

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2023

(Dollars in Thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government					
Governmental Activities					
General government	\$ 2,764,844	\$ 365,393	\$ 424,662	\$ 1,377	\$ (1,973,412)
Primary and secondary education	15,512,806	245,541	3,493,019	-	(11,774,246)
Higher education	5,665,180	197,857	138,816	-	(5,328,507)
Health and human services	32,313,673	416,474	25,113,493	-	(6,783,706)
Economic development	756,992	3,420	315,467	-	(438,105)
Environment and natural resources	865,794	206,123	180,866	28,898	(449,907)
Public safety, corrections, and regulation	4,269,861	690,106	998,282	3,927	(2,577,546)
Transportation	3,790,329	1,121,438	340,943	1,230,755	(1,097,193)
Agriculture	396,929	33,061	50,146	1,775	(311,947)
Interest on long-term debt	172,351	-	-	-	(172,351)
Total Governmental Activities	<u>66,508,759</u>	<u>3,279,413</u>	<u>31,055,694</u>	<u>1,266,732</u>	<u>(30,906,920)</u>
Business-type Activities					
Unemployment Compensation	276,982	742,462	173,908	-	639,388
N.C. State Lottery	3,332,492	4,348,140	2,499	-	1,018,147
EPA Revolving Loan	50,852	16,173	128,589	-	93,910
N.C. Turnpike Authority	224,730	111,772	14,308	75,454	(23,196)
Regulatory programs	151,784	173,047	(5,453)	-	15,810
Insurance programs	36,924	14,095	824	-	(22,005)
North Carolina State Fair	16,728	16,508	2,512	-	2,292
Other business-type activities	15,919	13,989	3,042	110	1,222
Total Business-type Activities	<u>4,106,411</u>	<u>5,436,186</u>	<u>320,229</u>	<u>75,564</u>	<u>1,725,568</u>
Total Primary Government	<u>\$ 70,615,170</u>	<u>\$ 8,715,599</u>	<u>\$ 31,375,923</u>	<u>\$ 1,342,296</u>	<u>\$ (29,181,352)</u>
Component Units					
University of North Carolina System	\$ 15,878,572	\$ 11,489,349	\$ 1,987,874	\$ 256,913	\$ (2,144,436)
Community Colleges	2,534,777	310,331	1,107,477	433,357	(683,612)
State Health Plan	4,140,785	3,986,768	28,581	-	(125,436)
Other component units	1,447,854	622,406	549,459	11,928	(264,061)
Total Component Units	<u>\$ 24,001,988</u>	<u>\$ 16,408,854</u>	<u>\$ 3,673,391</u>	<u>\$ 702,198</u>	<u>\$ (3,217,545)</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2023

Exhibit A-2

(Dollars in Thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Changes in Net Position				
Net (expense) revenue	\$ (30,906,920)	\$ 1,725,568	\$ (29,181,352)	\$ (3,217,545)
General Revenues:				
Taxes:				
Individual income tax	16,799,392	-	16,799,392	-
Corporate income tax	1,728,595	-	1,728,595	-
Sales and use tax	11,657,850	-	11,657,850	-
Motor fuels tax	2,619,790	-	2,619,790	-
Franchise tax	857,100	-	857,100	-
Highway use tax	1,186,526	-	1,186,526	-
Insurance tax	1,165,117	-	1,165,117	-
Beverage tax	592,168	-	592,168	-
Tobacco products tax	283,849	-	283,849	-
Other taxes	339,835	-	339,835	-
Tobacco settlement	156,549	-	156,549	-
Federal COVID-19	673,203	-	673,203	-
Unrestricted investment earnings	553,841	-	553,841	82,464
State aid - coronavirus	-	-	-	88,915
State aid	-	-	-	5,373,939
Noncapital contributions	35,475	747	36,222	64,863
Miscellaneous	79,241	-	79,241	23,846
Contributions to permanent funds	9,925	-	9,925	-
Contributions to endowments	-	-	-	187,682
Transfers	888,056	(888,056)	-	-
Total general revenues, contributions, and transfers	39,626,512	(887,309)	38,739,203	5,821,709
Change in net position	8,719,592	838,259	9,557,851	2,604,164
Net position — July 1, as restated (Note 23)	71,025,783	6,369,603	77,395,386	23,582,812
Net position — June 30	\$ 79,745,375	\$ 7,207,862	\$ 86,953,237	\$ 26,186,976