,013
MMS Rooftop ERV Repl Ph I	516,450	-	-	-	516,450
MMS - Addition 2021	7,663,039	6,643,670	-	6,643,670	1,019,369
CCHS - HVAC Dec 2017	30,500	29,999	-	29,999	501
CCHS - Energy Mgmt June 2018	40,000	36,872	-	36,872	3,128
CCHS - Roof Coating	240,000	204,633	-	204,633	35,367
CCHS - Roof Coating	300,000	266,526	361,836	628,362	(328,362)
CCHS Window Explore Project	9,250	5,820	-	5,820	3,430
CCHS VaV & Controls	335,435	-	117,232	117,232	218,203
CCHS Weatherproof	220,175	-	219,103	219,103	1,072
CCHS Window Seal	53,782	-	53,579	53,579	203
CCHS Elast Masonry	83,480	-	48,597	48,597	34,883
CCHS Weatherproof	292,762	-	272,194	272,194	20,568

**County of Currituck, North Carolina**  
**School Facilities Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and For the Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
CCHS VaV & Controls	270,689	-	77,081	77,081	193,608
CCMS Chiller Replacement	98,000	85,872	-	85,872	12,128
CCMS Weatherproof	30,478	28,086	-	28,086	2,392
CCMS - Walk in Cooler	73,089	-	23,591	23,591	49,498
CES Corridor	53,114	-	53,114	53,114	-
CES Walk In Cooler	69,252	-	22,868	22,868	46,384
CES Fan Coil Units	342,859	-	61,022	61,022	281,837
SES Roof Coating	215,975	212,766	-	212,766	3,209
SES Chiller Replacement	310,058	-	285,319	285,319	24,739
Tulls Creek Elementary School	61,500,000	14,420,487	28,250,235	42,670,722	18,829,278
Total expenditures	<u>92,922,593</u>	<u>37,441,018</u>	<u>31,893,444</u>	<u>69,334,462</u>	<u>23,588,131</u>
Revenues over (under) expenditures	<u>(86,754,633)</u>	<u>(30,297,291)</u>	<u>(28,834,768)</u>	<u>(59,132,059)</u>	<u>27,622,574</u>
<b>Other financing sources (uses)</b>					
Proceeds from LOBS - Tulls Creek Elementary School	58,500,000	55,470,000	-	55,470,000	(3,030,000)
Premium on LOBS - Tulls Creek Elementary School	-	3,547,682	-	3,547,682	3,547,682
Transfers from					
General Fund	9,254,833	9,256,039	-	9,256,039	1,206
School Capital Improvements Fund	8,359,400	13,234,540	2,778,481	16,013,021	7,653,621
Transfer Tax Capital Fund	11,140,400	11,752,864	-	11,752,864	612,464
Transfer to					
School Capital Improvements Fund	(500,000)	-	-	-	500,000
	<u>86,754,633</u>	<u>93,261,125</u>	<u>2,778,481</u>	<u>96,039,606</u>	<u>9,284,973</u>
Revenues and other financing sources over expenditures	<u>\$ -</u>	<u>\$ 62,963,834</u>	<u>(26,056,287)</u>	<u>\$ 36,907,547</u>	<u>\$ 36,907,547</u>
<b>Fund balances:</b>					
Beginning of year, July 1			62,963,834		
End of year, June 30			<u>\$ 36,907,547</u>		

**County of Currituck, North Carolina**  
**Transfer Tax Capital Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Other taxes and licenses					
Land transfer tax	\$ 6,222,032	\$ 6,222,032	\$ 6,133,363	\$ (88,669)	\$ 6,666,610
Investment earnings	548,822	548,822	841,440	292,618	845,243
Total revenues	<u>6,770,854</u>	<u>6,770,854</u>	<u>6,974,803</u>	<u>203,949</u>	<u>7,511,853</u>
<b>Expenditures</b>					
Fees Paid to Officials	-	-	-	-	-
Total expenditures	<u>700</u>	<u>700</u>	<u>-</u>	<u>700</u>	<u>-</u>
Revenues over expenditures	<u>6,770,154</u>	<u>6,770,154</u>	<u>6,974,803</u>	<u>204,649</u>	<u>7,511,853</u>
<b>Other financing uses</b>					
Transfers to General Fund			-	-	(2,564,471)
Transfers to Land Banking Fund	(200,000)	(200,000)	(200,000)	-	(200,000)
Transfer to County Government Facilities Fund	(800,000)	(800,000)	-	(800,000)	-
Transfer to Fire Vehicle Replacement Fund	(847,032)	(847,032)	(847,032)	-	-
Transfer to Debt Service Fund	(2,423,122)	(2,423,122)	(2,423,122)	-	-
Transfers to Solid Waste	(2,500,000)	(2,500,000)	(1,513,079)	986,921	-
Total other financing uses	<u>(6,770,154)</u>	<u>(6,770,154)</u>	<u>(4,983,233)</u>	<u>1,786,921</u>	<u>(2,764,471)</u>
Revenues over (under) expenditures and other financing uses	-	-	1,991,570	1,991,570	4,747,382
Appropriated fund balance	-	-	-	-	-
Revenues and appropriated fund balance over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	1,991,570	<u>\$ 1,991,570</u>	4,747,382
Fund balances:					
Beginning of year, July 1			22,035,710		17,288,328
End of year, June 30			<u>\$ 24,027,280</u>		<u>\$ 22,035,710</u>

**County of Currituck, North Carolina**  
**Tourism Development Authority**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year June 30, 2025**  
**(With Comparative Actual Amounts for the Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Revenues</b>					
Occupancy Tax	\$ -	\$ -	\$ 19,797,056	\$ -	\$ 19,719,685
Retail sales - Tourism Promotion	-	-	16,398	-	14,014
Retail sales - Whalehead in Historic Corolla	-	-	12,554	-	8,958
Penalties and interest	-	-	5,650	-	3,509
Promotion events	-	-	25,930	-	28,082
Whalehead donations	-	-	10,746	-	8,436
Whalehead events	-	-	16,474	-	16,841
Whalehead rents	-	-	49,040	-	26,636
Whalehead tours	-	-	69,325	-	67,241
Miscellaneous reimbursements	-	-	-	-	210,700
Miscellaneous	-	-	-	-	57,783
Investment earnings	-	-	1,812,363	-	1,662,761
Total revenues	<u>11,940,184</u>	<u>12,218,842</u>	<u>21,815,536</u>	<u>9,596,694</u>	<u>21,824,646</u>
<b>Expenditures</b>					
Tourism Promotion:					
Salaries	-	-	928,149	-	946,456
Operating expenses	-	-	413,887	-	379,399
Retail merchandise	-	-	37,012	-	5,130
Promotions	-	-	3,015,964	-	3,018,212
Debt service - principal	-	-	134,701	-	17,697
Debt service - interest	-	-	2,954	-	1,237
Capital outlay	-	-	112,285	-	118,666
Total Tourism Promotions	<u>4,794,125</u>	<u>4,815,834</u>	<u>4,644,952</u>	<u>170,882</u>	<u>4,486,797</u>
Tourism Related Expenditures:					
Operations:					
Salaries	-	-	407,321	-	324,609
Contracted services	-	-	293,061	-	255,754
Operating expenses	-	-	338,234	-	106,027
Beach nourishment	-	-	8,340	-	6,910
Carova Beach Park	-	-	1,683	-	2,000
Corolla Wild Horse support	-	-	69,200	-	469,200
Historic Jarvisburg Colored School operations	-	-	17,564	-	10,754
Lifeguard services	-	-	1,379,385	-	1,234,932
Outer Banks access ramps	-	-	18,831	-	21,490
Signs	-	-	7,142	-	2,175
Capital outlay	-	-	15,328	-	-
Total Operations	<u>2,694,209</u>	<u>2,745,933</u>	<u>2,556,089</u>	<u>189,844</u>	<u>2,433,851</u>
Whalehead in Historic Corolla Park:					
Salaries	-	-	656,831	-	587,607
Operating expenses	-	-	728,049	-	580,221
Capital outlay	-	-	174,870	-	47,761
Total Whalehead in Historic Corolla Park	<u>1,794,598</u>	<u>1,809,598</u>	<u>1,559,750</u>	<u>249,848</u>	<u>1,215,589</u>
Total tourism related expenditures	<u>4,488,807</u>	<u>7,561,767</u>	<u>4,115,839</u>	<u>3,445,928</u>	<u>3,649,440</u>
Total expenditures	<u>9,282,932</u>	<u>9,371,365</u>	<u>8,760,791</u>	<u>3,695,776</u>	<u>8,136,237</u>
Revenues over expenditures	<u>2,657,252</u>	<u>2,847,477</u>	<u>13,054,745</u>	<u>10,207,268</u>	<u>13,688,409</u>

**County of Currituck, North Carolina**  
**Tourism Development Authority**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts for the Year Ended June 30, 2024)**

	2025			Variance with Final Increase (Decrease)	2024
	Budgeted Amounts		Actual		Actual
	Original	Final			
<b>Other financing sources (uses)</b>					
Transfers (to) from other funds:					
General Fund	50,000	50,000	50,000	-	50,000
General Fund	(105,000)	(110,000)	(79,774)	30,226	(73,689)
General Fund	(491,252)	(501,252)	(319,563)	181,689	(5,373,650)
IT Subscription agreement issued			85,872	85,872	118,666
Carova Beach Service District Fund	(30,000)	(30,000)	(30,000)	-	(30,000)
Multi-year Fund	(96,000)	(96,000)	(96,000)	-	-
County Governmental Facilities Fund	(1,985,000)	(2,160,225)	(371,106)	1,789,119	(200,000)
Total other financing sources (uses)	<u>(2,657,252)</u>	<u>(2,847,477)</u>	<u>(760,571)</u>	<u>2,086,906</u>	<u>(5,508,673)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	-	-	12,294,174	12,294,174	8,179,736
Appropriated fund balance	-	-	-	-	-
Revenues, other financing sources, and appropriated fund balance over expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	12,294,174	<u>\$ 12,294,174</u>	8,179,736
Fund balances:					
Beginning of year, July 1			39,233,213		<u>31,053,477</u>
Fund balance: Tourism promotion			32,702,923		24,772,702
Fund balance: Tourism related expenditures			18,824,464		14,460,511
End of year, June 30			<u>\$ 51,527,387</u>		<u>\$ 39,233,213</u>

**County of Currituck, North Carolina**  
**Combining Statement of Net Position**  
**Non-Major Proprietary Funds**  
**June 30, 2025**  
 (With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)

					<b>Totals</b>	
	<b>Ocean Sands Water and Sewer System Developmental Fees Fund</b>	<b>Mainland Water System Developmental Fees Fund</b>	<b>Southern Outer Banks Water System Developmental Fees Fund</b>	<b>Mainland Sewer System Developmental Fees Fund</b>	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>Assets</b>						
Current assets:						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash	124,302	2,580,435	1,291,818	590,928	4,587,483	3,790,289
Receivables, net	-	40,183	7,103	-	47,286	40,986
Total current assets	<u>124,302</u>	<u>2,620,618</u>	<u>1,298,921</u>	<u>590,928</u>	<u>4,634,769</u>	<u>3,831,275</u>
<b>Liabilities</b>						
Current liabilities:						
Accounts payable	-	-	-	-	-	-
<b>Net Position</b>						
Unrestricted	124,302	2,620,618	1,298,921	590,928	4,634,769	3,831,275
Total net position	<u>\$ 124,302</u>	<u>\$ 2,620,618</u>	<u>\$ 1,298,921</u>	<u>\$ 590,928</u>	<u>\$ 4,634,769</u>	<u>\$ 3,831,275</u>

**County of Currituck, North Carolina**  
**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Non-Major Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

					<b>Totals</b>	
	<b>Ocean Sands Water and Sewer System Developmental Fees Fund</b>	<b>Mainland Water System Developmental Fees Fund</b>	<b>Southern Outer Banks Water System Developmental Fees Fund</b>	<b>Mainland Sewer System Developmental Fees Fund</b>	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>Operating Revenues</b>						
Charges for services	\$ 29,574	\$ 927,439	\$ 425,895	\$ 61,344	\$ 1,444,252	\$ 1,721,987
Total operating revenues	<u>29,574</u>	<u>927,439</u>	<u>425,895</u>	<u>61,344</u>	<u>1,444,252</u>	<u>1,721,987</u>
<b>Nonoperating Revenues</b>						
Investment earnings	8,510	76,928	44,449	19,355	149,242	115,610
Total nonoperating revenue	<u>8,510</u>	<u>76,928</u>	<u>44,449</u>	<u>19,355</u>	<u>149,242</u>	<u>115,610</u>
Income before transfers	38,084	1,004,367	470,344	80,699	1,593,494	1,837,597
<b>Transfers to other funds</b>	<u>(315,000)</u>	<u>-</u>	<u>(475,000)</u>	<u>-</u>	<u>(790,000)</u>	<u>-</u>
Change in net position	(276,916)	1,004,367	(4,656)	80,699	803,494	1,837,597
Total net position - beginning	401,218	1,616,251	1,303,577	510,229	3,831,275	1,993,678
Total net position - ending	<u>\$ 124,302</u>	<u>\$ 2,620,618</u>	<u>\$ 1,298,921</u>	<u>\$ 590,928</u>	<u>\$ 4,634,769</u>	<u>\$ 3,831,275</u>

**County of Currituck, North Carolina**  
**Combining Statement of Cash Flows**  
**Non-Major Proprietary Fund**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	Ocean Sands Water and Sewer System Developmental Fees Fund	Mainland Water System Developmental Fees Fund	Southern Outer Banks Water System Developmental Fees Fund	Mainland Sewer System Developmental Fees Fund	Totals	
					June 30, 2025	June 30, 2024
Cash flows from operating activities:						
Cash received from customers	\$ 29,574	\$ 927,844	\$ 419,190	\$ 61,344	\$ 1,437,952	\$ 1,681,497
Net cash provided by operating activities	<u>29,574</u>	<u>927,844</u>	<u>419,190</u>	<u>61,344</u>	<u>1,437,952</u>	<u>1,681,497</u>
Cash flows from noncapital financing activities:						
Transfer to other funds	(315,000)	-	(475,000)	-	(790,000)	-
	<u>(315,000)</u>	<u>-</u>	<u>(475,000)</u>	<u>-</u>	<u>(790,000)</u>	<u>-</u>
Cash flows from investing activities:						
Interest on investments	8,510	76,928	44,449	19,355	149,242	115,610
Net increase in cash and cash equivalents	(276,916)	1,004,772	(11,361)	80,699	797,194	1,797,107
Cash and cash equivalents, July 1	401,218	1,575,663	1,303,179	510,229	3,790,289	1,993,182
Cash and cash equivalents, June 30	<u>\$ 124,302</u>	<u>\$ 2,580,435</u>	<u>\$ 1,291,818</u>	<u>\$ 590,928</u>	<u>\$ 4,587,483</u>	<u>\$ 3,790,289</u>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>						
Operating income	\$ 29,574	\$ 927,439	\$ 425,895	\$ 61,344	\$ 1,444,252	\$ 1,728,560
Adjustments to reconcile operating income to net cash provided by						
Changes in assets and liabilities:						
(Increase) decrease in accounts receivable	-	405	(6,705)	-	(6,300)	34,755
Total adjustments	<u>-</u>	<u>405</u>	<u>(6,705)</u>	<u>-</u>	<u>(6,300)</u>	<u>34,755</u>
Net cash provided by operating activities	<u>\$ 29,574</u>	<u>\$ 927,844</u>	<u>\$ 419,190</u>	<u>\$ 61,344</u>	<u>\$ 1,437,952</u>	<u>\$ 1,763,315</u>

**County of Currituck, North Carolina**  
**Ocean Sands Water and Sewer System Developmental Fees Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Water system developmental fees	\$ -	\$ -	\$ 11,866	\$ -	\$ 11,866
Sewer system developmental fees	-	-	17,708	-	11,848
Total, water and sewer operating revenues	<u>-</u>	<u>-</u>	<u>29,574</u>	<u>29,574</u>	<u>23,714</u>
Nonoperating revenues:					
Investment earnings	<u>15,000</u>	<u>15,000</u>	<u>8,510</u>	<u>-</u>	<u>17,200</u>
Total nonoperating revenues	<u>15,000</u>	<u>15,000</u>	<u>8,510</u>	<u>(6,490)</u>	<u>17,200</u>
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>38,084</u>	<u>23,084</u>	<u>40,914</u>
Appropriated net position	300,000	300,000	-	(300,000)	-
<b>Other financing uses:</b>					
Transfer to Ocean Sands Water & Sewer operations	<u>(315,000)</u>	<u>(315,000)</u>	<u>(315,000)</u>	<u>-</u>	<u>-</u>
Revenue over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(276,916)</u>	<u>\$ (276,916)</u>	<u>40,914</u>
Change in net position			<u>\$ (276,916)</u>		<u>\$ 40,914</u>

**County of Currituck, North Carolina**  
**Mainland Water System Developmental Fees Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
<b>Revenues</b>					
Water system developmental fees	\$ -	\$ -	\$ 927,439	\$ -	\$ 1,180,954
Total water operating revenues	<u>-</u>	<u>-</u>	<u>927,439</u>	<u>927,439</u>	<u>1,180,954</u>
Nonoperating revenues:					
Investment earnings	-	-	76,928	-	36,083
Total nonoperating revenues	<u>-</u>	<u>-</u>	<u>76,928</u>	<u>76,928</u>	<u>36,083</u>
Total revenues	<u>-</u>	<u>-</u>	<u>1,004,367</u>	<u>1,004,367</u>	<u>1,217,037</u>
Appropriated net position	-	-	-	-	-
<b>Other financing uses</b>					
Transfer to Mainland Water Construction Fund	-	-	-	-	-
Transfer to Mainland Water Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenue and appropriated net position over (under) other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>1,004,367</u>	<u>\$ 1,004,367</u>	<u>1,217,037</u>
Change in net position			<u>\$ 1,004,367</u>		<u>\$ 1,217,037</u>

**County of Currituck, North Carolina**  
**Southern Outer Banks Water System Developmental Fees Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
<b>Revenues</b>					
Water system developmental fees	\$ -	\$ -	\$ 425,895	\$ -	\$ 423,559
Total water operating revenues	<u>-</u>	<u>100,000</u>	<u>425,895</u>	<u>325,895</u>	<u>423,559</u>
Nonoperating revenues:					
Investment earnings	-	-	44,449	-	42,561
Total nonoperating revenues	<u>-</u>	<u>50,000</u>	<u>44,449</u>	<u>(5,551)</u>	<u>42,561</u>
Total revenues	<u>-</u>	<u>150,000</u>	<u>470,344</u>	<u>320,344</u>	<u>466,120</u>
Appropriated net position	-	325,000	-	(325,000)	-
<b>Other financing uses</b>					
Transfers to Southern Outer Banks Water Construction	-	(475,000)	(475,000)	-	-
Revenues and appropriated net position over (under) other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>(4,656)</u>	<u>\$ (4,656)</u>	<u>466,120</u>
Change in net position			<u>\$ (4,656)</u>		<u>\$ 466,120</u>

**County of Currituck, North Carolina**  
**Mainland Sewer System Developmental Fees Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
<b>Revenues</b>					
Charges for services:					
Sewer system developmental fees	\$ -	\$ -	\$ 61,344	\$ -	\$ 93,760
Total, sewer operating revenues	<u>35,000</u>	<u>35,000</u>	<u>61,344</u>	<u>26,344</u>	<u>93,760</u>
Nonoperating revenues:					
Investment earnings	-	-	19,355	-	19,766
Total nonoperating revenues	<u>15,000</u>	<u>15,000</u>	<u>19,355</u>	<u>4,355</u>	<u>19,766</u>
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>80,699</u>	<u>30,699</u>	<u>113,526</u>
Appropriated net position	450,000	450,000	-	(450,000)	-
<b>Other financing uses</b>					
Transfer to Moyock Sewer Operations	-	-	-	-	-
	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>80,699</u>	<u>\$ 30,699</u>	<u>113,526</u>
Change in net position			<u>\$ 80,699</u>		<u>\$ 113,526</u>

**County of Currituck, North Carolina**  
**Solid Waste Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Operating revenues:					
Charges for services:					
Solid waste disposal charges	\$ -	\$ -	\$ 5,527,604	\$ -	\$ 5,174,841
Recycling	-	-	25,575	-	24,478
Tipping fees	-	-	1,427,739	-	1,227,846
Total	<u>6,561,937</u>	<u>7,041,937</u>	<u>6,980,918</u>	<u>(61,019)</u>	<u>6,427,165</u>
Nonoperating revenues:					
Ad valorem taxes	-	-	17,390	-	14,895
White goods tax	-	-	16,190	-	17,955
White goods disposal tax	-	-	100,060	-	95,436
Tire tax	-	-	58,063	-	59,148
Lease liability issued	-	-	37,719	-	-
Insurance recovery	-	-	-	-	11,282
Miscellaneous	-	-	1,500	-	80
Investment earnings	-	-	188,310	-	215,278
Total	<u>219,923</u>	<u>427,423</u>	<u>419,232</u>	<u>(8,191)</u>	<u>414,074</u>
Appropriated net position	<u>1,535,926</u>	<u>1,560,015</u>	<u>-</u>	<u>(1,560,015)</u>	<u>-</u>
Total revenues and appropriated net position	<u>8,317,786</u>	<u>9,029,375</u>	<u>7,400,150</u>	<u>(1,629,225)</u>	<u>6,841,239</u>
<b>Expenditures</b>					
Solid waste administration:					
Salaries & benefits	-	-	112,579	-	95,861
Telephone and postage	-	-	4,227	-	237
Travel	-	-	-	-	220
Training and education	-	-	290	-	175
Other administrative expenditures	-	-	279	-	571
Total	<u>114,207</u>	<u>118,707</u>	<u>117,375</u>	<u>1,332</u>	<u>97,064</u>
Solid waste operations:					
Utilities	-	-	6,505	-	5,934
Repair and maintenance	-	-	19,316	-	68,078
Rent	-	-	7,200	-	24,000
Supplies	-	-	8,429	-	4,804
Professional services	-	-	-	-	1,233
Contract services, other	-	-	21,414	-	22,028
Contract services, collection	-	-	4,197,750	-	3,239,436
Contract services, disposal	-	-	3,305,637	-	3,053,629
Site work and landscaping	-	-	18,612	-	29,918
White goods disposal	-	-	111,877	-	89,933
White goods disposal tax	-	-	67,041	-	63,109
Tire disposal	-	-	62,271	-	50,095
Monitoring wells	-	-	9,392	-	9,550
Recycling	-	-	690,712	-	591,532
Total	<u>8,130,579</u>	<u>8,817,434</u>	<u>8,526,156</u>	<u>291,278</u>	<u>7,253,279</u>

**County of Currituck, North Carolina**  
**Solid Waste Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts for the Fiscal Year Ended June 30, 2024)**

	2025			Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual		Actual
Debt service:					
Interest and other charges	-	-	1,873	-	2,265
Debt principal	-	-	35,927	-	16,335
Total	<u>48,000</u>	<u>48,000</u>	<u>37,800</u>	<u>10,200</u>	<u>18,600</u>
Capital outlays	<u>2,525,000</u>	<u>2,545,234</u>	<u>71,795</u>	<u>2,473,439</u>	<u>128,247</u>
Total expenditures	<u>10,817,786</u>	<u>11,529,375</u>	<u>8,753,126</u>	<u>2,776,249</u>	<u>7,497,190</u>
Revenues and appropriated net position over expenditures	<u>(2,500,000)</u>	<u>(2,500,000)</u>	<u>(1,352,976)</u>	<u>1,147,024</u>	<u>(655,951)</u>
<b>Other financing sources</b>					
Transfer from Transfer Tax Fund	2,500,000	2,500,000	1,513,080	(986,920)	-
Transfers from General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,200,000</u>
Total	<u>2,500,000</u>	<u>2,500,000</u>	<u>1,513,080</u>	<u>(986,920)</u>	<u>1,200,000</u>
Revenues, appropriated net position, and other financing sources over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	160,104	<u>\$ 160,104</u>	544,049
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>					
Reconciling items:					
Capital outlays			71,795		128,247
Depreciation			(82,434)		(63,502)
Debt principal			35,927		16,335
Amortization expense - lease			(29,436)		(16,863)
Lease liability issued			(37,719)		-
(Increase) decrease in total OPEB liability			19,766		(68,449)
(Increase) decrease in accrued salaries			(1,023)		(3,707)
(Increase) decrease in accrued compensation			(1,668)		1,224
Increase (decrease) in deferred outflows of resources - pension			(3,516)		20,222
(Increase) decrease in net pension liability			(1,354)		(35,345)
Increase (decrease) in deferred outflow of resources - OPEB			(2,131)		6,154
(Increase) decrease in deferred inflow of resources - OPEB			(24,430)		(21,271)
(Increase) decrease in deferred inflow of resources - pension			(746)		(1,043)
Total reconciling items			<u>(56,969)</u>		<u>(37,998)</u>
Change in net position			<u>\$ 103,135</u>		<u>\$ 506,051</u>

**County of Currituck, North Carolina**  
**Ocean Sands Water and Sewer Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Charges for services:					
Water sales	\$ -	\$ -	\$ 674,591	\$ -	\$ 663,023
Penalties and interest, water	-	-	727	-	10,160
Other operating revenues, water	-	-	8,481	-	4,937
Total, water operating revenues	<u>715,050</u>	<u>715,050</u>	<u>683,799</u>	<u>(31,251)</u>	<u>678,120</u>
Sewer charges	-	-	1,031,453	-	921,110
Sewer tap fees	-	-	6,933	-	-
Penalties and interest, sewer	-	-	1,208	-	14,396
Other operating revenues, sewer	-	-	2,000	-	2,400
Total, sewer operating revenues	<u>978,500</u>	<u>987,050</u>	<u>1,041,594</u>	<u>54,544</u>	<u>937,906</u>
Total operating revenues	<u>1,693,550</u>	<u>1,702,100</u>	<u>1,725,393</u>	<u>23,293</u>	<u>1,616,026</u>
Nonoperating revenues:					
Tax revenue	-	-	662,601	-	649,245
Insurance recovery	-	-	9,482	-	4,154
Investment earnings	-	-	65,665	-	87,842
Total nonoperating revenues	<u>768,430</u>	<u>768,430</u>	<u>737,748</u>	<u>(30,682)</u>	<u>741,241</u>
Total revenues	<u>2,461,980</u>	<u>2,470,530</u>	<u>2,463,141</u>	<u>(7,389)</u>	<u>2,357,267</u>
Appropriated net position	<u>340,955</u>	<u>604,295</u>	<u>-</u>	<u>(604,295)</u>	<u>-</u>
Total revenues and appropriated net position	<u>2,802,935</u>	<u>3,074,825</u>	<u>2,463,141</u>	<u>(611,684)</u>	<u>2,357,267</u>
<b>Expenditures</b>					
Administration:					
Administration fee	-	-	50,259	-	50,000
Processing fees	-	-	3,593	-	3,591
Telephone and postage	-	-	6,858	-	5,770
Data transmission	-	-	3,514	-	2,966
Travel and training	-	-	-	-	1,204
Supplies	-	-	9,798	-	9,409
Uniforms	-	-	1,021	-	2,736
Dues and subscriptions	-	-	14,719	-	38,156
Software license fees	-	-	3,195	-	963
Total	<u>225,777</u>	<u>222,407</u>	<u>92,957</u>	<u>129,450</u>	<u>114,795</u>
Water treatment operations:					
Utilities	-	-	6,465	-	5,110
Repairs and maintenance	-	-	10,612	-	23,630
Lab tests	-	-	7,223	-	5,968
System supplies	-	-	20,895	-	16,855
Contracted services	-	-	867,279	-	860,067
Insurance	-	-	101,987	-	-
Total	<u>1,066,068</u>	<u>1,066,908</u>	<u>1,014,461</u>	<u>52,447</u>	<u>911,630</u>

**County of Currituck, North Carolina**  
**Ocean Sands Water and Sewer Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
Sewer treatment operations:					
Salaries & benefits	-	-	201,613	-	189,703
Utilities	-	-	51,649	-	85,304
Repairs and maintenance	-	-	32,646	-	55,440
Gas	-	-	10,503	-	8,628
Lab tests	-	-	39,756	-	47,423
System supplies	-	-	24,912	-	56,154
Chemicals	-	-	97,063	-	58,997
Administration fees	-	-	-	-	50,000
Contracted services	-	-	149,013	-	174,615
Professional services	-	-	-	-	-
Total	<u>810,027</u>	<u>822,787</u>	<u>607,155</u>	<u>215,632</u>	<u>726,264</u>
Debt service:					
Interest and other charges	-	-	101,062	-	131,824
Debt principal	-	-	500,000	-	500,000
Total	<u>601,063</u>	<u>601,063</u>	<u>601,062</u>	<u>1</u>	<u>631,824</u>
Capital outlay	<u>415,000</u>	<u>676,660</u>	<u>330,687</u>	<u>345,973</u>	<u>223,907</u>
Total expenditures	<u>3,117,935</u>	<u>3,389,825</u>	<u>2,646,322</u>	<u>743,503</u>	<u>2,608,420</u>
Revenues and appropriated net position over expenditures	(315,000)	(315,000)	(183,181)	131,819	(251,153)
Transfer from Ocean Sands development fees	<u>315,000</u>	<u>315,000</u>	<u>315,000</u>	<u>-</u>	<u>-</u>
Revenues and appropriated net position over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>131,819</u>	<u>\$ 131,819</u>	<u>(251,153)</u>
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>					
Reconciling items:					
Capital outlays			330,687		223,907
Debt principal			500,000		500,000
(Increase) decrease in accrued salaries			(181)		(1,090)
(Increase) decrease in accrued vacation			(3,513)		(4,360)
(Increase) decrease in total OPEB liability			49,134		6,882
Depreciation			(654,167)		(591,792)
Book value of transferred assets			8,305		
Investment earnings from capital project fund			887		1,749
(Expenses) revenue from capital project fund			-		(25,710)
(Increase) decrease in deferred inflows of resources - pension			(1,299)		(1,399)
(Increase) decrease in net pension liability			1,152		(10,572)
Increase (decreases) in deferred outflows of resources - pension			(8,749)		649
Increase (decrease) in deferred outflow of resources - OPEB			(5,201)		(6,398)
(Increase) decrease in deferred inflow of resources - OPEB			(35,438)		9,426
Total reconciling items			<u>181,617</u>		<u>101,292</u>
Change in net position			<u>\$ 313,436</u>		<u>\$ (149,861)</u>

**County of Currituck, North Carolina**  
**Ocean Sands Water & Sewer Construction Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
<b>Revenues</b>					
Investment earnings	\$ -	\$ 97,326	\$ 887	\$ 98,213	\$ 98,213
Total revenues	-	97,326	887	98,213	98,213
<b>Expenditures</b>					
Contract services	12,328,231	12,191,207	-	12,191,207	137,024
Professional services	870,712	870,712	-	870,712	-
Total expenditures	13,198,943	13,061,919	-	13,061,919	137,024
Revenues under expenditures	(13,198,943)	(12,964,593)	887	(12,963,706)	235,237
<b>Other financing sources</b>					
Transfers from other funds:					
Proceeds from debt	7,500,000	7,500,000	-	7,500,000	-
Ocean Sands Water & Sewer Fund	5,698,943	5,489,827	-	5,489,827	-
Total other financing sources	13,198,943	12,989,827	-	12,989,827	(209,116)
Revenues and other financing sources over (under) expenditures	\$ -	\$ 25,234	\$ 887	\$ 26,121	\$ 26,121

**County of Currituck, North Carolina**  
**Mainland Water Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
<b>Revenues</b>					
Charges for services:					
Water sales	\$ -	\$ -	\$ 4,685,993	\$ -	\$ 4,298,602
Water tap fees	-	-	41,716	-	49,916
Reconnection fees	-	-	50,275	-	88,289
Penalties and interest	-	-	12,042	-	109,340
Sale of materials	-	-	45,405	-	15,730
Total	<u>4,295,000</u>	<u>4,295,000</u>	<u>4,835,431</u>	<u>540,431</u>	<u>4,561,877</u>
Nonoperating revenues:					
Investment earnings	-	-	207,749	-	247,539
Other nonoperating revenues	-	-	87,111	-	47,482
Total nonoperating revenues	<u>232,000</u>	<u>234,000</u>	<u>294,860</u>	<u>60,860</u>	<u>295,021</u>
Total revenues	<u>4,527,000</u>	<u>4,529,000</u>	<u>5,130,291</u>	<u>601,291</u>	<u>4,856,898</u>
Appropriated net position	<u>1,024,669</u>	<u>1,168,995</u>	<u>-</u>	<u>(1,168,995)</u>	<u>-</u>
Total revenue and appropriated net position	<u>5,551,669</u>	<u>5,697,995</u>	<u>5,130,291</u>	<u>(567,704)</u>	<u>4,856,898</u>
<b>Expenditures</b>					
Administration:					
Salaries and benefits	-	-	68,855	-	56,149
Administrative support	-	-	533,633	-	260,000
Data transmission	-	-	15,870	-	16,336
Credit card fees	-	-	16,143	-	17,251
Telephone and postage	-	-	58,708	-	49,810
Travel	-	-	5,679	-	3,949
Training and education	-	-	5,087	-	5,306
Supplies	-	-	66,749	-	77,974
Dues and subscriptions	-	-	21,262	-	21,512
Software license fees	-	-	13,692	-	20,329
Total	<u>828,348</u>	<u>841,048</u>	<u>805,678</u>	<u>35,370</u>	<u>528,616</u>
Water treatment operations:					
Salaries and benefits	-	-	1,308,253	-	1,204,907
Utilities	-	-	271,225	-	231,476
Repairs and maintenance	-	-	30,733	-	33,572
System supplies	-	-	137,424	-	119,853
Insurance	-	-	136,627	-	-
Fuel	-	-	40,494	-	42,164
Lab tests	-	-	27,759	-	26,490
Chemicals	-	-	150,889	-	130,988
Uniforms	-	-	6,782	-	5,916
Contracted services	-	-	243,337	-	328,555
Professional services	-	-	5,000	-	2,451
Total	<u>2,630,768</u>	<u>2,628,290</u>	<u>2,358,523</u>	<u>269,767</u>	<u>2,126,372</u>

**County of Currituck, North Carolina**  
**Mainland Water Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			Variance Increase (Decrease)	2024
	Original Budget	Final Budget	Actual		Actual
Debt service:					
Interest and other charges	-	-	168,969	-	263,478
Debt principal	-	-	1,385,000	-	1,330,000
Total	<u>1,553,969</u>	<u>1,553,969</u>	<u>1,553,969</u>	-	<u>1,593,478</u>
Capital outlay	<u>538,584</u>	<u>674,688</u>	<u>393,449</u>	281,239	<u>809,502</u>
Total expenditures	<u>5,551,669</u>	<u>5,697,995</u>	<u>5,111,619</u>	586,376	<u>5,057,968</u>
Revenues and appropriated net position over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	18,672	<u>\$ 18,672</u>	(201,070)
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>					
Reconciling items:					
Capital outlays			393,449		809,502
Debt principal			1,385,000		1,330,000
Depreciation			(1,501,435)		(1,391,837)
Loss on disposal of fixed assets			(46,753)		
Investment earnings from Capital Projects Fund			51,136		207,528
(Increase) decrease in total OPEB liability			285,305		135,634
(Increase) decrease in accrued vacation			(28,349)		6,492
(Increase) decrease in accrued salaries			(13,549)		(1,616)
Increase (decrease) in deferred outflows of resources - pension			(47,702)		(35,421)
(Increase) decrease in net pension liability			(6,617)		(6,939)
(Increase) decrease in deferred inflow of resources - pension			(8,666)		(8,133)
(Increase) decrease in deferred inflow of resources - OPEB			(243,419)		93,356
Increase (decrease) in deferred outflow of resources - OPEB			(30,339)		(52,791)
Total reconciling items			<u>188,061</u>		<u>1,085,775</u>
Change in net position			<u>\$ 206,733</u>		<u>\$ 884,705</u>

**County of Currituck, North Carolina  
Mainland Water Construction Fund  
Schedule of Revenues and Expenditures  
Budget and Actual (Non-GAAP)  
From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
<b>Revenues</b>					
Investment earnings	\$ -	\$ 175,732	\$ 51,136	\$ 226,868	\$ 226,868
Total revenues	-	175,732	51,136	226,868	226,868
<b>Expenditures</b>					
2022 Mainland Water Plant Expansion	3,525,316	3,166,603	54,149	3,220,752	304,564
16" Watermain and Boosters	750,000	213,105	130,121	343,226	406,774
Deep Well & Connect to Plant	950,000	833,137	630,760	1,463,897	(513,897)
Coinjock Canal Redundancy	285,000	253,675	-	253,675	31,325
Total expenditures	5,510,316	4,466,520	815,030	5,281,550	228,766
Revenues under expenditures	(5,510,316)	(4,290,788)	(763,894)	(5,054,682)	455,634
<b>Other financing sources</b>					
Transfers from other funds:					
Mainland Water Fund	3,161,031	2,411,031	-	2,411,031	750,000
Mainland Water Developmental Fees Fund	2,349,285	3,599,285	-	3,599,285	1,250,000
Total other financing sources	5,510,316	6,010,316	-	6,010,316	2,000,000
Revenues and other financing sources over (under) expenditures	\$ -	\$ 1,719,528	\$ (763,894)	\$ 955,634	\$ 955,634

**County of Currituck, North Carolina**  
**Southern Outer Banks Water System Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
<b>Revenues</b>					
Charges for services:					
Water sales	\$ -	\$ -	\$ 3,191,904	\$ -	\$ 2,939,085
Administration	-	-	848,421	-	833,115
Billing services	-	-	3,220	-	3,220
Penalties and interest	-	-	3,337	-	31,408
Other operating revenues	-	-	33,361	-	72,293
Total, water operating revenues	<u>3,740,800</u>	<u>3,740,800</u>	<u>4,080,243</u>	<u>339,443</u>	<u>3,879,121</u>
Nonoperating revenues:					
Rent	-	-	168,490	-	174,350
Insurance recovery	-	-	-	-	-
Investment earnings	-	-	307,880	-	381,915
Lease revenues	-	-	74,867	-	60,746
Interest revenue - leases	-	-	18,142	-	20,023
Total nonoperating revenues	<u>410,800</u>	<u>412,300</u>	<u>569,379</u>	<u>157,079</u>	<u>637,034</u>
Total revenues	<u>4,151,600</u>	<u>4,153,100</u>	<u>4,649,622</u>	<u>496,522</u>	<u>4,516,155</u>
Appropriated net position	<u>-</u>	<u>3,442,071</u>	<u>-</u>	<u>(3,442,071)</u>	<u>-</u>
Total revenues and appropriated net position	<u>4,151,600</u>	<u>7,595,171</u>	<u>4,649,622</u>	<u>(2,945,549)</u>	<u>4,516,155</u>
<b>Expenditures</b>					
Administration:					
Salaries and benefits	-	-	259,244	-	244,451
Telephone and postage	-	-	25,373	-	22,656
Travel	-	-	-	-	377
Training and education	-	-	2,051	-	2,697
Data transmission	-	-	13,011	-	15,874
Advertising	-	-	-	-	-
Supplies	-	-	109,047	-	86,833
Credit card fees	-	-	7,653	-	7,655
Dues and subscriptions	-	-	5,426	-	6,171
Other administrative expenditures	-	-	418,571	-	210,741
Total administration expenditures	<u>879,898</u>	<u>869,678</u>	<u>840,376</u>	<u>29,302</u>	<u>597,455</u>
Water treatment operations:					
Salaries and benefits	-	-	777,734	-	733,355
Utilities	-	-	301,508	-	362,089
Gas, oil, etc	-	-	36,662	-	38,257
Repairs and maintenance	-	-	37,768	-	38,103
Lab tests	-	-	18,177	-	16,790
Supplies	-	-	63,061	-	58,875
Chemicals	-	-	239,504	-	240,033
Insurance	-	-	157,207	-	-
Uniforms	-	-	5,889	-	3,667
Contracted services	-	-	100,197	-	119,436
Total water treatment operations	<u>2,087,702</u>	<u>2,120,496</u>	<u>1,737,707</u>	<u>382,789</u>	<u>1,610,605</u>

**County of Currituck, North Carolina**  
**Southern Outer Banks Water System Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
Capital outlays	1,184,000	1,256,155	278,762	977,393	392,621
 Total expenditures	 4,151,600	 4,246,329	 2,856,845	 1,389,484	 2,921,357
Revenues and appropriated net position over (under) expenditures	-	3,348,842	1,792,777	(1,556,065)	1,594,798
<b>Other financing sources (uses)</b>					
Transfer from Occupancy Tax Fund	-	-	-	-	-
Transfer to Southern Outer Banks Construction	-	(3,348,842)	(3,348,842)	-	-
Total other financing sources (uses)	-	(3,348,842)	(3,348,842)	-	-
Revenue, appropriated net position and other financing sources over (under) expenditures and other financing use:	\$ -	\$ -	(1,556,065)	\$ (1,556,065)	\$ 1,594,798

**Reconciliation from budgetary basis  
(modified accrual) to full accrual:**

Reconciling items:

Capital outlays	278,762	713,297
Depreciation	(1,307,499)	(1,271,694)
Investment earnings (loss) - capital project fund	50,873	143,193
Eliminate transfer from SOWS to construction	3,348,842	-
Transfer from SOB Dev Fund included in capital project fund	475,000	-
(Increase) decrease in accrued compensation	(11,268)	(7,640)
(Increase) decrease in accrued salaries	2,591	(2,220)
Increase (decrease) in deferred outflow of resources - OPEB	(32,908)	15,305
(Increase) decrease in total OPEB liability	312,444	(121,564)
Increase (decrease) in deferred outflow of resources - pensions	(49,026)	(14,665)
(Increase) decrease in net pension liability	17,144	(69,202)
(Increase) decrease in deferred inflows of resources - pensions	(5,965)	(7,080)
(Increase) decrease in deferred inflow of resources - OPEB	(181,970)	(4,691)
Total reconciling items	<u>2,897,020</u>	<u>(626,961)</u>
Change in net position	<u>\$ 1,340,955</u>	<u>\$ 967,837</u>

**County of Currituck, North Carolina**  
**Southern Outer Banks Water Construction Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
<b>Revenues</b>					
Investment earnings	\$ -	\$ 139,127	\$ 50,873	\$ 190,000	\$ 190,000
Total revenues	-	139,127	50,873	190,000	190,000
<b>Expenditures</b>					
Deep Test Well 2022	750,000	617,270	-	617,270	132,730
Well 2023	1,700,000	-	517,671	517,671	1,182,329
SOBWS Transmission	575,000	-	448,008	448,008	126,992
SOBWS Plant Expansion	5,769,653	4,325,457	1,286,405	5,611,862	157,791
Total expenditures	8,794,653	4,942,727	2,252,084	7,194,811	1,599,842
Revenues over (under) expenditures	(8,794,653)	(4,803,600)	(2,201,211)	(7,004,811)	1,789,842
<b>Other finance sources</b>					
Transfers from other funds:					
Occupancy Tax Fund	3,348,842	-	-	-	(3,348,842)
Southern Outer Banks Water Fund	3,598,841	3,598,841	3,348,842	6,947,683	3,348,842
Southern Outer Banks Sys Developmental Fees Fund	1,846,970	1,271,970	475,000	1,746,970	(100,000)
Total transfers from other funds	8,794,653	4,870,811	3,823,842	8,694,653	3,248,842
Revenues and other financing sources over (under) expenditures	\$ -	\$ 67,211	\$ 1,622,631	\$ 1,689,842	\$ 1,689,842

**County of Currituck, North Carolina**  
**Mainland Central Sewer Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
<b>Revenues:</b>					
Charges for services:					
Sewer charges	\$ -	\$ -	\$ 981,930	\$ -	\$ 955,990
Penalties and interest	-	-	2,861	-	25,181
Total, sewer operating revenues	<u>1,020,000</u>	<u>981,053</u>	<u>984,791</u>	<u>3,738</u>	<u>981,171</u>
Nonoperating revenues:					
Rents	-	-	3,600	-	3,600
Miscellaneous	-	-	1,575	-	-
Insurance recovery	-	-	14,542	-	-
Investment earnings	-	-	786	-	39,499
Total nonoperating revenues	<u>38,600</u>	<u>10,100</u>	<u>20,503</u>	<u>10,403</u>	<u>43,099</u>
 Total revenues	<u>1,058,600</u>	<u>991,153</u>	<u>1,005,294</u>	<u>14,141</u>	<u>1,024,270</u>
Appropriated net assets	<u>539,954</u>	<u>293,518</u>	<u>-</u>	<u>(293,518)</u>	<u>-</u>
 Total revenues and appropriated net position	<u>1,598,554</u>	<u>1,284,671</u>	<u>1,005,294</u>	<u>(279,377)</u>	<u>1,024,270</u>
<b>Expenditures:</b>					
Administration:					
Salaries and benefits	-	-	50,257	-	157,988
Telephone and postage	-	-	2,095	-	1,855
Travel	-	-	895	-	1,483
Training and education	-	-	1,460	-	2,830
Administration	-	-	201,475	-	135,000
Supplies	-	-	46,551	-	35,805
Professional fees	-	-	68	-	-
Credit card fees	-	-	3,918	-	4,129
Dues and subscriptions	-	-	16,672	-	24,628
Software license fees	-	-	5,188	-	2,250
Total	<u>371,020</u>	<u>343,383</u>	<u>328,579</u>	<u>14,804</u>	<u>365,968</u>
Sewer treatment operations:					
Salaries and benefits	-	-	284,788	-	157,988
Utilities	-	-	69,412	-	77,501
Gas	-	-	23,926	-	17,119
Data Transmission	-	-	1,888	-	1,977
Repairs and maintenance	-	-	56,244	-	56,954
Lab tests	-	-	56,723	-	61,623
Chemicals	-	-	219,719	-	88,491
Insurance	-	-	35,926	-	-
Contracted services	-	-	791,793	-	219,075
Uniforms	-	-	324	-	2,867
Total	<u>1,095,534</u>	<u>1,621,124</u>	<u>1,540,743</u>	<u>80,381</u>	<u>683,595</u>

**County of Currituck, North Carolina**  
**Mainland Central Sewer Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2025**  
**(With Comparative Actual Amounts from the Fiscal Year Ended June 30, 2024)**

	2025			2024	
	Original Budget	Final Budget	Actual	Variance Increase (Decrease)	Actual
Capital outlay	632,000	657,164	5,736	651,428	686,999
Total expenditures	2,098,554	2,621,671	1,875,058	746,613	1,736,562
Revenues and appropriated net position over (under) expenditures	(500,000)	(1,337,000)	(869,764)	467,236	(712,292)
<b>Other financing sources (uses)</b>					
Transfer from General Fund	-	837,000	800,000	(37,000)	-
Transfer from Mainland Sewer System Development Fees	500,000	500,000			
Total	500,000	1,337,000	800,000	(37,000)	-
Revenues, appropriated net position, and other financing sources over (under) expenditures and other financing uses	\$ -	\$ -	(69,764)	\$ (69,764)	(712,292)
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>					
Capital outlay			5,736		686,999
Depreciation			(564,102)		(475,091)
(Increase) decrease in accrued salaries			(2,413)		(3,580)
(Increase) decrease in accrued vacation			(3,393)		(9,612)
(Increase) decrease in total OPEB liability			78,067		(114,594)
(Increase) decrease in deferred inflows of resources - pension			(2,117)		(2,568)
(Increase) decrease in net pension liability			(1,114)		(54,141)
Increase (decrease) in deferred outflows of resources - pension			(12,030)		28,888
Increase (decrease) in deferred outflows of resources - OPEB			(8,284)		6,151
(Increase) decrease in deferred inflow of resources - OPEB			(62,026)		(30,374)
Investment earnings from Capital Projects Fund			55,350		111,779
Restricted intergovernmental grant from Capital Project Fund			740,398		-
Total reconciling items			224,072		143,857
Change in net position			\$ 154,308		\$ (568,435)

**County of Currituck, North Carolina**  
**Mainland Central Sewer Construction Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**From Inception and for the Fiscal Year Ended June 30, 2025**

	Project Authorization	Actual		Total to Date	Variance Increase (Decrease)
		Prior Years	Current Year		
<b>Revenues</b>					
Restricted intergovernmental					
State Directed grant	\$ 13,762,000	\$ -	\$ 740,398	\$ 740,398	\$ (13,021,602)
Investment earnings	10,000	127,802	55,350	183,152	173,152
Total revenues	<u>13,772,000</u>	<u>127,802</u>	<u>795,748</u>	<u>923,550</u>	<u>(12,848,450)</u>
<b>Expenditures</b>					
Contract services	100,000	90,000	-	90,000	10,000
Professional services	350,000	342,431	-	342,431	7,569
Contingency	26,412	-	-	-	26,412
Moyock Sewer Expansion 2022	1,190,000	430,350	-	430,350	759,650
Temporary Mobile Plant	1,222,784	446,497	499,506	946,003	276,781
Moyock Regional WW Plant Construction	13,762,000	-	740,398	740,398	13,021,602
Capital outlay	457,407	457,406	-	457,406	1
Total expenditures	<u>17,108,603</u>	<u>1,766,684</u>	<u>1,239,904</u>	<u>3,006,588</u>	<u>14,102,015</u>
Revenues over (under) expenditures	<u>(3,336,603)</u>	<u>(1,638,882)</u>	<u>(444,156)</u>	<u>(2,083,038)</u>	<u>1,253,565</u>
<b>Other finance sources:</b>					
Transfers from other funds:					
Mainland Central Sewer Developmental Fees Fund	-	185,000	-	185,000	185,000
County Governmental Construction Fund	378,000	378,000	-	378,000	-
Transfer Tax Capital Fund	2,958,603	2,958,603	-	2,958,603	-
Total transfers from other funds	<u>3,336,603</u>	<u>3,521,603</u>	<u>-</u>	<u>3,521,603</u>	<u>185,000</u>
Revenues and other financing sources over expenditures	<u>\$ -</u>	<u>\$ 1,882,721</u>	<u>\$ (444,156)</u>	<u>\$ 1,438,565</u>	<u>\$ 1,438,565</u>

**County of Currituck, North Carolina**  
**Combining Statement of Fiduciary Net Position**  
**Pension Trust Funds**  
**June 30, 2025**

	OPEB Trust Fund	LEOSSA Trust Fund	Total
<b>Assets</b>			
Restricted assets:			
Investments:			
Cash and cash equivalents	\$ 777,331	\$ 668,111	\$ 1,445,442
Total assets	777,331	668,111	1,445,442
<b>Net position</b>			
Restricted for:			
Postemployment benefits other than pensions	777,331	-	777,331
Law Enforcement Officers Special Separation Allowance	-	668,111	668,111
Total liabilities and net position	\$ 777,331	\$ 668,111	\$ 1,445,442

**County of Currituck, North Carolina**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Pension Trust Funds**  
**For the Fiscal Year Ended June 30, 2025**

	<b>OPEB Trust Fund</b>	<b>LEOSSA Trust Fund</b>	<b>Total</b>
<b>Additions</b>			
Employer contributions	\$ -	\$ -	\$ -
Investment income:			
Interest and dividends	35,056	30,131	65,187
Total additions	<u>35,056</u>	<u>30,131</u>	<u>65,187</u>
<b>Deductions</b>			
Benefit payments	<u>-</u>	<u>-</u>	<u>-</u>
Total deductions	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	35,056	30,131	65,187
Net position - beginning of year	742,275	637,980	1,380,255
Net position - end of year	<u>\$ 777,331</u>	<u>\$ 668,111</u>	<u>\$ 1,445,442</u>

**County of Currituck, North Carolina**  
**General Fund**  
**Schedule of Ad Valorem Taxes Receivable**  
**June 30, 2025**

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2024</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2025</u>
2024-2025	\$ -	\$ 55,894,224 (a)	\$ 55,435,077 (b)	\$ 459,147 (c)
2023-2024	415,441	486	295,548	120,379
2022-2023	111,899	-	64,296	47,603
2021-2022	44,333	-	15,462	28,871
2020-2021	24,861	-	8,921	15,940
2019-2020	12,827	-	1,528	11,299
2018-2019	8,834	-	240	8,594
2017-2018	8,371	-	133	8,238
2016-2017	5,713	-	28	5,685
2015-2016	3,413	-	6	3,407
2014-2015	2,670	-	2,670	-
	<u>\$ 638,362</u>	<u>\$ 55,894,710</u>	<u>\$ 55,823,909 (d)</u>	<u>\$ 709,163</u>

Less: allowance for uncollectible accounts:

General Fund

(15,899)

Ad valorem taxes receivable - net:

\$ 693,264

Reconciliation with revenues:

Ad valorem taxes - General Fund

\$ 55,950,341

Reconciling items:

Interest collected

(147,093)

Taxes written off

20,661

Total reconciling items

(126,432)

Total collections and credits

\$ 55,823,909 (d)

**County of Currituck, North Carolina**  
**Analysis of Current Tax Levy**  
**County - wide Levy**  
**For the Fiscal Year Ended June 30, 2025**

	County - wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
	Original levy:				
Property taxed at current year's rate	\$ 8,983,429,194	0.62	\$ 55,697,261	\$ 52,104,883	\$ 3,592,378
Penalties	-		81,160	81,160	-
Total	<u>8,983,429,194</u>		<u>55,778,421</u>	<u>52,186,043</u>	<u>3,592,378</u>
Discoveries:					
Current year taxes	39,093,387	0.62	242,379	242,379	-
Prior year taxes	394,032		2,443	2,443	-
Penalties	-		345	345	-
Total	<u>39,487,419</u>		<u>245,167</u>	<u>245,167</u>	<u>-</u>
Abatements	<u>(20,865,161)</u>		<u>(129,364)</u>	<u>(96,168)</u>	<u>(33,196)</u>
Total property valuation	<u>\$ 9,002,051,452</u>				
Net levy			55,894,224 (a)	52,335,042	3,559,182
Uncollected taxes at June 30, 2025			<u>459,147 (c)</u>	<u>459,147</u>	<u>-</u>
Current year's taxes collected			<u>\$ 55,435,077 (b)</u>	<u>\$ 51,875,895</u>	<u>\$ 3,559,182</u>
Current levy collection percentage			<u>99.18%</u>	<u>99.12%</u>	<u>100.00%</u>

**County of Currituck, North Carolina  
Ten Largest Taxpayers  
For the Fiscal Period June 30, 2025**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Assessed Valuation January 1, 2024</b>	<b>Percentage of Total Assessed Valuation</b>
Dominion NC Power	Utility	\$ 101,214,155	1.12% %
Summit Farms Solar LLC	Solar Energy	80,801,660	0.90%
H2OBX LLC	Waterpark	38,483,978	0.43%
Oak Trail Solar LLC	Solar Energy	38,001,805	0.42%
Coastland Properties 1 LC	Land Development	22,087,200	0.25%
Pine Island Properties LLC	Land Development	20,909,335	0.23%
Harrison In Corolla LLC	Hotel	20,600,577	0.23%
Coastland Corp	Land Development	14,205,610	0.16%
Golasa Holdings LLC	Land Development	13,097,375	0.15%
Docena Real Estate Invest LLC	Skilled Nursing Facility	10,620,700	0.0012
Total		<u>\$ 360,022,395</u>	<u>4.00% %</u>

**County of Currituck, North Carolina**  
**Secondary Market Disclosures**  
**For the Fiscal Year Ended June 30, 2025**

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Assessed Valuation:	
Assessment Ratio <sup>1</sup>	100 %
Real Property	\$ 8,548,662,954
Personal Property	328,825,886
Public Service Companies <sup>2</sup>	124,562,612
Total Assessed Valuation	\$ 9,002,051,452
Tax Rate per \$100	0.62
Levy (includes discoveries, releases and abatements) <sup>3</sup>	\$ 55,894,224

In addition to the County-wide rate, the following table lists the levies by the County on behalf of fire districts, watershed improvement districts, Ocean Sands water and sewer district, and Moyock Commons sewer district for the fiscal year ended June 30:

Carova Beach Road Service District	71,521
Knotts Island fire protection service district	173,220
Corolla fire protection service district	2,773,183
Hog Ditch watershed improvement district	7,665
Moyock watershed improvement district	218,293
Northwest watershed improvement district	3,817
Whalehead solid waste district	106,685
Whalehead watershed improvement district	711,229
Ocean Sands/Crown Pointe North watershed improvement district	1,469,089
Ocean Sands water and sewer district	638,291
Total	\$ 62,067,217

<sup>1</sup> Percentage of appraised value has been established by statute.

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

<sup>3</sup> The levy includes interest and penalties.

**County of Currituck, North Carolina**  
**Emergency Telephone System Unspent Balance**  
**PSAP Reconciliation**  
**June 30, 2025**

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Amounts reported on the Emergency Telephone System Fund budget to actual are different from the PSAP Revenue-Expenditure Report because:

Net Change in Fund Balance, reported on Budget to Actual	\$ 77,493
Additional revenue and investment earnings reported on PSAP	6,339
Beginning Balance, PSAP Revenue-Expenditure Report	<u>399,363</u>
Ending Balance, PSAP Revenue-Expenditure Report	<u><u>\$ 483,195</u></u>

## Statistical Section

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

### **Financial Trends:**

These schedules contain trend information to help the reader understand how the county's financial performance and well-being have changed over time.

### **Revenue Capacity:**

These schedules contain information to help the reader assess the factors affecting the county's ability to generate its property and sales taxes.

### **Debt Capacity:**

These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the county's ability to issue additional debt in the future.

### **Demographic and Economic Information:**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place and to help make comparisons over time and with other governments.

### **Operating Information:**

These schedules contain information about the county's operations and resources to help the reader understand how the county's financial information relates to the services the county provides and the activities it performs.

**Schedule 1**

Currituck County, North Carolina  
 Net Position by Component  
 (accrual basis of accounting)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Governmental activities</b>										
Net investment in capital assets	\$ 95,026,547	\$ 98,607,671	\$ 98,629,299	\$ 93,267,704	\$ 79,801,707	\$ 100,350,733	\$ 102,559,955	\$ 107,902,642	\$ 114,898,465	\$ 126,604,221
Restricted	22,905,623	36,645,981	35,385,491	39,590,510	48,998,040	57,756,484	67,058,289	74,409,994	114,363,277	133,562,318
Unrestricted	20,283,060	8,333,046	9,057,138	15,328,578	26,294,395	20,022,393	25,447,416	24,317,138	11,613,319	18,048,390
<b>Total governmental activities net position</b>	<u>\$ 138,215,230</u>	<u>\$ 143,586,698</u>	<u>\$ 143,071,928</u>	<u>\$ 148,186,792</u>	<u>\$ 155,094,142</u>	<u>\$ 178,129,610</u>	<u>\$ 195,065,660</u>	<u>\$ 206,629,774</u>	<u>\$ 240,875,061</u>	<u>\$ 278,214,929</u>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 32,769,142	\$ 34,461,551	\$ 28,527,935	\$ 34,616,594	\$ 36,411,815	\$ 36,484,705	\$ 36,989,205	\$ 40,506,345	\$ 47,765,017	\$ 50,858,704
Unrestricted	12,082,511	10,841,508	18,238,009	16,052,814	19,576,160	21,526,315	24,496,521	29,038,765	25,257,957	25,048,766
<b>Total business-type activities net position</b>	<u>\$ 44,851,653</u>	<u>\$ 45,303,059</u>	<u>\$ 46,765,944</u>	<u>\$ 50,669,408</u>	<u>\$ 55,987,975</u>	<u>\$ 58,011,020</u>	<u>\$ 61,485,726</u>	<u>\$ 69,545,110</u>	<u>\$ 73,022,974</u>	<u>\$ 75,907,470</u>
<b>Primary government</b>										
Net investment in capital assets	\$ 127,795,689	\$ 133,069,222	\$ 127,157,234	\$ 127,884,298	\$ 116,213,522	\$ 136,835,438	\$ 139,549,160	\$ 148,408,987	\$ 162,663,482	\$ 177,462,925
Restricted	22,905,623	36,645,981	35,385,491	39,590,510	48,998,040	57,756,484	67,058,289	74,409,994	114,363,277	133,562,318
Unrestricted	32,365,571	19,174,554	27,295,147	31,381,392	45,870,555	41,548,708	49,943,937	53,355,903	36,871,276	43,097,156
<b>Total governmental activities net position</b>	<u>\$ 183,066,883</u>	<u>\$ 188,889,757</u>	<u>\$ 189,837,872</u>	<u>\$ 198,856,200</u>	<u>\$ 211,082,117</u>	<u>\$ 236,140,630</u>	<u>\$ 256,551,386</u>	<u>\$ 276,174,884</u>	<u>\$ 313,898,035</u>	<u>\$ 354,122,399</u>

**Schedule 2**  
 Currituck County, North Carolina  
 Changes in Net Position  
 (accrual basis of accounting)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Expenses</b>										
Governmental activities:										
General government	\$ 7,316,823	\$ 7,605,726	\$ 7,720,712	\$ 8,837,696	\$ 8,897,014	\$ 7,556,420	\$ 10,449,940	\$ 10,809,330	\$ 12,445,730	\$ 13,461,950
Public safety	20,237,291	22,184,580	23,107,388	24,646,123	26,423,861	27,624,989	26,822,245	31,155,639	32,905,770	34,900,324
Transportation	1,864,818	878,356	879,908	1,908,078	1,281,488	1,324,549	1,650,849	1,510,906	1,689,145	1,608,130
Economic and physical development	7,059,866	6,919,571	7,125,880	6,614,928	9,585,996	8,503,879	8,703,035	1,705,431	9,891,353	8,859,445
Environmental protection	1,112,071	1,304,616	1,352,279	1,102,947	666,258	1,538,969	1,460,874	8,727,243	877,328	2,307,266
Human services	4,821,314	5,135,697	4,183,766	4,270,307	4,482,172	4,648,114	4,777,142	4,954,503	4,939,389	5,301,899
Cultural and recreation	2,337,746	3,649,685	3,521,851	5,516,269	4,174,691	6,539,776	4,381,998	4,440,052	4,185,056	5,029,117
Education	11,078,398	11,223,471	11,377,025	12,193,477	12,730,970	14,320,422	20,322,535	27,930,483	18,529,495	20,170,321
Interest on long-term debt	133,147	106,219	79,098	51,626	298,360	519,211	478,838	416,360	1,920,635	2,401,371
Total governmental activities expenses	<u>55,961,474</u>	<u>59,007,921</u>	<u>59,347,907</u>	<u>65,141,451</u>	<u>68,540,810</u>	<u>72,576,329</u>	<u>79,047,456</u>	<u>91,649,947</u>	<u>87,383,901</u>	<u>94,039,823</u>
Business-type activities:										
Solid Waste	4,285,157	4,814,409	4,716,685	4,970,865	5,383,866	5,894,800	6,012,049	6,246,150	7,535,188	8,772,376
Water and Sewer	8,669,910	8,900,685	9,534,844	9,693,392	9,230,352	9,050,855	9,799,970	10,950,782	12,084,631	13,683,111
Total business-type activities expenses	<u>12,955,067</u>	<u>13,715,094</u>	<u>14,251,529</u>	<u>14,664,257</u>	<u>14,614,218</u>	<u>14,945,655</u>	<u>15,812,019</u>	<u>17,196,932</u>	<u>19,619,819</u>	<u>22,455,487</u>
Total primary government expenses	<u>\$ 68,916,541</u>	<u>\$ 72,723,015</u>	<u>\$ 73,599,436</u>	<u>\$ 79,805,708</u>	<u>\$ 83,155,028</u>	<u>\$ 87,521,984</u>	<u>\$ 94,859,475</u>	<u>\$ 108,846,879</u>	<u>\$ 107,003,720</u>	<u>\$ 116,495,310</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 1,333,039	\$ 1,082,865	\$ 1,110,766	\$ 1,394,939	\$ 1,903,676	\$ 2,495,595	\$ 3,415,516	\$ 3,144,090	\$ 3,445,070	\$ 4,308,775
Public safety	1,779,070	1,751,361	1,961,604	2,068,414	2,001,633	2,571,766	2,080,944	1,698,880	1,457,714	1,557,509
Transportation	375,589	326,746	325,167	408,216	364,876	506,689	703,055	770,442	735,608	649,232
Economic and physical development	68,765	271,933	317,343	272,050	-	-	290,277	375,595	211,031	251,073
Environmental protection	-	-	-	-	239,293	334,370	-	24,700	119,515	134,857
Human services	224	249	279	119	-	-	-	-	-	-
Cultural and recreation	63,688	87,270	91,992	112,120	74,107	54,100	70,175	104,169	151,153	133,348
Operating grants and contributions:										
General government	174,287	174,988	158,589	70,572	85,384	151,361	157,484	75,758	29,761	354,103
Public safety	851,728	640,816	615,721	859,670	1,297,795	2,243,654	4,422,364	3,578,973	822,410	819,330
Transportation	-	3,383	3,519	3,781	-	-	3,863	3,991	3,335	4,612
Economic and physical development	-	575,805	69,250	182,589	174,626	83,259	5,000	210,700	-	-
Environmental protection	26,629	110,808	26,550	89,439	38,485	2,163,875	23,171	253,979	87,878	123,060
Human services	2,483,300	2,605,116	1,942,628	1,938,563	1,971,262	-	3,283,922	2,752,651	2,671,987	2,543,376
Cultural and recreation	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions:										
General government	-	-	-	-	-	-	-	50,000	50,000	-
Public safety	216,999	235,000	10,657	-	994,984	537,653	1,332,700	-	1,695,830	23,385
Transportation	1,052,019	867,286	753,297	45,855	359,130	-	809,189	114,268	100,884	3,275,627
Economic and physical development	-	-	-	498,873	-	-	-	-	-	30,000
Environmental protection	-	-	-	-	-	-	-	200,000	130,640	-
Human services	-	-	-	-	-	138,410	-	-	-	-
Cultural and recreation	459,090	-	75,000	-	-	-	-	-	-	-
Education	289,999	185,856	244,357	488,745	147,042	513,000	405,000	681,693	579,184	366,500
Total governmental activities program revenues	<u>\$ 9,174,426</u>	<u>\$ 8,919,482</u>	<u>\$ 7,706,719</u>	<u>\$ 8,433,945</u>	<u>\$ 9,652,293</u>	<u>\$ 11,793,732</u>	<u>\$ 16,998,800</u>	<u>\$ 13,834,189</u>	<u>\$ 12,502,700</u>	<u>\$ 14,574,787</u>

continued

Business-type activities:										
Charges for services:										
Solid Waste	\$ 2,789,931	\$ 2,862,539	\$ 3,012,092	\$ 3,410,411	\$ 3,549,793	\$ 3,881,969	\$ 5,797,447	\$ 6,094,791	\$ 6,427,165	\$ 6,980,918
Water and Sewer	9,339,100	8,604,409	10,311,649	10,592,500	11,288,036	11,938,136	12,233,037	12,769,230	12,760,182	13,070,110
Operating grants and contributions:										
Solid Waste	41,780	51,846	62,468	49,650	49,887	55,069	68,951	70,505	77,103	74,253
Water and Sewer	13,621	27,242	49,121	-	7,000	-	30,000	27,020	-	-
Capital grants and contributions:										
Solid Waste	-	-	-	-	-	-	-	-	-	-
Water and Sewer	-	500,000	-	-	-	-	-	-	-	740,398
Total business-type program revenues	<u>12,184,432</u>	<u>12,046,036</u>	<u>13,435,330</u>	<u>14,052,561</u>	<u>14,894,716</u>	<u>15,875,174</u>	<u>18,129,435</u>	<u>18,961,546</u>	<u>19,264,450</u>	<u>20,865,679</u>
Total primary government program revenues	<u>\$ 21,358,858</u>	<u>\$ 20,965,518</u>	<u>\$ 21,142,049</u>	<u>\$ 22,486,506</u>	<u>\$ 24,547,009</u>	<u>\$ 27,668,906</u>	<u>\$ 35,128,235</u>	<u>\$ 32,795,735</u>	<u>\$ 31,767,150</u>	<u>\$ 35,440,466</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (46,787,048)	\$ (50,088,439)	\$ (51,641,188)	\$ (56,707,506)	\$ (58,888,517)	\$ (60,782,597)	\$ (62,048,656)	\$ (77,815,758)	\$ (74,881,201)	\$ (79,465,036)
Business-type activities	<u>(770,635)</u>	<u>(1,669,058)</u>	<u>(816,199)</u>	<u>(611,696)</u>	<u>280,498</u>	<u>929,519</u>	<u>2,317,416</u>	<u>1,764,614</u>	<u>(355,369)</u>	<u>(1,589,808)</u>
Total primary government net expense	<u>\$ (47,557,683)</u>	<u>\$ (51,757,497)</u>	<u>\$ (52,457,387)</u>	<u>\$ (57,319,202)</u>	<u>\$ (58,608,019)</u>	<u>\$ (59,853,078)</u>	<u>\$ (59,731,240)</u>	<u>\$ (76,051,144)</u>	<u>\$ (75,236,570)</u>	<u>\$ (81,054,844)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes	\$ 29,969,020	\$ 30,779,188	\$ 31,577,071	\$ 33,811,863	\$ 34,671,787	\$ 32,687,766	\$ 37,574,403	\$ 38,906,658	\$ 48,654,550	\$ 61,651,407
Intergovernmental	24,796,096	26,438,326	28,020,220	29,763,490	31,094,314	49,580,874	51,353,041	51,596,133	52,085,506	46,825,784
Investment earnings	450,673	526,677	609,114	1,760,571	1,538,858	181,931	(2,303,086)	2,559,944	9,009,105	9,118,437
Miscellaneous	679,606	867,331	888,609	784,783	1,003,001	1,317,764	479,854	1,210,979	577,327	1,706,272
Loss on disposal/sale of capital assets	(110,726)	-	(5,569)	(961,139)	(355,336)	157,616	(58,136)	-	-	(42,548)
Special item	(13,655,028)	-	-	-	-	-	-	-	-	-
Transfers	(1,430,895)	(1,457,168)	(1,818,270)	(3,337,198)	(3,872,103)	(144,385)	(1,200,000)	(4,893,842)	(1,200,000)	(2,321,385)
Total governmental activities	<u>40,698,746</u>	<u>57,154,354</u>	<u>59,271,175</u>	<u>61,822,370</u>	<u>64,080,521</u>	<u>83,781,566</u>	<u>85,846,076</u>	<u>89,379,872</u>	<u>109,126,488</u>	<u>116,937,967</u>
Business-type activities:										
Property taxes	320,358	319,865	609,886	615,922	617,084	640,427	664,093	681,317	759,576	780,051
Investment earnings	97,040	98,154	134,193	330,282	305,652	41,242	(446,754)	441,644	1,551,940	1,077,877
Miscellaneous	267,231	212,099	181,218	231,758	243,230	267,472	236,674	277,967	321,717	379,309
Loss on disposal/sale of capital assets	(152,432)	33,178	(21,234)	-	-	-	-	-	-	(46,753)
Special item	-	-	-	-	-	-	-	-	-	-
Transfers	1,430,895	1,457,168	1,818,270	3,337,198	3,872,103	144,385	1,200,000	4,893,842	1,200,000	2,321,385
Total business-type activities	<u>1,963,092</u>	<u>2,120,464</u>	<u>2,722,333</u>	<u>4,515,160</u>	<u>5,038,069</u>	<u>1,093,526</u>	<u>1,654,013</u>	<u>6,294,770</u>	<u>3,833,233</u>	<u>4,511,869</u>
Total primary government	<u>\$ 42,661,838</u>	<u>\$ 59,274,818</u>	<u>\$ 61,993,508</u>	<u>\$ 66,337,530</u>	<u>\$ 69,118,590</u>	<u>\$ 84,875,092</u>	<u>\$ 87,500,089</u>	<u>\$ 95,674,642</u>	<u>\$ 112,959,721</u>	<u>\$ 121,449,836</u>
<b>Change in Net Position</b>										
Governmental activities	\$ (6,088,302)	\$ 7,065,915	\$ 7,629,987	\$ 5,114,864	\$ 5,192,004	\$ 22,998,969	\$ 23,797,420	\$ 11,564,114	\$ 34,245,287	\$ 37,472,931
Business-type activities	<u>1,192,457</u>	<u>451,406</u>	<u>1,906,134</u>	<u>3,903,464</u>	<u>5,318,567</u>	<u>2,023,045</u>	<u>3,971,429</u>	<u>8,059,384</u>	<u>3,477,864</u>	<u>2,922,061</u>
Total primary government	<u>\$ (4,895,845)</u>	<u>\$ 7,517,321</u>	<u>\$ 9,536,121</u>	<u>\$ 9,018,328</u>	<u>\$ 10,510,571</u>	<u>\$ 25,022,014</u>	<u>\$ 27,768,849</u>	<u>\$ 19,623,498</u>	<u>\$ 37,723,151</u>	<u>\$ 40,394,992</u>

**Schedule 3**  
 Currituck County, North Carolina  
 Fund Balances, Governmental Funds  
 (modified accrual basis of accounting)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>General Fund</b>										
Nonspendable	\$ 925	\$ 936	\$ 855	\$ 1,834	\$ 1,474	\$ 929	\$ 9,495	\$ 21,511	\$ 27,756	\$ 133,960
Restricted	5,432,591	6,001,888	6,499,969	6,558,698	6,933,475	7,730,747	7,792,822	7,059,061	7,099,315	7,373,628
Committed	514,738	642,169	768,592	1,043,346	2,566,959	2,436,034	1,369,024	1,046,852	1,085,911	1,430,185
Assigned	3,031,018	2,762,123	2,762,123	3,776,870	5,495,652	3,992,193	2,603,667	866,680	180,918	2,519,339
Unassigned	6,900,115	8,783,320	10,871,843	12,199,631	11,064,887	20,953,942	20,998,499	30,645,973	41,704,819	48,119,626
<b>Total General Fund</b>	<u>\$ 15,879,387</u>	<u>\$ 18,190,436</u>	<u>\$ 20,903,382</u>	<u>\$ 23,580,379</u>	<u>\$ 26,062,447</u>	<u>\$ 35,113,845</u>	<u>\$ 32,773,507</u>	<u>\$ 39,640,077</u>	<u>\$ 50,098,719</u>	<u>\$ 59,576,738</u>
<b>All Other Governmental Funds</b>										
Nonspendable	\$ 11,685	\$ 36,947	\$ 36,947	\$ 72,352	\$ 78,746	\$ 73,932	\$ 65,052	\$ 60,191	\$ 63,646	\$ 36,361
Restricted	27,366,986	31,853,574	28,885,522	33,031,812	42,064,565	50,025,737	60,003,731	66,561,195	148,719,510	144,944,970
Committed	14,759,977	14,036,382	18,057,551	23,147,882	40,850,337	31,849,213	44,377,060	31,824,460	16,123,173	11,456,200
Assigned	1,266,377	401,602	5,975,108	5,975,108	416,872	2,126,124	-	6,653,062	540,132	-
Unassigned	-	-	-	-	-	-	(258,872)	(25,980)	-	-
<b>Total all other governmental funds</b>	<u>\$ 43,405,025</u>	<u>\$ 46,328,505</u>	<u>\$ 52,955,128</u>	<u>\$ 62,227,154</u>	<u>\$ 83,410,520</u>	<u>\$ 84,075,006</u>	<u>\$ 104,186,971</u>	<u>\$ 105,072,928</u>	<u>\$ 165,446,461</u>	<u>\$ 156,437,531</u>

**Schedule 4**

Currituck County, North Carolina  
Changes in Fund Balances, Governmental Funds  
(modified accrual basis of accounting)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Revenues</b>										
Ad valorem taxes	\$ 29,977,477	\$ 30,838,508	\$ 31,581,467	\$ 33,840,876	\$ 34,426,699	\$ 35,859,263	\$ 41,057,822	\$ 42,966,315	\$ 53,233,481	\$ 61,585,363
Other taxes and licenses	24,970,332	26,438,323	28,020,220	29,597,784	31,094,314	46,636,136	47,910,066	47,478,621	47,340,747	46,825,784
Unrestricted										
intergovernmental	160,144	169,703	158,588	165,706	163,691	161,740	157,484	184,443	197,753	136,863
Restricted										
intergovernmental	5,031,852	5,229,354	3,740,980	4,181,687	4,794,717	5,642,188	8,957,408	7,386,764	6,039,277	7,274,038
Permits and fees	3,034,476	2,673,065	2,759,125	3,218,915	3,686,895	4,586,158	5,005,900	4,477,338	4,546,297	5,591,038
Sales and services	838,834	880,906	1,065,032	1,090,390	949,068	1,376,362	1,720,776	1,772,829	1,708,217	1,591,789
Investment earnings	450,673	526,677	609,114	1,760,571	1,538,858	181,912	(2,303,087)	2,559,944	9,009,105	9,416,607
Miscellaneous	609,635	814,106	848,095	745,992	1,003,001	1,544,972	1,644,940	1,217,192	709,542	1,381,815
Total revenues	<u>65,073,423</u>	<u>67,570,642</u>	<u>68,782,621</u>	<u>74,601,921</u>	<u>77,657,243</u>	<u>95,988,731</u>	<u>104,151,309</u>	<u>108,043,446</u>	<u>122,784,419</u>	<u>133,803,297</u>
<b>Expenditures</b>										
General government	6,002,913	6,225,463	6,856,320	6,631,498	8,277,275	8,891,061	9,706,268	12,604,629	13,671,157	12,531,071
Public safety	20,913,322	20,428,915	22,241,240	23,899,637	30,889,409	37,481,064	31,138,453	28,612,598	35,778,241	35,384,198
Transportation	1,468,532	1,274,958	1,188,260	503,711	857,772	1,300,383	1,480,534	928,911	1,131,974	4,376,899
Environmental protection	366,153	469,344	525,278	537,800	297,512	1,535,108	1,130,771	2,654,329	1,681,673	2,308,978
Economic and physical development	7,211,632	8,247,024	7,224,954	7,065,298	9,007,575	7,787,436	9,005,906	8,523,095	9,831,063	10,285,552
Human services	4,690,256	5,003,830	3,995,831	4,046,505	4,141,295	4,321,489	4,732,943	4,701,880	4,808,168	5,363,736
Cultural and recreation	6,916,868	6,326,634	2,560,105	2,805,837	4,818,491	6,424,984	3,451,689	3,677,489	5,459,227	3,885,051
Education	11,078,398	11,223,471	11,377,025	12,193,477	13,081,538	14,320,422	21,208,398	30,508,899	30,983,516	48,420,556
Debt service										
Principal	1,569,561	1,573,088	1,576,671	1,580,018	1,565,825	2,520,000	2,579,992	2,624,695	6,144,674	6,376,430
Interest	133,147	106,219	79,098	51,919	298,360	519,211	478,838	410,150	1,522,859	2,922,827
Total expenditures	<u>60,350,782</u>	<u>60,878,946</u>	<u>57,624,782</u>	<u>59,315,700</u>	<u>73,235,052</u>	<u>85,101,158</u>	<u>84,913,792</u>	<u>95,246,675</u>	<u>111,012,552</u>	<u>131,855,298</u>
Excess of revenues over (under) expenditures	4,722,641	6,691,696	11,157,839	15,286,221	4,422,191	10,887,573	19,237,517	12,796,771	12,796,771	1,947,999
<b>Other Financing Sources (Uses)</b>										
Lease liability issued	-	-	-	-	-	-	734,110	50,373	641,161	437,862
IT subscription agreement	-	-	-	-	-	-	-	-	601,465	116,596
Transfers in	13,097,461	10,688,217	13,816,062	14,945,330	12,608,262	14,156,465	39,218,170	99,225	20,548,131	22,000,000
Transfers out	(14,528,356)	(12,145,384)	(15,634,332)	(18,282,528)	(16,480,365)	(15,364,653)	(41,418,170)	17,936,137	(21,748,131)	(24,313,079)
Limited obligation bonds	-	-	-	-	-	-	-	-	55,470,000	-
Premium on limited obligation bonds	-	-	-	-	-	-	-	-	3,547,682	-
Installment purchase proceeds	-	-	-	-	21,400,000	-	-	-	-	-
Total other financing sources (uses)	<u>\$ (1,430,895)</u>	<u>\$ (1,457,167)</u>	<u>\$ (1,818,270)</u>	<u>\$ (3,337,198)</u>	<u>\$ 17,527,897</u>	<u>\$ (1,208,188)</u>	<u>\$ (1,465,890)</u>	<u>\$ 18,085,735</u>	<u>\$ 59,060,308</u>	<u>\$ (1,758,621)</u>
Net change in fund balances	\$ 3,291,746	\$ 5,234,529	\$ 9,339,569	\$ 11,949,023	\$ 21,950,088	\$ 9,679,385	\$ 17,771,627	\$ 30,882,506	\$ 71,857,079	\$ 189,378

**Schedule 5**

Currituck County, North Carolina

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Years

Fiscal Year Ended 30-Jun	Real Property		Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value <sup>1</sup> as a Percentage of Actual Value
	Residential Property	Other	Motor Vehicles	Other					
2016	5,274,539,057	312,917,873	259,117,083	149,422,449	17,194,566	5,995,996,462	0.480	6,272,888,617	95.86%
2017	5,349,880,661	317,836,732	288,355,417	155,371,089	17,784,951	6,111,443,899	0.480	6,532,966,159	93.82%
2018	5,431,504,500	327,292,239	281,322,292	206,447,219	104,102,044	6,246,566,250	0.480	6,940,621,086	91.50%
2019	5,517,454,300	361,357,367	304,828,958	220,254,167	139,648,630	6,403,894,792	0.480	7,182,813,855	91.10%
2020	5,637,022,700	358,168,878	365,223,750	231,749,046	139,005,986	6,592,164,374	0.480	7,869,952,485	85.53%
2021	5,754,617,950	358,691,312	429,899,375	235,560,946	164,051,488	6,778,769,583	0.480	8,271,171,159	83.94%
2022	7,019,103,300	404,695,501	471,831,522	247,965,982	133,843,174	8,143,596,305	0.460	8,398,376,095	98.56%
2023	7,237,804,700	402,999,001	517,000,000	273,773,256	135,661,314	8,431,576,957	0.460	9,872,364,912	86.78%
2024	7,423,996,900	405,446,734	520,720,714	311,228,688	193,913,999	8,661,393,036	0.560	11,913,503,343	70.88%
2025	7,661,959,680	435,409,262	579,415,806	325,266,704	163,548,463	9,002,051,452	0.620	12,931,151,122	69.61%

Source: Currituck County Tax Department

Note: Property is the county is reassessed every 8 years. Tax rates are per \$100 of assessed value. The last revaluation was effective July 1, 2021.

<sup>1</sup> Includes tax-exempt property.

**Schedule 6**

Currituck County, North Carolina  
 Direct and Overlapping Property Tax Rates  
 (rate per \$100 of assessed value)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>County Direct Rates</b>											
General	0.480	0.480	0.480	0.480	0.480	0.480	0.480	0.4600	0.460	0.560	0.620
<b><u>Overlapping Rates</u><sup>1</sup></b>											
Corolla Fire Protection District	0.000	0.000	0.000	0.000	0.050	0.050	0.050	0.050	0.050	0.060	0.080
Knotts Island Fire Protection Service District	0.000	0.000	0.000	0.000	0.000	0.050	0.050	0.050	0.050	0.060	0.090
Guinea Mill Watershed Improvement District *	0.010	0.010	0.010	0.010	0.010	0.020	0.020	0.000	0.000	0.000	0.000
Hog Ditch Watershed Improvement District	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.030	0.030
Moyock Watershed Improvement District - Expanded 7/1/2021 *	0.015	0.015	0.015	0.015	0.015	0.015	0.015	0.015	0.015	0.015	0.015
Northwest Watershed Improvement District *	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020	0.020
Ocean Sands North and Crown Point Watershed Improvement District	0.000	0.000	0.050	0.060	0.060	0.050	0.050	0.050	0.150	0.255	0.255
Whalehead Watershed Improvement District	0.155	0.155	0.155	0.155	0.155	0.155	0.155	0.155	0.155	0.100	0.100
Whalehead Beach Solid Waste Collection & Disposal Service District	0.025	0.025	0.025	0.020	0.020	0.020	0.020	0.019	0.019	0.015	0.015
Carova Beach Road District	0.000	0.000	0.000	0.000	0.000	0.010	0.010	0.010	0.010	0.020	0.020
Ocean Sands Water and Sewer District	0.050	0.050	0.050	0.110	0.110	0.110	0.110	0.103	0.103	0.115	0.115
Moyock Commons Sewer District	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000

Source: County of Currituck Budget Ordinance

<sup>1</sup> Overlapping rates are rates that apply specifically to special districts and do not apply to the entire County. Overlapping rates only apply to property located within the special district.

\* Guinea Mill Watershed Improvement District was combined into the Moyock Watershed Improvement District as of 7/1/21

**Schedule 7**

Currituck County, North Carolina  
Principal Tax Payers  
Current Year and Nine Years Ago

Taxpayer	Type of Business	Fiscal Year 2025			Fiscal Year 2016		
		Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Dominion NC Power	Utility	\$101,214,155	1	1.12%	\$ 76,782,410	1	1.28%
Summit Farms Solar LLC	Solar Energy	80,801,660	2	0.90%	-	-	-
H2OBX LLC	Waterpark	38,483,978	3	0.43%	-	-	-
Oak Trail Solar LLC	Solar Energy	38,001,805	4	0.42%	-	-	-
Coastland Properties 1 LLC	Land Development	22,087,200	5	0.25%	22,087,200	2	0.37%
Pine Island Properties LLC	Land Development	20,909,335	6	0.23%	13,687,600	5	0.23%
Harrison Inn Corolla LLC	Hotel	20,600,577	7	0.23%	20,162,651	3	0.34%
Coastland Corp	Land Development	14,205,610	8	0.16%	16,404,500	4	0.27%
Golasa Holdings LLC	Land Development	13,097,375	9	0.15%	-	-	-
Docena Real Estate Investments, LLC	Skilled Nursing Facility	10,620,700	10	0.12%	-	-	-
Justice Farms of NC LLC	Land Holding Company	-	-	-	13,079,080	6	0.22%
Northeastern NC Properties	Financial Institution	-	-	-	11,157,600	7	0.19%
James J. Justice Companies Inc.	Agriculture	-	-	-	11,371,449	8	0.19%
Carolina Tel & Tel Co.	Utility	-	-	-	8,375,602	9	0.14%
Fincher Patrick Weir LLC	Real Estate Investor	-	-	-	8,090,100	10	0.13%
<b>Total</b>		<b>\$ 360,022,395</b>		<b>4.01%</b>	<b>\$ 201,198,192</b>		<b>3.36%</b>

Source: Currituck County Tax Department

**Schedule 8**

Currituck County, North Carolina  
 Property Tax Levies and Collections  
 Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year			Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
	(Original Levy)	Adjustments	Total Adjusted Levy	Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2016	\$ 28,824,998	\$ (17,128)	\$ 28,807,870	\$ 28,468,794	98.76%	\$ 321,190	\$ 28,789,984	99.94%
2017	29,422,162	(71,916)	29,350,246	29,068,844	98.80%	275,717	29,344,561	99.98%
2018	30,051,742	(45,448)	30,006,294	29,737,939	98.96%	260,270	29,998,209	99.97%
2019	30,786,172	(28,635)	30,757,537	30,486,856	99.03%	262,068	30,748,924	99.97%
2020	31,715,926	(53,461)	31,662,465	31,176,057	98.30%	474,945	31,651,002	99.96%
2021	32,611,914	(47,863)	32,564,051	32,326,823	99.13%	221,195	32,548,018	99.95%
2022	37,560,147	(71,580)	37,488,567	37,244,239	99.16%	215,457	37,459,696	99.92%
2023	38,899,186	(63,368)	38,835,818	38,562,079	99.13%	226,137	38,788,216	99.88%
2024	48,752,905	(199,702)	48,553,203	48,152,296	98.77%	280,528	48,432,824	99.75%
2025	55,778,421	115,803	55,894,224	55,435,077	99.38%	-	55,435,077	99.18%

Note: The information in this schedule relates to the county-wide tax levy and does not include special district taxes.

**Schedule 9**

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

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Percentage of Actual Value of Taxable Property	Bonded Debt Per Capita <sup>1</sup>	Total Debt Per Capita <sup>1</sup>
	Limited Obligation Bonds	Installment Purchase Contracts	Lease Liabilities	IT Subscription Liabilities	General Obligation Bonds	Revenue Bonds	Installment Purchase Contracts	Lease Liabilities					
2016	\$ -	\$ 6,365,896	\$ -	\$ -	\$ 540,000	\$ 14,635,000	\$ 6,655,000	\$ -	\$ 28,195,896	2.67%	0.48%	604	1,122
2017	-	4,792,807	-	-	270,000	13,900,000	5,625,000	-	24,587,807	2.32%	0.41%	552	958
2018	-	3,216,137	-	-	-	13,125,000	11,845,000	-	28,186,137	2.66%	0.43%	511	1,098
2019	-	1,635,825	-	-	-	12,035,000	8,875,000	-	22,545,825	2.04%	0.32%	457	856
2020	-	21,470,000	-	-	-	10,900,000	7,525,000	-	39,895,000	3.43%	0.56%	403	1,474
2021	-	18,950,000	-	-	-	9,720,000	6,175,000	-	34,845,000	3.91%	0.44%	341	1,222
2022	-	16,430,000	674,118	-	-	8,495,000	5,250,000	48,647	30,897,765	2.62%	0.37%	290	1,056
2023	-	13,910,000	662,305	61,576	-	7,215,000	4,750,000	86,227	26,685,108	1.56%	0.26%	243	900
2024	51,770,000	11,770,000	1,167,884	493,947	-	5,885,000	4,250,000	69,892	75,406,723	127.76%	0.77%	1,713	2,240
2025	48,070,000	9,630,000	1,361,456	341,789	-	4,500,000	3,750,000	71,684	67,724,929	104.18%	0.52%	1,561	2,011

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

<sup>a</sup> See Schedule 12 for personal income and population data.

<sup>b</sup> See Schedule 5 for property values.

**Schedule 10**

Currituck County, North Carolina  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Assessed Value of Property	\$ 5,995,996,462	\$ 6,111,443,899	\$ 6,273,432,500	\$ 6,403,894,792	\$ 6,592,164,374	\$ 6,778,769,583	\$ 8,143,596,305	\$ 8,431,576,957	\$ 8,661,393,036	\$ 9,002,051,452
Debt Limit, 8% of Assessed Value (Statutory Limitation)	479,679,717	488,915,512	501,874,600	512,311,583	527,373,150	542,301,567	651,487,704	674,526,157	692,911,443	720,164,116
Amount of Debt Applicable to Limit										
General Obligation Bonds	540,000	270,000	1,637,844	-	-	-	-	-	-	-
Limited Obligation Bonds	-	-	-	-	-	-	-	-	51,770,000	48,070,000
Revenue Bonds	14,635,000	13,900,000	-	12,035,000	10,900,000	9,720,000	8,495,000	7,215,000	5,885,000	4,500,000
Installment Purchase Agreements	13,020,896	10,417,807	12,034,999	10,510,825	28,925,000	25,125,000	21,680,000	18,660,000	16,020,000	13,380,000
Less: General Obligation Bonds paid from Enterprise Funds	(540,000)	(270,000)	(1,635,825)	-	-	-	-	-	-	-
Revenue Bonds from Enterprise Funds	(14,635,000)	(13,900,000)	-	(12,035,000)	(10,900,000)	(9,720,000)	(8,495,000)	(7,215,000)	(5,885,000)	(4,500,000)
Total net debt applicable to limit	13,020,896	10,417,807	12,037,018	10,510,825	28,925,000	25,125,000	21,680,000	18,660,000	67,790,000	61,450,000
Legal Debt Margin	<u>\$ 466,658,821</u>	<u>\$ 478,497,705</u>	<u>\$ 489,837,582</u>	<u>\$ 501,800,758</u>	<u>\$ 498,448,150</u>	<u>\$ 517,176,567</u>	<u>\$ 629,807,704</u>	<u>\$ 655,866,157</u>	<u>\$ 625,121,443</u>	<u>\$ 658,714,116</u>
Total net debt applicable to the limit as a percentage of debt limit	0.22%	0.17%	0.19%	0.16%	0.44%	0.37%	0.27%	0.22%	0.78%	0.68%

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

**Schedule 11**  
**Currituck County, North Carolina**  
**Revenue Bond Coverage**  
**Mainland Water Revenue Bonds**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>REVENUES</b>										
Water Sales	\$ 2,934,164	\$ 2,874,696	\$ 3,094,533	\$ 3,139,717	\$ 3,332,850	\$ 3,501,587	\$ 3,832,386	\$ 4,092,461	\$ 4,298,602	\$ 4,685,993
Water Impact Fees	624,723	601,276	1,268,600	1,303,036	35,017	55,735	62,203	79,824	49,916	41,716
Transfers from other funds for capital	-	-	-	-	-	-	-	685,000	-	-
System Developmental Fees Used for New Capital	-	-	-	-	425,000	555,000	859,970	550,000	809,502	-
	<u>3,558,887</u>	<u>3,475,972</u>	<u>4,363,133</u>	<u>4,442,753</u>	<u>3,792,867</u>	<u>4,112,322</u>	<u>4,754,559</u>	<u>5,407,285</u>	<u>5,158,020</u>	<u>4,727,709</u>
Reconnection Fees	56,047	58,700	77,375	90,697	69,712	72,258	93,341	78,436	88,289	50,275
Penalties	79,102	73,802	72,928	75,156	60,799	61,708	88,548	88,636	109,340	12,042
Sale of materials	13,960	18,971	15,718	-	21,411	50,034	35,982	20,316	15,730	45,405
Other	84,835	1,000	35,500	-	5,867	5,653	-	6,153	47,479	87,111
Investment Earnings	18,550	33,051	48,397	146,353	116,422	14,175	(117,042)	159,278	247,539	258,885
	<u>252,494</u>	<u>185,524</u>	<u>249,918</u>	<u>312,206</u>	<u>274,211</u>	<u>203,828</u>	<u>100,829</u>	<u>352,819</u>	<u>508,377</u>	<u>453,718</u>
<b>TOTAL REVENUES</b>	<b>3,811,381</b>	<b>3,661,496</b>	<b>4,613,051</b>	<b>4,754,959</b>	<b>4,067,078</b>	<b>4,316,150</b>	<b>4,855,388</b>	<b>5,760,104</b>	<b>5,666,397</b>	<b>5,181,427</b>
<b>EXPENSES</b>										
Personnel	694,687	499,112	751,759	764,733	751,596	921,329	862,426	1,425,957	1,261,056	1,377,108
Operations	712,469	984,253	650,208	731,994	862,694	1,079,887	1,220,030	840,132	1,393,932	1,387,093
Capital Outlay	272,506	189,552	189,402	478,057	532,372	597,472	623,248	1,596,148	809,502	393,449
<b>TOTAL EXPENSES, EXCLUDING DEBT</b>	<b>1,679,662</b>	<b>1,672,917</b>	<b>1,591,369</b>	<b>1,974,784</b>	<b>2,146,662</b>	<b>2,598,688</b>	<b>2,705,704</b>	<b>3,862,237</b>	<b>3,464,490</b>	<b>3,157,650</b>
<b>REVENUES AVAILABLE FOR DEBT</b>	<b>\$ 2,131,719</b>	<b>\$ 1,988,579</b>	<b>\$ 3,021,682</b>	<b>\$ 2,780,175</b>	<b>\$ 1,920,416</b>	<b>\$ 1,717,462</b>	<b>\$ 2,149,684</b>	<b>\$ 1,897,867</b>	<b>\$ 2,201,907</b>	<b>\$ 2,023,777</b>
2008 Water Revenue Bonds	695,000	735,000	775,000	1,090,000	1,135,000	1,180,000	1,180,000	1,280,000	1,330,000	1,385,000
Interest: 2008 Revenue Bonds	440,150	419,996	399,093	376,841	345,546	312,958	279,078	243,906	263,478	168,969
<b>TOTAL SENIOR DEBT</b>	<b>\$ 1,135,150</b>	<b>\$ 1,154,996</b>	<b>\$ 1,174,093</b>	<b>\$ 1,466,841</b>	<b>\$ 1,480,546</b>	<b>\$ 1,492,958</b>	<b>\$ 1,459,078</b>	<b>\$ 1,523,906</b>	<b>\$ 1,593,478</b>	<b>\$ 1,553,969</b>
2004 General Obligation Bond Refunding	\$ 275,000	\$ 270,000	\$ 270,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest: 2004 General Obligation Bond Refunding	29,335	19,710	9,990	-	-	-	-	-	-	-
<b>TOTAL SUBORDINATE DEBT</b>	<b>\$ 304,335</b>	<b>\$ 289,710</b>	<b>\$ 279,990</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>MINIMUM 1.15 SENIOR DEBT COVERAGE</b>	<b>\$ 1,305,423</b>	<b>\$ 1,328,245</b>	<b>\$ 1,350,207</b>	<b>\$ 1,686,867</b>	<b>\$ 1,702,628</b>	<b>\$ 1,716,902</b>	<b>\$ 1,677,940</b>	<b>\$ 1,752,492</b>	<b>\$ 1,832,500</b>	<b>\$ 1,787,064</b>
<b>MINIMUM 1.00 SUBORDINATE DEBT COVERAGE</b>	<b>\$ 304,335</b>	<b>\$ 289,710</b>	<b>\$ 279,990</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>SENIOR DEBT SERVICE COVERAGE</b>	<b>1.88</b>	<b>1.72</b>	<b>2.57</b>	<b>1.90</b>	<b>1.30</b>	<b>1.15</b>	<b>1.47</b>	<b>1.25</b>	<b>1.38</b>	<b>1.30</b>
<b>SUBORDINANT DEBT SERVICE COVERAGE</b>	<b>3.27</b>	<b>2.88</b>	<b>6.60</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>TOTAL DEBT SERVICE COVERAGE</b>	<b>1.48</b>	<b>1.38</b>	<b>2.08</b>	<b>1.90</b>	<b>1.30</b>	<b>1.15</b>	<b>1.47</b>	<b>1.25</b>	<b>1.38</b>	<b>1.30</b>

**Schedule 12**

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

	Population <sup>a</sup>	Personal Income (thousands of dollars) <sup>a</sup>	Per Capita Personal Income <sup>a</sup>	Public School Enrollment <sup>b</sup>	Unemployment Rate <sup>c</sup>
2016	25,664	\$ 1,105,139	\$ 43,101	3,966	4.80%
2017	26,331	1,162,499	44,149	3,980	4.00%
2018	27,072	1,230,023	45,435	4,012	3.70%
2019	27,978	891,071	31,849	4,049	4.00%
2020	28,510	1,180,086	41,392	4,068	6.00%
2021	29,257	1,699,699	57,320	4,220	3.40%
2022	29,653	1,841,717	59,381	4,408	3.00%
2023	31,593	2,014,054	63,750	4,418	3.10%
2024	32,300	2,099,662	65,005	4,508	3.00%
2025	33,670	*	*	4,837	2.70%

\* Information not yet available

Sources:

<sup>a</sup> Bureau of Economic Analysis

<sup>b</sup> Currituck County Board of Education

<sup>c</sup> Bureau of Labor Statistics - no longer reporting on unemployment

<sup>c</sup> FRED, maintained by the Saint Luis Fed, after 9/30/2023

**Schedule 13**

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

Function	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government	71.00	72.00	72.00	73.00	74.00	81.80	80.42	84.82	83.71	63.14
Public safety	199.57	202.62	225.62	231.62	239.62	245.62	258.62	260.62	268.70	269.95
Transportation	1.40	1.40	1.40	2.40	2.40	2.65	3.13	3.13	4.16	4.16
Environmental protection	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Community development	22.00	22.00	23.00	24.00	24.00	27.00	16.00	14.00	14.00	15.48
Cultural & recreation	20.71	20.71	20.71	20.71	20.71	21.12	22.12	24.12	23.12	23.12
Human services	43.75	44.75	44.75	44.75	44.75	44.75	45.75	45.75	45.75	50.75
Proprietary operations	25.00	25.00	27.00	27.00	31.00	31.50	35.14	37.98	42.26	39.76
	385.43	390.48	416.48	425.48	438.48	456.44	463.18	472.42	483.70	468.36

Note: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent is calculated by dividing total labor hours by 2,080.

Source: Currituck County Budget

**Schedule 14**

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

<u>Employer</u>	<u>2025</u>		<u>2016</u>	
	<u>Employees<sup>a</sup></u>	<u>Rank</u>	<u>Employees<sup>a</sup></u>	<u>Rank</u>
Currituck County Board of Education	500-999	1	500-999	1
County of Currituck	500-999	2	500-999	2
Spirit Halloween Superstores	250-499	3	-	
Food Lion LLC	500-999	4	100-249	8
H2OBX, LLC	100-249	5	-	
Twiddy & Co. of Duck Inc.	100-249	6	250-499	4
Academi Training Center LLC	100-249	7	250-499	3
Resort Realty of the Outerbanks	100-249	8	100-249	9
Latham Pool Products Inc	100-249	9	-	
Constellis Group LLC	50-99	10	-	
OBXdnd4, LLC	50-99	11	-	
Sun Reality of Naggs Head Inc.	50-99	12	-	
Currituck Health & Rehab Center LLC	50-99	13	-	
YMCA of South Hampton Roads	50-99	14	-	
Brindley Beach Vacations & Sales	50-99	15	100-249	5
Southland Trade Corp	50-99	16	-	
Tandem Corporation	50-99	17	-	
Cater Lumber of the South	50-99	18	-	
Senture LLC	50-99	19	-	
Acme Marina Management LLC	50-99	20	-	
Coastal Staffing			100-249	8
Wyndham Vacation Rentals North America			100-249	10
Sentara Internal Medicine Physician			100-249	8

<sup>a</sup> Due to proprietary confidentiality, employment data is available in ranges from the Employment Security Commission of North Carolina.

Source: North Carolina Department of Commerce, Employment Security Commission

**Schedule 15**

Currituck County, North Carolina  
Operating Indicators by Function

Function	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities:										
Public Safety										
Law Enforcement <sup>1</sup>										
Deputies	63	63	65	67	69	69	70	77	77	82
Emergency Medical Services <sup>2</sup>										
Emergency Medical Technicians	76	76	51	52	56	56	57	57	57	58
Fire Services										
Fire Fighters	-	-	51	51	51	51	51	51	51	53
Education <sup>3</sup>										
Schools	10	10	10	10	10	10	10	10	10	10
Teachers	245	252	258	286	286	286	277	280	281	264
Student Enrollment	3,966	3,980	4,012	4,049	4,068	4,220	4,408	4,418	4,508	4,554
SAT Scores <sup>6</sup>	1,469	1,072	1,097	1,087	N/A	N/A	N/A	N/A	N/A	N/A
Enterprise Activities:										
Maple Commerce Park Sewer <sup>4</sup>										
Treatment capacity (MGD)	0.040	0.040	0.040	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Annual engineering maximum										
plant capacity (millions of gallons)	0.040	0.040	0.040	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amount treated annually										
(millions of gallons)	2.220	2.220	2.181	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unused capacity (millions of gallons)	0.074	0.074	0.034	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Percentage of capacity utilized	8.00%	8.00%	14.94%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of residential customers	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of commercial customers	8	8	8	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Mainland Central Sewer <sup>3</sup>										
Treatment capacity (MGD)	0.099	0.099	0.099	0.099	0.099	0.299	0.299	0.299	0.299	0.299
Annual engineering maximum										
plant capacity (millions of gallons)	0.099	0.099	0.099	0.099	0.099	0.299	0.299	0.299	0.299	0.299
Amount treated annually										
(millions of gallons)	8.460	8.460	12.939	12.939	12.939	0.035	24.042	32.658	40.850	40,850
Unused capacity (millions of gallons)	0.076	0.076	0.064	0.064	0.064	0.075	0.085	0.765	0.727	0.727
Percentage of capacity utilized	23.00%	23.00%	36.81%	36.81%	36.81%	74.64%	22.03%	29.92%	29.92%	29.92%
Number of residential customers	27	27	27	585	585	657	687	706	727	727
Number of commercial customers	24	24	24	45	45	73	45	47	47	47
Walnut Island Sewer <sup>4</sup>										
Treatment capacity (MGD)	0.120	0.120	0.120	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Annual engineering maximum										
plant capacity (millions of gallons)	0.120	0.120	0.120	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Amount treated annually (millions of gallons)	4.56	4.56	5.82	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unused capacity (millions of gallons)	0.104	0.104	0.104	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Percentage of capacity utilized	11.00%	11.00%	13.29%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of residential customers	253	253	253	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of commercial customers	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Southern Outer Banks Water<sup>4</sup></b>										
Average daily usage (in 1,000 gallons)	936	936	1,113	944	1,074	1,203	1,394	1,331	1,339	1,339
Water storage capacity (MGD)	4.200	4.200	3,696	3,696	3,696	3,696	3,696	4	4	4
Number of water pumping stations	5	5	2	2	2	2	2	2	2	2
Number of residential customers	2,825	2,825	3,084	2,934	2,977	3,012	3,114	3,202	3,302	3,302
Number of commercial customers	200	200	261	214	215	220	196	187	195	195
<b>Ocean Sands Water and Sewer<sup>4</sup></b>										
Average daily water usage (in 1,000 gallons)	162	162	148	163	180	186	187	172	162	162
Water storage capacity (MGD)	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150	0.150
Sewer treatment capacity (MGD)	0.600	0.600	0.500	0.500	0.500	0.600	0.600	0.600	0.600	0.600
Annual engineering maximum sewer plant capacity (millions of gallons)	0.600	0.600	0.500	0.600	0.600	219.000	219.000	219.000	219.000	219.000
Amount sewer treated annually (millions of gallons)	68	68	53	51	51	63	69	69	49	49
Unused daily sewer capacity (millions of gallons)	0.413	0.413	0.355	0.355	0.355	0.427	150.000	150,000	150,000	150,000
Percentage of sewer capacity utilized	31.00%	31.00%	70.96%	70.96%	70.96%	28.77%	31.51%	31.51%	31.51%	31.51%
Number of residential water customers	993	993	1,014	1,010	1,017	1,018	1,037	1,037	1,078	1,078
Number of commercial water customers	8	8	8	8	8	8	8	8	1	1
Number of residential sewer customers	993	993	1,014	1,014	1,014	1,014	1,037	1,037	1,041	1,041
Number of commercial sewer customers	8	8	8	8	8	8	8	8	7	7
<b>Mainland Water<sup>4</sup></b>										
Average daily water usage (in 1,000 gallons)	-	-	-	-	-	1,109	1,161	1,161	1,328	1,328
Water storage capacity (MGD)	3.600	3.600	3.600	3,200	3,200	3,200	3,280	3,280	3,280	3,280
Residential water customers	5,423	5,423	7,482	6,197	6,197	7,188	7,153	7,153	7,602	7,602
Commercial water customers	417	417	501	418	418	427	401	401	368	368
<b>Solid Waste<sup>5</sup></b>										
Total number of households served	15,221	15,455	15,640	16,202	16,530	16,786	17,007	17,716	18,243	17,716
Total tonnage disposed	21,478	22,752	25,494	23,945	25,439	33,829	35,600	36,600	31,705	36,600
Recycling Program:										
Households served by program	15,221	15,455	15,640	16,202	16,530	16,786	17,007	17,716	18,243	17,716
Tonnage recovered	2,914	3,014	2,782	2,137	3,232	2,444	3,160	1,819	1,820	1,819
Mulching/composting program										
Households served by program	15,221	15,455	15,640	16,202	16,530	16,786	17,007	17,716	18,243	17,716
Tonnage recovered	1,011	1,888	1,154	2,180	1,651	1,236	2,038	642	1,773	642
Total cost of solid waste program	\$ 3,735,002	\$ 4,187,336	\$ 4,672,364	\$ 4,921,809	\$ 5,190,476	\$ 5,331,637	\$ 5,920,485	\$ 6,135,918	\$ 6,866,542	\$ 6,135,918
Cost per household	\$ 245	\$ 271	\$ 299	\$ 304	\$ 314	\$ 318	\$ 348	\$ 346	\$ 376	\$ 346
Cost per ton - includes recycling & mulch/compost	\$ 174	\$ 164	\$ 147	\$ 175	\$ 184	\$ 145	\$ 146	\$ 146	\$ 187	\$ 146

Sources:

<sup>1</sup>Currituck County Sheriff's Department

<sup>2</sup>Currituck County Emergency Medical Services Department

<sup>3</sup>Currituck County Schools

<sup>4</sup>Currituck County Utilities Department

<sup>5</sup>Currituck County Public Works Department

<sup>6</sup>The SAT test has been revised and is not comparable to prior years beginning June 30, 2017 reporting. Graduating seniors that did not take the new test are not reported.

\*Data not available

**Schedule 16**  
 Currituck County, North Carolina  
 Capital Asset Statistics by Function

<u>Function</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Governmental Activities:										
General Government										
Buildings <sup>3</sup>	65	66	66	66	66	66	67	67	64	67
Public Safety										
Law Enforcement <sup>1</sup>										
Stations	1	1	1	1	1	2	2	2	2	2
Satellite Stations	3	3	3	3	3	3	2	2	2	2
Emergency Medical Services <sup>2</sup>										
Stations	11	11	11	11	11	11	11	11	11	11
Cultural and Recreation										
Libraries	3	3	3	3	3	3	3	3	3	3
Parks	3	3	3	3	3	8	8	8	8	8
Community Recreation Facility	1	1	1	1	1	1	1	1	1	1
Enterprise Activities:										
Newtown Road Sewer <sup>4</sup>										
Miles of sewer lines	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of treatment plants	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Maple Commerce Park Sewer <sup>4</sup>										
Miles of sewer lines	1.4	1.4	1.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of treatment plants	1	1	1	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Moyock Commons Sewer <sup>4</sup>										
Miles of sewer lines	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of treatment plants	1	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Mainland Central Sewer										
Miles of sewer lines	5.9	5.9	5.9	5.9	5.9	30.0	30.4	30.4	30.4	30.4
Number of treatment plants	1	1	1	1	1	4	4	4	4	4

continued

<b>Walnut Island Sewer<sup>4</sup></b>											
Miles of sewer lines	5.2	5.2	5.2	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of treatment plants	1	1	1	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Southern Outer Banks Water<sup>4</sup></b>											
Miles of water lines	75.00	75.00	75.00	75.00	75.00	75.00	75.00	75.00	75.00	75.00	75.00
Number of water wells	113	113	113	113	113	114	114	114	114	114	114
<b>Ocean Sands Water and Sewer<sup>4</sup></b>											
Miles of water lines	11.09	11.09	11.09	11.09	11.09	11.09	11.09	11.09	11.09	11.09	11.09
Miles of sewer lines	12.40	12.40	12.40	12.40	12.40	13.60	13.60	13.60	13.60	13.60	13.60
Number of sewer treatment plants	1	1	1	1	1	1	1	1	1	1	1
<b>Mainland Water<sup>4</sup></b>											
Miles of water lines	263	263	263	263	263	353	353	353	353	353	353
Number of water wells	31	31	31	31	31	31	31	31	31	31	31
Number of water pumping stations	7	7	7	7	7	7	7	7	7	7	7

Sources:

<sup>1</sup>Currituck County Sheriff's Department

<sup>2</sup>Currituck County Emergency Medical Services Department

<sup>3</sup>Currituck County Public Works Department

<sup>4</sup>Currituck County Utilities Department

\*Data not available

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**INDEPENDENT AUDITOR’S 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  
Currituck 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 unit, each major fund, and the aggregate remaining fund information of Currituck County, North Carolina, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprises Currituck County’s basic financial statements, and have issued our report thereon dated April 30, 2026. Our report includes a reference to other auditors who audited the financial statements of the Currituck County ABC Board as described in our report on Currituck County’s financial statements. This report does not include the results of the other auditor’s testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the Currituck County ABC Board were not audited in accordance with *Government Auditing Standards*.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Currituck 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 Currituck County’s internal control. Accordingly, we do not express an opinion on the effectiveness of Currituck County’s internal control.

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.

However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as item 2025-001 to be a material weakness.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2025-002 to be a significant deficiency.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Currituck 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 statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2025-001.

### **Currituck County's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on Currituck County's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Currituck County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

## **Purpose of this Report**

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

*Carr, Riggs & Ingram, P.L.L.C.*

CARR, RIGGS & INGRAM, P.L.L.C.

New Bern, North Carolina

April 30, 2026



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## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE WITH OMB UNIFORM GUIDANCE AND THE STATE SINGLE AUDIT IMPLEMENTATION ACT**

To the Board of County Commissioners  
Currituck County, North Carolina

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited the Currituck County, North Carolina's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Currituck County's major federal programs for the year ended June 30, 2025. Currituck County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Currituck 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, 2025.

#### ***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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Currituck 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 basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Currituck 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 Currituck County's federal programs.

### ***Auditor's 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 Currituck 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 of Currituck'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 Currituck 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 Currituck 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 Currituck 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.

### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2025-003. Our opinion on each major federal program is not modified with respect to this matter.

*Government Auditing Standards* requires the auditor to perform limited procedures on Currituck County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Currituck County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## 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. However, as described below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency *in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-003 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 Currituck County's response to the internal control over compliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Currituck County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

*Carr, Riggs & Ingram, P.L.L.C.*

CARR, RIGGS & INGRAM, P.L.L.C.

New Bern, North Carolina

April 30, 2026



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## **INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB UNIFORM GUIDANCE AND THE STATE SINGLE AUDIT IMPLEMENTATION ACT**

To the Board of County Commissioners  
Currituck County, North Carolina

### **Report on Compliance for Each Major State Program**

#### ***Opinion on Each Major State Program***

We have audited Currituck County, North Carolina’s compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Currituck County’s major state programs for the year ended June 30, 2025. Currituck County’s major state programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County of Currituck 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, 2025.

#### ***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 Currituck 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 State program. Our audit does not provide a legal determination of Currituck 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 Currituck County's State programs.

### ***Auditor's 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 Currituck 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 Currituck 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 Currituck 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 Currituck 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 of Currituck'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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a State program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a State program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in 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. Given these limitations, 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 were not 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.

*Carr, Riggs & Ingram, P.L.L.C.*

CARR, RIGGS & INGRAM, P.L.L.C.

New Bern, North Carolina

April 30, 2026

**CURRITUCK COUNTY, NORTH CAROLINA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
For the Fiscal Year Ended June 30, 2025

**Section I                      Summary of Auditor's Results**

Financial Statements

Type of Auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes
- Significant deficiencies identified Yes

Noncompliance material to financial statements noted Yes

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant deficiencies identified Yes

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

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

Identification of major federal programs:

Federal AL#/ CFDA Numbers	Names of Federal Program or Cluster
93.778	Medical Assistance Program (Medicaid Cluster)

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

Auditee qualified as low-risk auditee? Yes

State Awards

Internal control over major State programs

- Material weakness(es) identified? No
- Significant deficiencies identified None reported

Type of Auditor’s report issued on compliance for major State programs: Unmodified

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

Identification of major State programs:

Names of State Program or Cluster
Wastewater Reserve
DOT-8 State Aid to Airports Program

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**Section II                      Financial Statement Findings**

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**MATERIAL WEAKNESS**

**2025-001 Noncompliance with Municipal Securities Rule Making Board Requirements**

Criteria: Annual secondary market disclosures must be filed with the Municipal Securities Rule Making Board (MSRB) for outstanding debt subject to the continuing disclosure requirements under Rule 15c12-12 of the Securities and Exchange Commission (SEC). Required filings must be filed electronically through the Electronic Municipal Market Access (EMMA) by January 31 annually.

Condition: The County did not file its required reports prior to the deadline.

Cause: The County is required to file a copy of the audited financial statements with its required annual reports to the MSRB. The audit was not completed prior to the submission deadline, and was unavailable for submission. As such, the County was unable to comply with the filing requirement.

Effect: The County did not file its annual secondary market disclosure report with the MSRB prior to the January 31 deadline. As such, the County is in violation of its filing requirements. The failure to file has the potential to affect future bond sales and ratings.

Recommendations: The County should continue to provide training to new staff to ensure all tasks are completed timely and accurately, which will allow future audits to be submitted timely and various reporting requirements to be met timely.

Views of responsible officials: The County agrees with this finding.

Corrective Action: The County will continue to provide training to new staff to ensure all tasks are completely timely and accurately.

**SIGNIFICANT DEFICIENCY**

**2025-002 Noncompliance with North Carolina General Statutes – Timely Audit Submission**

Criteria: North Carolina G.S. 159-34(a) and G.S. 159-33.1 state that each unit of local government shall have its accounts audited as soon as possible after the close of each fiscal year and other annual and semi-annual reports are filed timely.

Condition: The County’s audit was not completed prior to the statutory deadline.

Cause: The County has significant turnover in its finance department subsequent to June 30, 2025. As such, additional time was required to properly train new staff and prepare requested audit documentation.

Effect: The County’s audit was not completed prior to the statutory deadline.

Recommendation: The County should continue to provide training to new staff to ensure all tasks are completed timely and accurately.

Views of Responsible Officials: The County agrees with this finding.

Corrective Action: The County will continue to provide training to new staff to ensure all tasks are completely timely and accurately.

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**Section III                      Federal Award Findings and Questioned Costs**

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**SIGNIFICANT DEFICIENCY**

**2025-003 Inadequate Contract Review**

**U.S. Department of Health and Human Services**

**Passed through NC Department of Health and Human Services**

**Program Name: Medical Assistance Program (Medicaid Cluster)**

**ALN #93.778**

**Award Year 2024-2025**

Criteria: In accordance with North Carolina Department of Social Services Fiscal Manual, any contract used for the purchase of professional services must contain the following addendums: Certification Regarding Environmental Tobacco Smoke, Certification Regarding Lobbying, Certification Regarding Debarment, Suspension, Ineligibility, and Voluntary Exclusion – Lower Tier Covered Transactions, HIPPA Business Associate Addendum or Government Associates Addendum, Certification Regarding Transportation, Certain Reporting and Auditing Requirements and IRS Federal Tax Exemption.

Condition: There was one error noted during our testing procedures whereby certain required certifications were not included in the contracts used for the purchase of services.

Questioned Costs: There was no known effect to allowable cost and there were no known questioned costs.

Context: We examined two contracts used for the purchase of services for a total of 3 contracts used for the purchase of services. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit. The sample was not statistically valid.

Effect: For the contracts that were missing the required certifications, there is a change this could have allowed unallowable cost to be submitted for reimbursement.

Cause: Ineffective contract review procedures and staff turnover led to the required language being omitted from the contracts.

Recommendation: Contracts should be reviewed by staff knowledgeable of the program requirements to verify all applicable certifications and provisions are included.

Views of Responsible Officials: County agrees with this finding.

Corrective Action Plan: The Department of Social Services will implement new review procedures to verify that all certifications and provisions are included in contracts for the purchase of services.

---

**Section IV**

**State Award Findings and Questioned Costs**

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None Reported



## COUNTY OF CURRITUCK

### BOARD OF COMMISSIONERS

S. Paul O'Neal, Chairman  
Selina S. Jarvis, Vice-Chair  
Paul Anthony Angell  
J. Owen Etheridge  
Kevin E. McCord  
Michael H. Payment  
Janet Williams Rose

153 Courthouse Road, Suite 206  
Currituck, NC 27929  
Telephone (252) 232-2075 / Fax (252) 232-3551  
State Courier # 10-69-17

REBECCA L. GAY  
County Manager  
MEGAN E. MORGAN  
County Attorney  
LEEANN WALTON  
Clerk to the Board

### **CORRECTIVE ACTION PLAN** For the Fiscal Year Ended June 30, 2025

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#### **Section V                      Financial Statement Findings**

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##### **2025-001 Noncompliance with Municipal Securities Rule Making Board Requirements**

Name of Contact Person: Caron Crouse, Finance Officer

Corrective Action: The County will continue to provide training to new staff to ensure all tasks are completely timely and accurately.

Proposed Completion Date: May 31, 2026

##### **2025-002 Noncompliance with North Carolina General Statutes – Timely Audit Submission**

Name of Contact Person: Caron Crouse, Finance Officer

Corrective Action: The County will continue to provide training to new staff to ensure all tasks are completely timely and accurately.

Proposed Completion Date: May 31, 2026

---

#### **Section VI                      Federal Award Findings and Questioned Costs**

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##### **2025-003 Inadequate Contract Review**

Name of Contact Person: Samantha Hurd, DSS Director

Corrective Action: The Department of Social Services will implement new review procedures to verify that all certifications and provisions are included in contracts for the purchase of services.

Proposed Completion Date: May 31, 2026

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**Section VII****State Award Findings and Questioned Costs**

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None Reported

**CURRITUCK COUNTY, NORTH CAROLINA**  
**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS**  
For the Fiscal Year Ended June 30, 2025

---

**Section V**                      **Financial Statement Findings**

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None Reported

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**Section VI**                      **Federal Award Findings and Questioned Costs**

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None Reported

---

**Section VII**                      **State Award Findings and Questioned Costs**

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None Reported

**COUNTY OF CURRITUCK, NORTH CAROLINA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS**  
For the Fiscal Year Ending June 30, 2025

GRANTOR, PASS THROUGH GRANTOR PROGRAM TITLE	Federal Assistance Listing #	AMOUNT EXPENDED		COUNTY
		FEDERAL	STATE	
<b>FEDERAL AWARDS -</b>				
<b>U.S. Department of Agriculture</b>				
North Carolina Department of Health and Human Services				
Division of Social Services				
SNAP Cluster:				
State Administrative Matching Grants				
for the Supplemental Nutrition Assistance Program (SNAP) Cluster (Note 9)	10.561	\$ 249,075	\$ 21,281	\$ -
<b>Total U.S. Department of Agriculture</b>		<u>249,075</u>	<u>21,281</u>	<u>-</u>
<b>U.S. Department of the Treasury</b>				
COVID-19 Local Assistance and Tribal Consistency Fund	21.032	36,000	-	-
<b>Total U.S. Department of the Treasury</b>		<u>36,000</u>	<u>-</u>	<u>-</u>
<b>U.S. Department of Transportation</b>				
Passed through NC Department of Transportation				
Airport Improvement Program	20.106	588,407	-	-
<b>Total U.S. Department of Transportation</b>		<u>588,407</u>	<u>-</u>	<u>-</u>
<b>U.S. Department of Health and Human Services</b>				
Passed through North Carolina Department of Health and Human Services				
Division of Social Services:				
Temporary Assistance for Needy Families (TANF) (Note 9):				
Temporary Assistance for Needy Families (TANF)/Work First	93.558	307,242	-	-
<b>Total TANF</b>		<u>307,242</u>	<u>-</u>	<u>-</u>
Low Income Home Energy Assistance				
Winterization Assistance and Heating and Air Conditioning Repair	93.568	6,922	-	-
<b>Total Low Income Home Energy Assistance</b>		<u>6,922</u>	<u>-</u>	<u>-</u>
MaryLee Allen Promoting Safe and Stable Families	93.556	1,489	-	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	25,155	-	-
Social Services Block Grant	93.667	71,837	-	-
Social Services Block Grant - State In Home Service Fund	93.667	1,684	-	-
Social Services Block Grant - State Adult Day Care	93.667	16,026	-	-
Child Support Enforcement	93.563	184,629	-	-
Foster Care and Adoption Cluster (Note 3):				
Foster Care Title IV-E (Note 9)	93.658	120,589	23,299	-
Foster Care - Title IV-E Benefits (Note 9)	93.658	11,862	4,748	-
Adoption Assistance (Note 9)	93.659	695	-	-
<b>Total Foster Care and Adoption Cluster</b>		<u>133,146</u>	<u>28,047</u>	<u>-</u>
Division of Child Development and Early Education:				
Child Care Development Fund Cluster:				
Division of Social Services				
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	86,942	-	-
<b>Total Subsidized Child Care</b>		<u>86,942</u>	<u>-</u>	<u>-</u>
Centers for Medicare and Medicaid Services:				
Passed-through NC Department of Health and Human Services, Division of Health Benefits:				
Medicaid Cluster:				
Medical Assistance Program (Note 9)	93.778	952,040	102,178	-
<b>Total Medicaid Cluster</b>		<u>952,040</u>	<u>102,178</u>	<u>-</u>
Childrens Health Insurance Program - NC Health Choice (Note 9)	93.767	95,137	30,560	-
Medicare Enrollment Assistance Program	93.071	2,680	-	-
State Health Insurance Assistance Program	93.324	3,670	-	-
Special Programs for Aging, Title I-V, and Title II, Discretionary Funds	93.048	16,800	-	-
<b>Total U.S. Department of Health and Human Services</b>		<u>1,905,399</u>	<u>160,785</u>	<u>-</u>
<b>TOTAL FEDERAL AWARDS</b>		<u>2,778,881</u>	<u>182,066</u>	<u>-</u>
				continued

GRANTOR, PASS THROUGH GRANTOR PROGRAM TITLE	Federal Assistance Listing #	AMOUNT EXPENDED		COUNTY
		FEDERAL	STATE	
<b>STATE AWARDS -</b>				
<b>North Carolina Department of Health and Human Services</b>				
Division of Social Services:				
State Child Welfare		-	15,772	-
State Foster Home		-	22,570	-
SFHF Maximization		-	26,344	-
State-Family Foster Max		-	3,431	-
Foster Care Kinship		-	5,077	-
<b>Total North Carolina Department of Health and Human Services</b>		<u>-</u>	<u>73,194</u>	<u>-</u>
<b>North Carolina Department of Agriculture</b>				
Streamflow Rehabilitation Assistance Program		-	87,100	-
<b>Total North Carolina Department of Agriculture</b>		<u>-</u>	<u>87,100</u>	<u>-</u>
<b>NC Department of Public Safety</b>				
Emergency Management Performance Grant		-	21,325	-
Juvenile Crime Prevention Programs		-	103,985	-
<b>Total North Carolina Department of Public Safety</b>		<u>-</u>	<u>125,310</u>	<u>-</u>
<b>NC Department of Transportation</b>				
DOT-8 State Aid to Airports		-	2,688,907	-
<b>Total North Carolina Department of Transportation</b>		<u>-</u>	<u>2,688,907</u>	<u>-</u>
<b>North Carolina Department of Public Instruction</b>				
Public School Building Capital Fund - Lottery Proceeds		-	366,499	-
<b>Total North Carolina Department of Public Instruction</b>		<u>-</u>	<u>366,499</u>	<u>-</u>
<b>North Carolina Department of Administration</b>				
Veterans Services		-	2,273	-
<b>Total North Carolina Department of Administration</b>		<u>-</u>	<u>2,273</u>	<u>-</u>
<b>North Carolina Department of Information Technology</b>				
FY2023B Grant Program		-	23,385	-
<b>Total North Carolina Department of Information Technology</b>		<u>-</u>	<u>23,385</u>	<u>-</u>
<b>North Carolina Department of Environmental Quality</b>				
Wastewater Reserve		-	740,398	-
<b>Total North Carolina Department of Environmental Quality</b>		<u>-</u>	<u>740,398</u>	<u>-</u>
<b>North Carolina Department of Justice</b>				
Opioid Settlement Fund		-	28,177	-
<b>Total North Carolina Department of Justice</b>		<u>-</u>	<u>28,177</u>	<u>-</u>
<b>TOTAL STATE AWARDS</b>		<u>-</u>	<u>4,135,243</u>	<u>-</u>
<b>TOTAL FEDERAL AND STATE AWARDS</b>		<u>\$ 2,778,881</u>	<u>\$ 4,317,309</u>	<u>\$ -</u>

The County did not provide federal funds to subrecipients for the fiscal year ended June 30, 2025.

Notes to the Schedule of Expenditures of Federal and State Financial Awards

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Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of Currituck County under the program of the federal government and the State of North Carolina for the year ended June 30, 2025. The information in the 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 Currituck County, it is not intended to and does not present the financial position, changes in net position or cash flows of Currituck 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: Cluster of State Programs

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

Note 4: Federal Pass-Through Funds

The County is also the sub-recipient of federal funds that have been subjected to testing and are reported as expenditures and listed as federal pass-through funds. Federal awards other than those indicated as pass-through are considered to be direct.

Note 5: Contingencies

Grant monies received and disbursed by the County are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon experience, the County does not believe that such disallowance, if any, would have a material effect on the financial position of the County.

Note 6: Noncash Assistance

The County did not receive any federal noncash assistance for the fiscal year ended June 30, 2025.

Note 7: Indirect Cost Rate

The County has elected not to use the de Minimis indirect cost rate.

Note 8: Loans and Loan Guarantees

The County did not have any loans or loan guarantee programs required to be reported on the SEFSA.

Note 9: 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.

Program Title	Assistance Listing #	Federal	State
Special Supplemental Nutrition Program for Women, Infant and Children	10.557	\$ 301,875	\$ -
Supplemental Nutrition Assistance Program	10.561	4,151,668	-
Temporary Assistance for Needy Families	93.558	66,833	190
Adoption Assistance	93.659	79,614	21,233
Medical Assistance Program	93.778	31,006,841	10,582,341
Child Welfare Services Adoption		-	98,928
SC/SA Domiciliary Care		-	101,393