



**Annual Comprehensive
Financial Report**
Goldsboro, North Carolina
For the Fiscal Year Ended
June 30, 2024

**Chip Crumpler
County Manager**

**Angie Boswell
Finance Director**

Wayne County, North Carolina
Table of Contents
June 30, 2024

| | <u>Page No.</u> |
|--|-----------------|
| I. <u>Introductory Section</u> | |
| Letter of Transmittal | 1 |
| County Officials and Staff | 9 |
| Organizational Chart | 10 |
| 2. <u>Financial Section</u> | |
| Independent Auditors' Report | 11 |
| Management's Discussion and Analysis | 15 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| <u>Exhibits</u> | |
| 1 Statement of Net Position | 27 |
| 2 Statement of Activities | 28 |
| Fund Financial Statements: | |
| 3 Balance Sheet - Governmental Funds | 30 |
| 3 Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position | 32 |
| 4 Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds | 33 |
| 4 Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Net Position | 35 |
| 5 Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund | 36 |
| 6 Statement of Net Position - Proprietary Funds | 37 |
| 7 Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds | 39 |
| 8 Statement of Cash Flows - Proprietary Funds | 41 |
| 9 Statement of Fiduciary Net Position - Custodial Funds | 43 |
| 10 Statement of Changes in Fiduciary Net Position - Custodial Funds | 44 |
| Notes to the Financial Statements | 45 |

Wayne County, North Carolina

Table of Contents

June 30, 2024

| | <u>Page No.</u> |
|--|-----------------|
| Supplementary Information | |
| Required Supplementary Information | |
| Schedule of Changes in the Total OPEB Liability and Related Ratios | 126 |
| Schedule of County's Proportionate Share of Net Pension Liability (Asset) | 126 |
| Local Governmental Employees' Retirement System | 128 |
| Schedule of County Contributions | |
| Local Governmental Employees' Retirement System | 130 |
| Schedule of County's Proportionate Share of Net Pension Liability (Asset) | |
| Register of Deeds' Supplemental Pension Plan | 132 |
| Schedule of County Contributions | |
| Register of Deeds' Supplemental Pension Plan | 134 |
| Schedule of Changes in Total Pension Liability and Related Ratios | |
| Law Enforcement Officers' Special Separation Allowance | 136 |
| Combining and Individual Fund Statements and Schedules: | |
| Exhibits | |
| A Schedule of Revenues, Expenditures, and Changes in Fund Balance - General Fund - Budget to Actual | 138 |
| B Combining Balance Sheet - Nonmajor Governmental Funds | 151 |
| C Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Nonmajor Governmental Funds | 155 |
| Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual - Special Revenue and Capital Project Governmental Funds | |
| D-1 American Rescue Plan Fund | 159 |
| D-2 Rosewood State Appropriations Grant Fund | 160 |
| D-3 Opioid Settlement Fund | 161 |
| D-4 Emergency Telephone Service Fund | 162 |
| D-5 Fire District Fund | 163 |
| D-6 Fines and Forfeitures Fund | 164 |
| D-7 Representative Payee Fund | 165 |
| D-8 North Carolina Court Pilot Program Fund | 166 |
| D-9 State Capital Infrastructure Grant Fund | 167 |
| D-10 Sheriff's State Grant Fund | 168 |
| D-11 Utility Fund-Street Lights | 169 |
| D-12 Street Assessment Fund-Paving | 170 |
| E-1 County Jail Debt Project Fund | 171 |
| E-2 County Public School Capital Project Fund-Fremont School | 172 |
| E-3 County DSS/Health Debt Project Fund | 173 |
| E-4 County Public School Capital Project Fund-Meadow Lane | 174 |
| E-5 County Capital Project Fund | 175 |
| E-6 County Public School Capital Project Fund-School Buildings | 176 |
| E-7 County Capital Reserve Project Fund | 177 |
| E-8 County Capital Project Fund-911 Call Center | 178 |
| F-1 Permanent Fund-Senior Center | 182 |

Wayne County, North Carolina

Table of Contents

June 30, 2024

| | <u>Page No.</u> |
|--|-----------------|
| G-1 Schedule of Revenues and Expenditures - Budget to Actual (Non-GAAP) Solid Waste Disposal Fund | 180 |
| G-2 Schedule of Revenues and Expenditures - Budget to Actual (Non-GAAP) Maxwell Regional Agricultural Center (MRAC) | 182 |
| G-3 Schedule of Revenues and Expenditures - Budget to Actual (Non-GAAP) Jetport Fund | 184 |
| H-1 Combining Statement of Net Position - Nonmajor Proprietary Funds | 186 |
| H-2 Combining Statements of Revenues, Expenses, and Changes in Fund Net Position - Nonmajor Proprietary Funds | 187 |
| H-3 Combining Statement of Cash Flows - Nonmajor Proprietary Funds | 188 |
| Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual - Nonmajor Proprietary Funds | |
| I-1 Schedule of Revenues and Expenditures - Budget to Actual (Non-GAAP) Sewer Fund | 190 |
| J-1 Combining Balance Sheet - Internal Service Funds | 192 |
| J-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Internal Service Funds | 193 |
| J-3 Combining Statement of Cash Flows - Internal Service Funds | 194 |
| Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual - Internal Service Funds Funds | |
| K-1 Schedule of Revenues and Expenditures - Budget to Actual (Non-GAAP) WC Self - Insurance Fund | 195 |
| K-2 Schedule of Revenues and Expenditures - Budget to Actual (Non-GAAP) Hospital Self - Insurance Fund | 196 |
| L-1 Combining Statement of Fiduciary Net Position - Custodial Funds | 197 |
| L-2 Combining Statement of Changes in Fiduciary Net Position - Custodial Funds | 198 |
| Other Schedules | |
| 1 Schedule of Ad Valorem Taxes Receivable | 199 |
| 2 Analysis of Current Tax Levy County Wide Levy | 200 |
| 3 Secondary Market Disclosures | 201 |

Wayne County, North Carolina

Table of Contents

June 30, 2024

Page No.

3. Statistical Section

Tables

1 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.

| | | |
|-----|---|-----|
| 1-A | Net Position by Component | 202 |
| 1-B | Changes in Net Position | 204 |
| 1-C | Fund Balances - Governmental Funds | 208 |
| 1-D | Changes in Fund Balances - Governmental Funds | 210 |

2 Revenue Capacity Information

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

| | | |
|-----|--|-----|
| 2-A | Assessed Value and Actual Value of Taxable Property | 212 |
| 2-B | Direct Property Tax Rates | 213 |
| 2-C | Principal Property Taxpayers - Current Year and Nine Years Ago | 214 |
| 2-D | Property Tax Levy and Collections | 215 |
| 2-E | Taxable Sales by Category | 216 |

3 Debt Capacity Information

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

| | | |
|-----|---|-----|
| 3-A | Ratios of Outstanding Debt by Type | 217 |
| 3-B | Ratios of General Bonded Debt Outstanding and Legal Debt Margin | 219 |
| 3-C | Direct and Overlapping Governmental Activities Debt | 221 |

4 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.

| | | |
|-----|---|-----|
| 4-A | Demographic and Economic Statistics | 222 |
| 4-B | Principal Employers Current Year and Nine Years Ago | 223 |

5 Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

| | | |
|-----|--|-----|
| 5-A | Full-time Equivalent County Government Employees by Function/Program | 224 |
| 5-B | Operating Indicators by Function/Programs | 226 |
| 5-C | Capital Assets Statistics by Function/Program | 228 |

Wayne County, North Carolina

Table of Contents

June 30, 2024

Page No.

4. Supplementary Single Audit Section

| | |
|--|-----|
| Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With <i>Government Auditing Standards</i> | 229 |
| Report On Compliance With Requirements Applicable To Each Major Federal Program And Internal Control Over Compliance In Accordance With OMB Uniform Guidance and the State Single Audit Implementation Act | 231 |
| Report On Compliance With Requirements Applicable To Each Major State Program And Internal Control Over Compliance In Accordance With OMB Uniform Guidance and the State Single Audit Implementation Act | 233 |
| Schedule of Findings and Questioned Costs | 235 |
| Corrective Action Plan | 238 |
| Summary Schedule of Prior Audit Findings | 239 |
| Schedule of Expenditures of Federal and State Awards | 240 |

Introductory Section

Letter of Transmittal

County of Wayne
Chip Crumpler
County Manager / Budget Officer

November 25, 2024



Honorable Members of the Wayne County Board of Commissioners
Citizens of Wayne County, North Carolina

The Annual Comprehensive Financial Report for Wayne County, North Carolina, for the fiscal year ended June 30, 2024, is hereby submitted. North Carolina law requires all local governments to publish each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report of Wayne County for the fiscal year ended June 30, 2024.

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

Wayne County adopts an annual budget for its General Fund and all other funds, as required by the General Statutes. The budget is a legally adopted document that incorporates input from citizens, the management team of the County, and the decisions of the County Board of Commissioners to obtain funds from identified sources to finance annual activities. County management in cooperation with the Board of Commissioners conduct the budget planning process from January to June annually with a Board planning session, budget team work sessions, departmental reviews, development of draft budget workbooks, development and review of the capital improvement plan, the County Manager's Recommended Budget and Capital Improvements Plan, public county commissioner work sessions, the actual statutory budget hearing and ultimately the adoption of the budget by the County Commissioners prior to July 1st.

Nunn, Brashear & Uzzell, P.A., a firm of licensed certified public accountants, has audited Wayne County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of Wayne County for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and evaluating the overall financial presentation. The independent auditor concluded, based upon the audit, there was a reasonable basis for rendering an unmodified opinion that Wayne County's financial statements for the fiscal year ended June 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Letter of Transmittal

The independent audit of the financial statements of Wayne County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the compliance section of this report.

GAAP requires management to 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 MD&A and should be read in conjunction with it. Wayne County's MD&A can be found immediately following the report of independent auditors.

County Profile

Wayne County, founded in 1779, is in the east-central part of the state, amid the broad Coastal Plains region, which covers nearly half the state. The county, which measures approximately 29 miles from north to south and 14 to 27 miles from east to west, encompasses approximately 555 square miles. It is bounded on the north by Wilson County, on the east by Greene and Lenoir Counties, on the south by Duplin and Sampson Counties and on the west by Johnston County. The City of Goldsboro, the county seat, is situated geographically in the center of the county and is approximately 50 miles southeast of the City of Raleigh, North Carolina. Other municipalities located in the county include the towns of Eureka, Fremont, Mount Olive, Pikeville, and Seven Springs, plus the incorporated Village of Walnut Creek. The county has a diversified economy based upon industry, agriculture, military, and governmental institutions supported by a mix of wholesale and retail businesses, as well as numerous service providers.

The county has a land area of approximately 355,200 acres of which approximately 149,000+ acres or 42%+ are classified as cropland. With elevations predominantly 120 to 145 feet above sea level, the land surface is smooth with moderately steep slopes along the flood plain of permanent streams. The largest waterway, the Neuse River, bisects the lower central portion of the county as it flows in an eastward direction to the Atlantic Ocean.

A mild climate with an average temperature of 62 degrees, a well-distributed average annual rainfall of 50 inches, a freeze-free growing season of about 225 days and a wide range of soil types all contribute to a highly productive agricultural area. The county is the 7th largest agricultural county in the state. Wayne County is the 15th largest county in the United States in the production of hogs. The county is home to Mt. Olive Pickle Co., the largest pickle company in the United States. It is also home to Goldsboro Milling, Inc., the parent company of Butterball Turkeys, the largest producer of turkey products in the United States. Farming and agribusiness represent 20% of the county's employment and 22% of the county's total gross income. According to the 2022 Census of Agriculture, there are 149,752 acres of farmland. The county has developed a Farmland Preservation Plan to help maintain and position farming and agribusiness as a county economic engine for the future.

The county operates under the commission/manager form of government. It is governed by a seven-member Board of Commissioners (the "Board"). One member is elected from each of six different voting districts in the county and one member is elected countywide. All seven members serve concurrent four-year terms. The partisan elections for the Board are held in November of the Presidential election years. The Board elects annually a Chairman and Vice-Chairman from among its members when it takes office the first Monday in December. The Board appoints a County Manager to manage the daily operations, prepare and administer the annual budget and capital improvements program, and to advise the Board on public policy matters.

Letter of Transmittal

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Wayne County operates.

Local Economy

Wayne County was designated a Metropolitan Statistical Area by the US government in 1992. It is in the eastern coastal plain region of North Carolina and became part of the North Carolina Southeast Region, an economic development region of 20 counties, in 2018. The county seat, Goldsboro, is intersected by two major highways: US Highway 70, designated as Interstate 42, running East/West and US Highway 117, designated as I-795, running North/South, providing connections to I-95 and I-40 within a 25-minute drive.

In 2023, Wayne County had an estimated population of 117,480, and the civilian labor force stood at 53,084, with a participation rate of 59.3%, below the national average of 63.3%. The unemployment rate in June 2024 was 4.3%, matching the national rate. The county's median household income was \$54,323, with an average annual wage of \$47,450.

The strength of the county's economy lies in its diversified sectors, including healthcare, manufacturing, military, government, and services. Healthcare and social assistance remains the largest private-sector industry, employing 7,336 workers, with an average annual salary of \$49,445. Manufacturing follows closely with 5,428 workers earning an average annual wage of \$62,642. The county's manufacturing base is robust, including sectors like automotive, electronics, food and beverages, plastics, agriculture, wood products, and aerospace. Wayne County hosts 59 major manufacturing and distribution industries.

Agriculture and Agribusiness is the #1 industry in the county with over a \$1.3 billion impact. The 2023 North Carolina Agricultural Statistics have Wayne County ranked #2 in turkeys, #4 in hogs, #9 in soybeans, #6 in wheat, #9 in peanut production. Current agriculture data has gross farm income totaling \$530 million. NC State University reported that forestry within Wayne County had a \$433 million impacts.

In 2023, Wayne County's gross domestic product (GDP) was \$5.9 billion, reflecting 8.5% growth over the previous year. Manufacturing contributed \$1.45 billion to the GDP, followed by Healthcare and Social Assistance (\$555 million), and Real Estate and Rental Leasing (\$486 million). Seymour Johnson Air Force Base (SJAFB), located in Goldsboro, remains a critical part of the local economy, contributing an economic impact of \$1.1 billion in 2023. It is Wayne County's largest employer, with 5,259 active-duty military personnel, 1,166 reservists, and 611 civilians. SJAFB's economic impact includes \$475.6 million in payroll, \$91.1 million in local expenditures, and a total employment impact of 11,253 jobs, with an estimated local employment effect of \$719 million. In 2020, Wayne County formed the NC Global TransPark Economic Development Region (EDR) with Greene and Lenoir Counties and the NC Global TransPark. Since then, there have been 13 new economic development announcements from companies locating or expanding in Wayne County. These projects have generated over \$202.1 million in capital investment and created 905 new jobs.

Major Initiatives

1. In February 2023, Wayne County and the Wayne County Development Alliance (WCDA) entered into an agreement to construct two new shell buildings at Park East Industrial Park. Managed by

Letter of Transmittal

the WCDA, Jackson Builders was awarded the contract to build a 50,000-square-foot and a 30,000-square-foot shell industrial building. Funded by Wayne County ARPA Revenue Loss funds, proceeds from the sale of the Hosokawa building, and WCDA contributions, these buildings serve as a strategic marketing tool in the competitive landscape of business recruitment. In August 2023, the sales prices were established: \$3.9 million for the 50,000-square-foot building and \$2.9 million for the 30,000-square-foot building. As of now, these projects are completed, and both buildings are actively being marketed to prospective clients.

2. Park East Industrial Park has seen growth among its business occupants, necessitating the construction of an access road to provide an additional point of ingress and egress. On February 1, 2022, the Board of Commissioners adopted a resolution requesting project funding assistance from the NC Department of Transportation (NCDOT). In August 2022, the county was notified that NCDOT allocated \$400,000 for this project. Additional grant funding was awarded, including \$300,000 from Golden LEAF, \$500,000 from the NC Department of Commerce, and \$50,000 from the Duke Endowment Fund, with Wayne County covering the remaining costs. ST Wooten was awarded the road construction contract in June 2023 for a total of \$1,459,201.53. The construction is nearing completion; however, the contractor still needs to address corrections and improvements as recommended by NCDOT following the final inspection.
3. The county completed Phase I construction at the Goldsboro Business Campus designed as a business incubator park offering seven 5-acre parcels with infrastructure, shared stormwater management, and complete due diligence. This 118-acre property, located near one of the county's smaller industrial parks on Patetown Road in Goldsboro, was secured through a five-year option agreement with Bryan Holdings. This arrangement allows the county to develop the Business Campus gradually, without a significant upfront property purchase. In September 2022, the county exercised its option and purchased 108.6 acres of the Bryan property for \$1,534,560, covering any additional costs. The county approved WithersRavenel as the preferred engineering firm for the Goldsboro Business Campus. WithersRavenel, Inc. conducted development studies, design, and covenants and assessed associated costs for the property. In August 2018, WithersRavenel was authorized to apply for a \$1,785,000 Rural Ready Sites Grant with the NC Department of Commerce, which was awarded to the county that same year, allowing WithersRavenel to proceed with the campus development. Fred Smith Company was awarded the contract for Phase I infrastructure construction in July 2022 and finished in 2024. The county has begun marketing Phase I lots for sale. In August 2023, the county applied for a \$1.5 million Golden LEAF Site Program Grant to support Phase II development of the campus. Although the county did not receive this grant, it remains committed to moving forward and will continue to seek funding to complete Phase II construction.
4. As part of the ongoing effort to address the issues and expansion concerns of county and municipality sewer systems, the Board of Commissioners approved a resolution on June 15, 2021, to apply for and participate in the North Carolina Viable Utility Reserve Grant Program. This reserve was established in the Water Infrastructure Fund as part of Session Law 2020-79 to be used for grants to include the study of rates, asset inventory and assessment and/or merger and regionalization options. The county was notified on August 3, 2021, that it was awarded \$150,000 in grant funds to conduct an Asset Inventory and Assessment (AIA). CDM Smith is assisting the county with this project. On April 4, 2023, the Board of Commissioners accepted by resolution additional funds of \$150,000 from the NC Dept. of Environmental Quality State Reserve Grant to perform an Asset Inventory and Assessment study. Also, on September 19, 2023, the county decided to move forward with a formal application for a NC Division of Water Infrastructure Merger/Regionalization Feasibility Study Grant. The county and all municipalities have created a

Letter of Transmittal

merger/regionalization committee to oversee the implementation of the merger/regionalization study. In March 2024, the county was approved for and accepted a low-interest loan at 2.04% from the NC Department of Environmental Quality for \$2,877,000 for the Genoa Sewer Rehabilitation. CDM Smith has been selected as the engineer.

5. The county selected RSM Harris Associates, Inc as the CDBG Consultant to administer the Community Development Block Grant-Disaster Recovery for \$25,414,784. This grant is allocated to offset some of the effects of Hurricane Matthew. The State executed a grant agreement for \$16,940,000 of the allocation. This is an ongoing 8-year grant program for disaster recovery with extensions granted by HUD to the State. The only activity authorized by the State for the county to administer was the CDBG-DR Application In-take Center, which was managed by the county's CDBG consultant. Some costs have been incurred by the county; however, the State closed the county's In-Take Center, opened a State-administered In-Take Center through its "State-Centric" model, and later closed the State In-take Center. The NC Office of Recovery & Resiliency (NCORR) in Raleigh NC is now managing all hurricane recovery activities in Wayne County, just as it is doing in all Hurricane Matthew impacted counties.
6. The county selected RSM Harris Associates, LLC as the consultant/administrator to administer the Hazard Mitigation Grant Program (HMGP) \$7,872,590 grant for the acquisition of 84 properties flooded by Hurricane Matthew. A total of 65 properties have been acquired and houses demolished. The other 19 properties have been withdrawn. Final reimbursements occurred after June 30, 2024. The State (NCEM) is now in the process of closing out the HMGP Grant during the current Fiscal Year.
7. The county was officially awarded \$750,000 in CDBG Neighborhood Revitalization funds for the Rollingwood Community in Dudley, NC on December 7, 2021. RSM Harris Associates, Inc was approved at the May 17, 2022, Board meeting to handle the grant administration services for this project. On October 17, 2023, the project start-up items were reviewed by CDBG-NR Project Manager, David Harris, and approved by Board of Commissioners. RSM Harris Associates is working with the State on the final revisions of the Project's Environmental Assessment after multiple changes to the HUD environmental guidelines that occurred periodically during 2023 and 2024. After State approval of the Environmental Assessment, the county will be able to incur costs and implement the project activities.
8. The Perimeter Fence project at the Wayne Executive Jetport is needed to increase safety for users of the airport. The current fencing at the airport is only 4.5-feet tall with no underground skirt of concrete footer and is also insufficient to keep wildlife off the airfield, particularly deer that can easily jump the existing fence. The USDA APHIS Wildlife Services performed a Wildlife Hazard Site Visit (WHSV) and issued a report of their findings in January 2019. The WHSV report recommended the installation of a wildlife resistant perimeter fence, consisting of a 10-foot-tall fence, with barbed wire at the top and a four-foot section of chain link fence buried at a 45-degree angle along the bottom. The current project is to design a perimeter fence around the airport's property. Design is complete, bids were opened in March 2024 and the construction project was awarded in May 2024. Construction is set to begin in December 2024 and should be completed in 2025. The Perimeter Fence design and construction will be funded 90% by FAA Non-Primary Entitlement (NPE) and state grant funds, with a 10% local match supplied by the county.
9. The Apron Pavement Rehabilitation (Construction) project is needed to perform the design and construction for the asphalt pavement reconstruction of Jetport's main aircraft parking apron. The existing apron pavement has been experiencing problems with deflections in the asphalt from parked aircraft, causing many impacts to airport operations and fuel sales. Construction is

Letter of Transmittal

complete and the project should be closed out soon. Construction was funded 90% by state funds, with a 10% local match supplied by the county.

10. The Stormwater Improvement Project will analyze existing ditches and aging stormwater culverts and provide improvements to the drainage system leaving the airport. The improvements include the establishment of a durable and efficient stormwater drainage system through a combination of repair/replacement of degraded pipes, regrading and/or stabilizing ditches, and establishing grass and herbaceous vegetation to safely maintain ditch stability. The project will also improve safety by removing a wildlife-attracting old pond, trees that are obstructions to the airport's approach surface, and potentially piping/filling in part of a ditch adjacent to the airport's parallel taxiway.
11. The Parking Lot Drainage Improvements project will replace an existing failing parking lot pavement while improving the stormwater water quality by installing a permeable pavement infiltration system. The project will also correct existing stormwater drainage issues and provide better vehicle access and safety maneuverability for emergency vehicles. This project is being funded with state ARPA funds.
12. The Pump Station Improvement project will evaluate and determine the condition of the airport's on-site pump station, provide recommendations on if rehabilitation, replacement, or a combination of rehabilitation and replacement is warranted, and design the appropriate solution. The airport's existing sanitary sewer will also be assessed to determine if rehabilitation and/or replacement will be necessary. This project is being funded with state ARPA funds.
13. The Airfield Drainage Analysis project will analyze and document the existing drainage conditions for the overall airfield and identify additional drainage improvements that may be needed. A map of the airfield's overall drainage system will also be developed. As part of this project, the airport's Stormwater Pollution Prevention Plan (SWPPP) and Spill Prevention Control & Countermeasure Plan (SPCC) will be updated to comply with current requirements and will include training for airport staff. This project will be funded 90% by FAA Non-Primary Entitlement (NPE) funds, with a 10% local match supplied by the county.
14. During the June 1, 2021, Board of Commissioners' meeting, a motion was made and approved to issue a request for qualifications (RFQ) for architectural and construction manager-at-risk services (CMAR) to design and oversee construction of a combined Department of Social Services and Health Department facility. The Board approved Moseley Architects at their July 20, 2021 meeting. TA Loving Company was approved as the CMAR on October 19, 2021. CDM Smith was contracted for the commissioning services. After receiving installment financing proposals from five banks, a resolution was adopted March 7, 2023, to select Truist Bank as the lender for a 20-year term. In April 2023, the Board approved a GMP of \$30,034,486 and selected TA Loving for the construction. On August 15, 2023, a groundbreaking ceremony was hosted to commemorate the start of construction. The county anticipates the project to be completed in early 2025.
15. In August of 2019, the Board approved Moseley Architects to conduct a Jail Study Update. This study assessed current needs, projected future inmate populations, and space requirements, offering recommendations for renovating or constructing facilities to address long-term solutions. After reviewing the findings, the Board authorized Moseley on October 5, 2021, to begin full design services for a new Detention Center on adjacent property. They opted for a Design-Bid-Build construction method. In August 2022, CDM Smith was appointed as the commissioning agent, followed by the selection of prequalified contractors in October 2022. On December 13, 2022, TA Loving was chosen as the contractor for the project. A resolution on January 17, 2023, designated

Letter of Transmittal

Truist as the lender for a 20-year term. The county expects the project to be completed by early 2025.

16. On April 21, 2020, the Board of Commissioners approved an Offer to Purchase and Contract between the Wayne County Board of Education and the Evans family for \$312,000 for a tract of land in Fremont. This approval was conditional upon the Board of Education agreeing to a joint application with the county for the Tier 1 Lottery Grant Funds from the State. The site would be the future home of Fremont Elementary School. The Board of Commissioners subsequently approved filing a joint application with the Wayne County Board of Education for the Tier 1 Lottery Funds Grant in their recessed meeting on April 28, 2020. On October 14, 2020, the Board was notified that the application was approved for grant funding in the amount of \$15,000,000. The county was required to provide a match of a minimum of \$5,000,000 which became part of the debt financing arrangement. A funding agreement between the Board of Commissioners and Board of Education was approved by the Board during the September 21, 2021, meeting establishing the total budget for the Fremont Elementary School project at not more than \$23 million. In January of 2022, the Board of Commissioners were made aware of new provisions in the Needs-Based Public School Capital Fund grant which allowed a maximum of \$30 million in awards, with a 5% local match of \$1.5 million if construction had not begun on the previously approved project. Additionally, the revisions in the grant program provided the county would not have to continue forfeiting normal distributions of lottery funds in the remaining five years. The Board approved at the January 12 meeting to reapply for the additional funds. In June 2022, the Board approved a GMP of \$35,705,418 with Daniels & Daniels for the construction of the school. Additionally, they approved a resolution to finance a portion of this project with an Installment Financing Agreement. This debt financing for a total of \$8,000,000 was closed on August 11, 2022. In May of 2023, KBS was awarded the contract to construct a sewer pump station for \$465,480 which will be funded with ARPA funds received by the county. The project was completed during the summer of 2024 and in use for the new school year.
17. On March 11, 2021, a \$1.9 trillion stimulus package was signed into law. The federal American Rescue Plan Act (ARPA) of 2021 was the third major relief act since the onset of the COVID-19 pandemic. This bill included significant aid to state and local governments. The county received \$23,916,753.00. On July 20, 2021, the Board of Commissioners adopted a resolution accepting the funds and established a grant project ordinance to account for the ARPA revenues and expenditures. The county has obligated most of the ARPA money to various projects, to include but not limited to, the purchase of several Emergency Management Service ambulances, defibrillators, Sheriff's Office vehicles and equipment, Radio System improvements, phone system upgrades, assistance with Wayne Community College's Center for Industrial Technology and Engineering (CITE) building construction, and a match for Growing Rural Economies with Access to Technology (GREAT) grant to help facilitate deployment of broadband. Of the \$23.9 million received, the county has elected to take the standard allowance on the revenue loss of \$10 million to be used for government services. The activity of this fund can be seen within the section of Special Revenue Funds.
18. On September 21, 2021, during the Board of Commissioners meeting, a resolution was approved to establish a memorandum of agreement between the State of North Carolina and local governments regarding the allocation of proceeds from opioid litigation settlements. This litigation involved numerous local governments across the country pursuing accountability from opioid manufacturers and pharmaceutical distributors for their roles in the opioid epidemic. In the spring of 2022, the county was informed that it would receive a total of \$6.25 million over the next 18 years as part of this national settlement agreement. Subsequently, in the March 7, 2023, Board of Commissioners' meeting, a resolution was passed to approve a supplemental agreement resulting

Letter of Transmittal

from additional settlements with distribution companies and pharmacies. This agreement will provide the county with an additional \$5.05 million in opioid settlement funds. By March 2024, strategy "A" was adopted to utilize these funds. The first resolution for the direct expenditure of the opioid funds was approved for IMS Correctional for the MAT program at the end of June 2024. It also included coverage for the cost of medication for the MAT program as well as funding for Wayne County Structured Day.

19. In the 2021-2023 fiscal biennium, the county received \$20 million from the state budget to renovate or build a new Rosewood Middle School, as approved on November 18, 2021. On December 7, 2021, a joint resolution was passed to utilize these funds for the project. Davis Kane was selected as the architect, and Daniels & Daniels was appointed as the Construction Manager-At-Risk (CMAR). Additionally, \$7 million was allocated in the 2023-2024 state budget of which \$5,325,000 is to be used for the Rosewood project. During FY24, Wayne County Public Schools collaborated with Davis Kane on construction drawings while conducting geotechnical and traffic studies to keep the project on schedule.

Long Term Financial Plan

The Board of Commissioners of Wayne County continues to support a strong financial position as one of their top priorities even in these challenging times. The Capital Improvement Plan serves as the basis for the county's long-term facilities planning. The Wayne County Board of Commissioners, the county Facilities Committee and staff have developed a strategy for the improvement of service delivery to the residents of the county in order to create a community that is safe, healthy, prosperous, well informed, and well governed. This plan is reviewed during the County Commissioners annual budget planning retreat for funding consideration in the annual budget process.

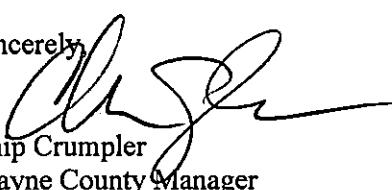
Awards and Acknowledgements:

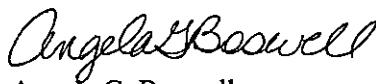
The Maxwell Center celebrated its 6th birthday on March 1, 2024. This is a premier convention and meeting venue in Wayne County, was honored with the prestigious ConventionSouth Readers' Choice award for 2023 making it the 6th time since its establishment in 2018. Closer to home, The Maxwell Center was named The Goldsboro News-Argus Reader's Choice Favorite Venue for the sixth consecutive year as well.

We appreciate the assistance and dedication of the Finance Department staff throughout the year, especially during the preparation of the ACFR. We would like to thank all members of the department who contributed to its preparation and the county's independent certified public accountants, Nunn, Brashear and Uzzell, P.A., for their assistance. The cooperation of each county department is appreciated as we work together in conducting the county's financial operations.

We also express our appreciation to the members of the Wayne County Board of Commissioners for their continued support, guidance, and advice in planning and conducting the financial activities of the county in a responsible and progressive manner.

Sincerely,


Chip Crumpler
Wayne County Manager


Angela G. Boswell
Finance Director & Budget Officer



County Commissioners



Chris Gurley
Chairman
District 5
Phone: (919) 738-9705



George Wayne Aycock
Vice-Chairman
At Large District
Phone: (919) 222-4646



Barbara Aycock
District 1
Phone: (919) 242-5604



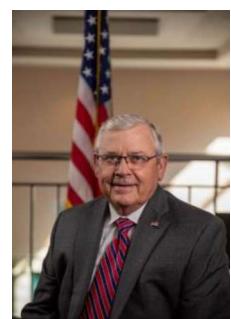
Antonio Williams
District 2
Phone: (919) 396-5144



Bevan Foster
District 3
Phone: (919) 288-4401



Freeman Hardison
District 4
Phone: (203) 331-6278



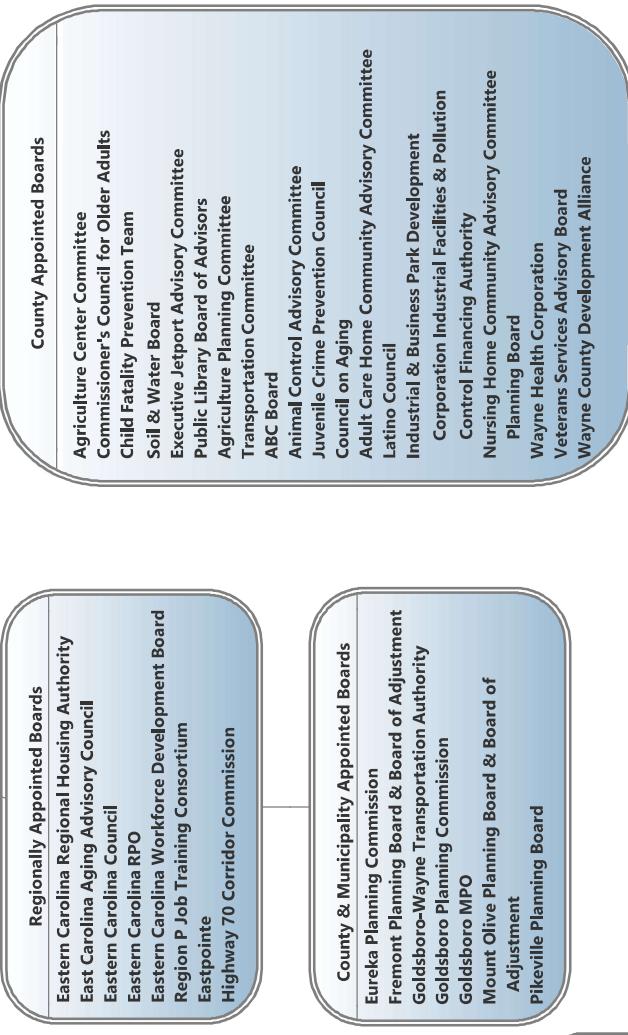
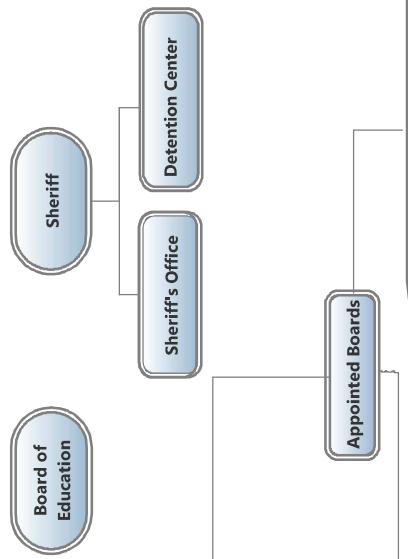
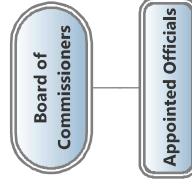
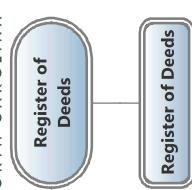
Joe Daugherty
District 6
Phone: (919) 273-6065



Citizens of Wayne County

WAYNE COUNTY

NORTH CAROLINA



As of May 5th, 2023

Wayne County Government Organizational Chart 2023-2024

Financial Section

NUNN, BRASHEAR & UZZELL, P.A.
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS
1106 PARKWAY DRIVE
P.O. BOX 10127
GOLDSBORO, NORTH CAROLINA 27532-0127

PAUL L. NUNN, CPA
HAROLD D. BRASHEAR, CPA
DIANNE L. UZZELL, CPA
DANNA J. LAYNE, CPA, CFE

ALBERT S. WHITFIELD, CPA
MARJORIE C. FICKLING, CPA
J.R. SABATELLI, CPA

TEL: (919) 778-1000
FAX: (919) 751-1782
E-Mail: NBCo@NBCo.com

Independent Auditors' Report

To the Board of County Commissioners
Wayne County, North Carolina

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Wayne County, North Carolina, as of and for the year then ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Wayne County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Wayne County, North Carolina as of June 30, 2024, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Wayne County ABC Board, which represent 98.6 percent, 97.2 percent, and 98.2 percent of the assets, net position, and revenues, respectively, of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Wayne County ABC Board is based solely on the report of the other auditors. We did audit, as a separate engagement, the financial statements of the Wayne County Tourism Development Authority, which represent 1.4 percent, 2.8 percent and 1.8 percent of the assets, net position, and revenues, respectively, of the aggregate discretely presented component units. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Wayne County ABC Board and the Wayne County Tourism Development Authority were not audited in accordance with *Governmental Auditing Standards*.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Wayne 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 the Wayne County ABC Board and the Wayne County Tourism Development Authority were not audited in accordance with *Governmental Auditing Standards*.

Responsibilities of Management for the Audit of the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raises substantial doubt about Wayne 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 doubt shortly thereafter.

Auditors' 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 generally accepted auditing standards and governmental audit 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 governmental auditing standards, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures 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 the Wayne 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 the Wayne 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, the Other Postemployment schedules of Changes in Total OPEB Liability and Related Ratios, the Local Government Employees' Retirement System Schedules of the County's Proportionate Share of Net Pension Liability and County Contributions, the Register of Deeds' Supplemental Pension Fund Schedule of the County's Proportionate Share of the Net Pension Asset and Schedule of County Contributions, and the Changes in Total Pension Liability of the Law Enforcement Officers' Special Separation Allowance and Related Ratios, on pages 15 through 26, 126 through 127, 128 through 131, 132 through 135, and 136 through 137, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Wayne County, North Carolina. The combining and individual fund statements, budgetary schedules, other schedules, the statistical schedules, and component unit schedules, as well as the accompanying Schedule of Expenditures of Federal and State Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and

individual fund financial statements, budgetary schedules, other schedules, component unit schedules, and the Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2024 on our consideration of Wayne County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Wayne County's internal control over financial reporting and compliance.

Nunn, Brashears, & Uzzell, P.A.

Goldsboro, North Carolina

November 25, 2024

Management's Discussion and Analysis

As management of Wayne County, we offer readers of Wayne County's financial statements this narrative overview and analysis of the financial activities of Wayne County for the fiscal year ended June 30, 2024. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

Financial Highlights

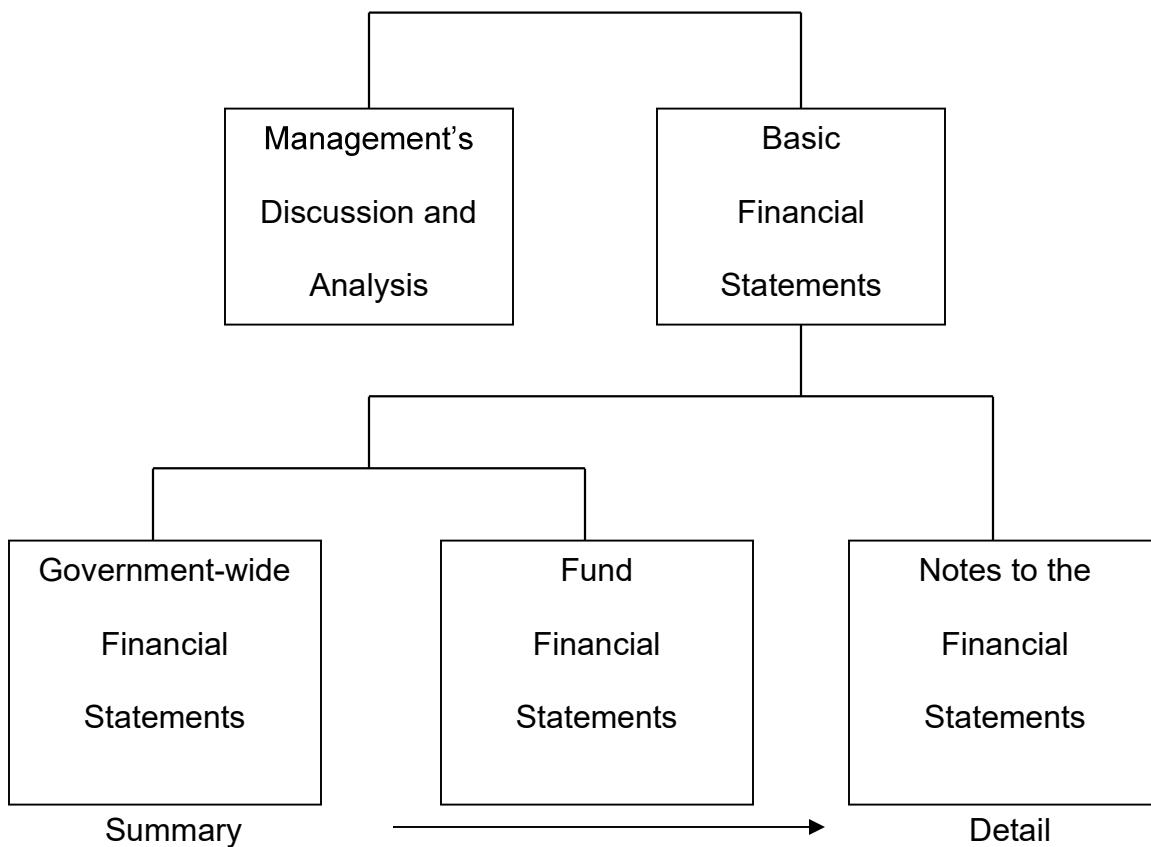
- The assets and deferred outflows of resources of Wayne County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$269,003,988 (*net position*).
- Deferred outflows of resources ended at \$23,323,049, a decrease of \$1,565,920 over last year. Deferred inflows of resources ended at \$7,492,573, a decrease of \$3,971,109 over last year. The County's Other Postemployment Benefit – Healthcare Benefits Plan (OPEB) created significant changes in the deferred outflows and inflows of pension resources. See further discussion in note III, B. 2. h.
- The total government and business-type total net position increased by \$19,621,392 and \$1,968,830, respectively. This increase is primarily due to increased property and sales tax revenues, interest earnings, and grant revenues.
- As of the close of the current fiscal year, Wayne County's governmental funds reported combined ending fund balances of \$146,870,789, a decrease of \$44,163,766, in comparison with the prior year. This decrease is due to capital spending on DSS/Health, Fremont, and Jail construction projects in the prior fiscal year. Approximately 59.08% of this total amount, or \$86,770,726, is restricted or non-spendable.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$39,610,287 or 26.97% of total general fund expenditures for the fiscal year.
- Wayne County's total long-term debt decreased by \$9,846,877 during the current fiscal year.

Overview of the Financial Statements

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

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements

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

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

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the County's non-major governmental funds and internal service funds, all of which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes can also 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 they have 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, human services, education 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 sewer, agricultural and convention center, airport, and landfill services offered by Wayne County. The final category is the component units. Although legally separate from the County, the ABC Board is important to the County because the County is financially accountable, appoints its Board members, and because the Board is required to distribute its profits to the County. Established in September, 2015 and beginning operations in January, 2016, the Wayne County Tourism Development Authority will serve to promote travel, tourism, and conventions within Wayne County. The County appoints all 12 members of the Authority's board.

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. Wayne 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 Wayne County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

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

Proprietary Funds – Wayne County has two kinds of proprietary funds, enterprise funds and internal service funds. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Wayne County uses enterprise funds to account for its sewer activity, airport, agricultural center and its landfill operations. These funds are the same as those functions shown in the business-type activities in the Statement of Net Position and the Statement of Activities. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the functions of Wayne County. The County uses an internal service fund to account for two activities – health insurance benefits and workman's compensation. Because this operation benefits predominantly governmental rather than business-type activities, the internal service fund has been included within the governmental activities in the government-wide financial statements

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Wayne County has three custodial funds, which are Municipal Tax Fund, Inmate Account Fund, and a Miscellaneous Agency Fund.

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 start on page 45 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Wayne County's progress in funding its obligation to provide pension 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 by \$269,003,988 as of June 30, 2024. The County's net position increased by \$21,590,222 for the fiscal year ended June 30, 2024. One of the largest portions \$164,321,810, 61.09%, reflects the County's net investment in capital assets (e.g. land, buildings, machinery, and equipment). Wayne County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Wayne 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 large portion of Wayne County's net position \$94,823,759, 35.25%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$9,858,419, 3.66%, is unrestricted.

Wayne County's Net Position
Figure 2

| | Governmental | | Business-type | | Totals | |
|--------------------------------------|-----------------------|-----------------------|----------------------|----------------------|-----------------------|-----------------------|
| | Activities | | Activities | | Totals | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Current assets | \$ 187,770,713 | \$ 240,854,832 | \$ 18,668,792 | \$ 17,658,153 | \$ 206,439,505 | \$ 258,512,985 |
| Noncurrent assets | 12,982,527 | 11,906,839 | - | - | 12,982,527 | 11,906,839 |
| Capital assets | 260,496,550 | 203,350,374 | 59,687,908 | 59,063,063 | 320,184,458 | 262,413,437 |
| Lease, SBITA assets | 756,672 | 672,830 | 31,058 | 41,574 | 787,730 | 714,404 |
| Total assets | <u>462,006,462</u> | <u>456,784,875</u> | <u>78,387,758</u> | <u>76,762,790</u> | <u>540,394,220</u> | <u>533,547,665</u> |
| Total deferred outflows of resources | 22,053,947 | 23,586,968 | 1,269,102 | 1,302,001 | 23,323,049 | 24,888,969 |
| Long-term liabilities | 211,443,338 | 214,982,859 | 21,790,437 | 21,530,604 | 233,233,775 | 236,513,463 |
| Other liabilities | 52,694,916 | 60,549,957 | 1,292,017 | 1,822,931 | 53,986,933 | 62,372,888 |
| Total liabilities | <u>264,138,254</u> | <u>275,532,816</u> | <u>23,082,454</u> | <u>23,353,535</u> | <u>287,220,708</u> | <u>298,886,351</u> |
| Total deferred inflows of resources | 6,938,920 | 10,804,354 | 553,653 | 659,328 | 7,492,573 | 11,463,682 |
| Net position: | | | | | | |
| Net investment in capital assets | 114,488,574 | 51,033,241 | 49,833,236 | 48,570,330 | 164,321,810 | 99,603,571 |
| Restricted | 94,823,759 | 149,007,153 | - | - | 94,823,759 | 149,007,153 |
| Unrestricted | 3,670,902 | (6,678,551) | 6,187,517 | 5,481,598 | 9,858,419 | (1,196,953) |
| Total net position | <u>\$ 212,983,235</u> | <u>\$ 193,361,843</u> | <u>\$ 56,020,753</u> | <u>\$ 54,051,928</u> | <u>\$ 269,003,988</u> | <u>\$ 247,413,771</u> |

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

- This year, a positive unrestricted net position is primarily attributed to a decrease in the long-term debt balance.
- The following factors help contribute to a healthy overall net position for the County:
 - Increase in fee collections, specifically in the Sewer and Solid Waste
 - Continued diligence in the collection of property taxes by maintaining a high collection percentage of 98.59%.
 - Careful planning, regular monitoring, and adherence to budgetary guidelines help ensure that revenues align with expenditures, preventing overspending and deficits. Management takes a proactive approach to monitoring spending across county departments, promoting fiscal responsibility and transparency throughout the organization.
 - Consistent growth in sales tax, strong consumer spending, and stable investment growth attributable to higher interest rates.

Wayne County's Changes in Net Position

Figure 3

| | Governmental Activities | | Business-type Activities | | Total | |
|---|-------------------------|-----------------------|--------------------------|----------------------|-----------------------|-----------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 20,797,333 | \$ 24,481,752 | \$ 10,259,148 | \$ 9,201,224 | \$ 31,056,481 | \$ 33,682,976 |
| Grants/contributions | 34,327,423 | 53,771,646 | 983,661 | 2,124,823 | 35,311,084 | 55,896,469 |
| General revenues: | | | | | | |
| Property taxes | 75,254,712 | 74,626,242 | - | - | 75,254,712 | 74,626,242 |
| Local option sales tax | 35,426,970 | 33,959,995 | - | - | 35,426,970 | 33,959,995 |
| Other taxes | 299,569 | 276,074 | - | - | 299,569 | 276,074 |
| Other | 7,843,326 | 3,215,782 | 624,734 | 252,787 | 8,468,060 | 3,468,569 |
| Total revenue | 173,949,333 | 190,331,491 | 11,867,543 | 11,578,834 | 185,816,876 | 201,910,325 |
| Expenses: | | | | | | |
| General government | 21,881,390 | 19,274,069 | - | - | 21,881,390 | 19,274,069 |
| Public safety | 53,736,975 | 53,378,556 | - | - | 53,736,975 | 53,378,556 |
| Transportation | 405,484 | 493,520 | - | - | 405,484 | 493,520 |
| Environmental protection | 225,953 | 213,988 | - | - | 225,953 | 213,988 |
| Economic & physical dev. | 4,596,268 | 2,973,234 | - | - | 4,596,268 | 2,973,234 |
| Human services | 31,175,493 | 29,528,780 | - | - | 31,175,493 | 29,528,780 |
| Cultural and recreation | 3,337,306 | 2,952,180 | - | - | 3,337,306 | 2,952,180 |
| Education | 30,869,732 | 30,220,630 | - | - | 30,869,732 | 30,220,630 |
| Interest on long-term debt | 5,641,606 | 2,223,525 | - | - | 5,641,606 | 2,223,525 |
| Solid Waste Disposal | - | - | 6,834,748 | 6,255,215 | 6,834,748 | 6,255,215 |
| Sewer | - | - | 733,638 | 963,882 | 733,638 | 963,882 |
| Airport | - | - | 1,890,718 | 1,903,753 | 1,890,718 | 1,903,753 |
| Maxwell Center | - | - | 2,897,343 | 2,857,477 | 2,897,343 | 2,857,477 |
| Total expenses | 151,870,207 | 141,258,482 | 12,356,447 | 11,980,327 | 164,226,654 | 153,238,809 |
| Increase (decrease) in net position before transfers | 22,079,126 | 49,073,009 | (488,904) | (401,493) | 21,590,222 | 48,671,516 |
| Transfers | (2,457,734) | (2,095,868) | 2,457,734 | 2,095,868 | - | - |
| Increase (decrease) in net position | 19,621,392 | 46,977,141 | 1,968,830 | 1,694,375 | 21,590,222 | 48,671,516 |
| Net position, July 1 | 193,361,843 | 136,776,833 | 54,051,923 | 52,357,553 | 247,413,766 | 189,134,386 |
| Restatement | - | 9,607,869 | - | - | - | 9,607,869 |
| Net position, restated | 193,361,843 | 146,384,702 | 54,051,923 | 52,357,553 | 247,413,766 | 198,742,255 |
| Net position, June 30 | \$ 212,983,235 | \$ 193,361,843 | \$ 56,020,753 | \$ 54,051,928 | \$ 269,003,988 | \$ 247,413,771 |

Governmental activities: Governmental activities increased the County's net position by \$19,621,392, thereby accounting for the total increase in the net position of Wayne County. The note disclosures provide more information. Key elements of this increase are as follows:

- Property tax collections increased due to an excellent collection rate.
- Sales tax collections continued to exceed the county's anticipated collections.
- Investment earnings experienced a favorable increase driven by positive market performance.

Business-type activities: Proprietary activities increased the County's net position by \$1,968,830. Key elements of this increase are as follows:

- Solid Waste Department experienced an increase in fee collections.

- Rental income at the Wayne Executive Jetport increased by 50% due to an increase in rates and the purchase of additional hangars in the last half of 2023.
- Transfers to Jetport increased from the General Fund for the purpose of matching grants and for ARP funded projects.
- Investment earnings experienced a favorable increase driven by positive market performance.

Financial Analysis of the County's Funds

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

Governmental Funds: The focus of Wayne County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Wayne 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 Wayne County. At the end of the current fiscal year, Wayne County's fund balance available in the General Fund was \$39,610,287, while total fund balance was \$89,031,273. Fund balance available in the General Fund increased from the prior year by \$15,852,044. Most of the increase is due to reimbursement of funds from the debt financing of the Jail and DSS/Health construction projects. The Governing Body of Wayne County has determined that the County should maintain a working fund balance policy of 14% of budgeted general fund expenditures in case of unforeseen needs or opportunities, in addition to meeting the cash flow needs of the County. See note disclosure III. D. for a detail schedule. The County currently has an available fund balance of 22.26% of general fund expenditures, while General Fund balance represents 50.04% of that same amount.

At June 30, 2024, the governmental funds of Wayne County reported a combined fund balance of \$146,870,789, a (23.12%) decrease over last year. The main reasons for the decrease include the spending on major construction projects, Fremont Elementary School and the new Detention Center addition, as well as the advance reimbursement to the general fund for these projects before debt financing and lottery grant funding were received. Additionally, there was a \$7.0 million increase in State grant funding allocated for the Rosewood Middle School project, which helped offset some of the overall decrease in fund balance.

General Fund Budgetary Highlights: During the fiscal year, the County revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased revenues by \$35 million or approximately 15.9%. This included a \$16.9 million reimbursement to the General Fund from the Fremont Elementary School construction fund after receiving sales tax refund from NCDOR and lottery funds. Transfers of \$940,000 were moved to the General Fund from Capital Reserve Funds as pay-go for certain capital expenditures. This amount was significantly lower from previous years due to the utilization of ARP funds. Grant revenues increased by \$13.2 million over original budgeted revenues. Of that amount, \$2 million is from HUD for the construction of a new EMS station near SJAFB, \$1.2 million is for economic

development from various grants, and reappropriation for HMGP grants. The remainder of the budget amendments were to anticipate various grants awarded during the year and transfer funds between individual subsidiary funds within the General Fund.

The net effect of changes in the amount of fund balance appropriated resulted in a reduction of usage by \$8.3 million. This is due to the reimbursement for Fremont Elementary noted above. Other appropriations to fund balance included carrying forward unspent balances for grants as well as economic development projects. Fund balance was reimbursed \$16.9 million from grant and debt proceeds for the Fremont Elementary projects.

In response to the challenges presented by other postemployment benefits (OPEB), the County Healthcare Benefits Plan has been amended to exclude post-employment benefits for all employees hired after June 30, 2009. The cost for personnel is generally the largest single expenditure category in the budget.

General Fund revenues were under budget by \$10.2 million, a 7% variance from final budget, reflecting grant revenue budgeted but not received which included, restricted intergovernmental federal and state grants, economic development grant incentives, Hazard Mitigation and Farmland Preservation. These grant spending restrictions had either not yet been met at the fiscal year end or had not been received from the government at the close of the year. The under-collection of revenues was mitigated by an unanticipated overcollection of property, interest earned and sales taxes and charges for services.

General Fund expenditures were under budget \$30.5 million, a variance of 21% from the final budget, \$6 million in economic development of which represented Farmland Preservation, state and county economic incentives, and other grant funds that were not spent in their entirety at year-end, \$4.4 million in capital outlay line items that had not been expended in the current fiscal year, \$7.6 million of which in general government, DSS, Health, and public safety where vacancies and employee turnover created lapsed salaries. Additionally, the public school system had \$1.5 million unexpended for current expenditures along with \$1.3 million remaining to spend in capital outlay. The County had \$1.1 million payment for QSCB left to be held until maturity. In DSS, approximately \$1.3 million was not spent within public assistance programs and other direct allocation services.

Proprietary Funds: Wayne County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position of the proprietary funds at the end of the fiscal year amounted to \$6,187,517. The total increase in net position for the Solid Waste Disposal Fund was \$1,068,862. The Maxwell Center increased net position by \$156,864. The Jetport Fund increased net position by \$395,577. The Sewer Fund, non-major fund, increased net position by \$270,832. Other factors concerning the finances of these funds have already been addressed in the discussion of Wayne County's business-type activities.

Capital Asset and Debt Administration

Capital assets: Wayne County's capital assets for its governmental and business – type activities as of June 30, 2024, totals \$261,740,607 (net of accumulated depreciation). These assets include buildings, land, machinery and equipment, and vehicles.

Figure 4
Wayne County's Capital Assets
(net of depreciation and amortization)

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------|-------------------------|-----------------------|--------------------------|----------------------|-----------------------|-----------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Land | \$ 24,124,317 | \$ 23,918,729 | \$ 14,329,506 | \$ 14,329,506 | \$ 38,453,823 | \$ 38,248,235 |
| Buildings and improvements | 216,577,537 | 162,398,638 | 35,354,944 | 36,183,979 | 251,932,481 | 198,582,617 |
| Infrastructure | 4,418,589 | 2,350,271 | 3,729,860 | 3,551,861 | 8,148,449 | 5,902,132 |
| Furniture & equipment | 10,865,056 | 9,215,813 | 1,872,378 | 2,009,237 | 12,737,434 | 11,225,050 |
| Intangibles | 522,687 | 672,511 | 50,789 | 57,450 | 573,476 | 729,961 |
| Vehicles | 3,988,364 | 4,121,582 | 4,350,431 | 2,931,030 | 8,338,795 | 7,052,612 |
| Total | \$ 260,496,550 | \$ 202,677,544 | \$ 59,687,908 | \$ 59,063,063 | \$ 320,184,458 | \$ 261,740,607 |

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------|-------------------------|-------------------|--------------------------|------------------|-------------------|-------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Right to use asset, leases | \$ 235,467 | \$ 26,103 | - | - | \$ 235,467 | \$ 26,103 |
| Right to use asset, SBITA | 521,205 | 646,727 | 31,058 | 41,574 | 552,263 | 688,301 |
| Total | \$ 756,672 | \$ 672,830 | \$ 31,058 | \$ 41,574 | \$ 787,730 | \$ 714,404 |

Major capital asset transactions during the fiscal year include:

- Purchase of new CAT 826K Compactor for Solid Waste
- Purchase of a corporate hangar at Wayne Executive Jetport
- Significant progress on the construction of the new DSS/Health facility & expansion of Detention Center
- Completion of the new Fremont Elementary School.
- Goldsboro Industrial Campus, Phase I Infrastructure Project near completion
- Significant progress of Ivey Drive Road construction
- Two shell buildings, 30,000 & 50,000 sq. ft., completed at Park East
- Began preliminary architectural & engineering for new Rosewood Middle School

Additional information on the County's capital assets can be found in note 6 of the Basic Financial Statements.

Long-term Debt: As of June 30, 2024, Wayne County had limited obligation bonds, promissory notes, and installment purchase contracts of \$167,057,153 secured by the property and equipment.

Figure 5

**Wayne County's Outstanding Debt
General Obligation and Revenue Bonds**
(In Millions)

| | Governmental Activities | | Business-type Activities | | Total | |
|-------------------------------|-------------------------|-------------------|--------------------------|------------------|-------------------|-------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Limited obligation bonds | \$ 14,220 | \$ 15,595 | \$ 9,120 | \$ 9,640 | \$ 23,340 | \$ 25,235 |
| Installment purchase contract | 133,136 | 140,856 | 0.734 | 0.966 | 133,870 | 141,822 |
| Total | <u>\$ 147,356</u> | <u>\$ 156,451</u> | <u>\$ 9,854</u> | <u>\$ 10,606</u> | <u>\$ 157,210</u> | <u>\$ 167,057</u> |

Wayne County's total long-term debt decreased by \$9,846,877, (6.68%), during the current fiscal year.

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 the Wayne County is \$765,263,926. The County has no bonds unissued at June 30, 2024.

Additional information regarding Wayne County's long-term debt and lease liability can be found in Note 7 beginning on page 106 of this audited financial report.

Economic Factors and Next Year's Budgets and Rates

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

- In June 2024, not seasonally adjusted, unemployment rate for Wayne County was 4.3%, which was higher than the June 2023 rate of 3.9%. The State's not seasonally adjusted unemployment rate as of June 2024 was 3.2% which is a decrease from the June 2023 rate of 3.3%.
- As of 2024, the per capita income for Wayne County was \$30,540, which is lower than the State average of \$37,641. Wayne County's median household income is \$54,323, which is lower than the State's median household income of \$66,186.
- Although sales tax growth slowed compared to the prior year, revenues still posted a healthy increase, supported by strong consumer spending. As a result, these revenues were conservatively projected to increase for the third consecutive year.

All these factors were considered in preparing Wayne County's budget for Fiscal Year 2024-2025.

Budget Highlights for the Fiscal Year Ending June 30, 2025

Governmental Activities:

- The property tax rate increased by 2.5 cents bringing the rate to \$.07675 per \$100 of assessed valuation. Valuation estimates are expected to recover from the prior year. This recovery could be influenced by various factors, including improvements in public service valuation that may affect property assessments.
- The County approved an original budget of \$257,444,344 for the fiscal year 2025.
- The County will continue to conduct pay studies for a third of its staff, as part of an ongoing process to assess and adjust salaries based on current market conditions. For all employees, a 2% COLA increase was applied. This adjustment is intended to help employees keep up with inflation and rising costs of living.
- This budget anticipates a growth of 4.75% in the amount of revenue it collects from motor vehicle-related taxes, fees, or charges. With a 100% collection rate, historical collections continue to rise at a steady rate.
- Medical insurance premiums were increased by 3% for the County's employer portion only as well as no plan changes were made. The cost of workers' compensation insurance for employees remains at a fixed rate of \$696 per employee per year.
- As mandated by the North Carolina Local Government Retirement System, all county employers were required to increase their Local Government Retirement Employer contribution by 1.04% and the Law Enforcement contribution by 1%.
- Anticipated use of General Fund Balance was budgeted for approximately \$4.6 million. This amount is around \$558,000 more than the previous year. Most of the fund balance is planned to fund one-time capital projects for various departments on a pay-go basis.

Business – type Activities:

Wayne County has three business-type activity funds that are impacted by various changes in revenues and costs across multiple areas. The Sewer Fund, previously reported as a business-type activity, was combined into the General Fund as of July 1, 2024, see subsequent note disclosure page 125.

- Solid Waste increased its tipping fees for the 2024-2025 fiscal year.
- Jetport fuel sales projections anticipate an increase in the upcoming year. In addition, the Jetport anticipates continued grant revenues and expenditures throughout the year as they are awarded.
- The Maxwell Center also increased their fees by 5% due to rising cost of operation.

Requests for Information

This report is designed to provide an overview of the County's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Director of Finance, Wayne County, PO Box 227, Goldsboro, NC 27533-0227. You can also call 919-731-1437 or visit our website www.waynegov.com.

Financial Statements

Wayne County, North Carolina
Statement of Net Position
June 30, 2024

| | Primary Government | | | Component Unit | |
|--|--------------------------------|---------------------------------|---------------------------------|-----------------------|---|
| | Governmental Activities | | Business-type Activities | Total | WC Tourism Development Authority |
| | Governmental Activities | Business-type Activities | Total | | |
| Assets | | | | | |
| Current assets: | | | | | |
| Cash and cash equivalents | \$ 73,061,784 | \$ 17,415,708 | \$ 90,477,492 | \$ 114,017 | \$ 5,126,208 |
| Restricted cash and cash equivalents | 87,222,810 | - | 87,222,810 | - | - |
| Receivables, net | 4,475,280 | 1,487,961 | 5,963,241 | 19,900 | - |
| Restricted opioid receivables, net | 7,936,258 | - | 7,936,258 | - | - |
| Due from other governments | 14,544,305 | 146,539 | 14,690,844 | - | - |
| Due from other funds | 467,298 | (467,298) | - | - | - |
| Inventories | 62,978 | 85,882 | 148,860 | - | 1,397,181 |
| Total current assets | 187,770,713 | 18,668,792 | 206,439,505 | 133,917 | 6,523,389 |
| Noncurrent Assets: | | | | | |
| Investments, long-term restricted cash | 12,865,751 | - | 12,865,751 | - | - |
| Net pension asset - ROD | 116,776 | - | 116,776 | - | - |
| Land, improvements | 24,124,317 | 14,329,506 | 38,453,823 | - | 1,226,262 |
| Other Capital Assets, net depreciation | 236,372,233 | 45,358,402 | 281,730,635 | - | 1,800,867 |
| Total noncurrent assets | 273,479,077 | 59,687,908 | 333,166,985 | - | 3,027,129 |
| Lease and SBITA Capital Assets | | | | | |
| Right to use asset, net amortization | 756,672 | 31,058 | 787,730 | - | 73,194 |
| Total Assets | 462,006,462 | 78,387,758 | 540,394,220 | 133,917 | 9,623,712 |
| Deferred Outflows of Resources | | | | | |
| | 22,053,947 | 1,269,102 | 23,323,049 | - | 572,372 |
| Liabilities | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | 1,923,209 | 274,495 | 2,197,704 | - | 1,499,822 |
| Due to other governments | 65,172 | - | 65,172 | - | - |
| Accrued wages and benefits | 1,856,562 | 97,294 | 1,953,856 | - | - |
| Unearned revenues | 35,447,610 | - | 35,447,610 | - | - |
| Accrued interest payable | 1,590,426 | 30,437 | 1,620,863 | - | - |
| Due within one year | 11,811,937 | 889,791 | 12,701,728 | - | - |
| Total current liabilities | 52,694,916 | 1,292,017 | 53,986,933 | - | 1,499,822 |
| Long Term liabilities: | | | | | |
| Due in more than one year | 139,079,357 | 18,479,476 | 157,558,833 | - | 412,223 |
| Net other post employment liability | 36,418,897 | 1,264,691 | 37,683,588 | - | 598,582 |
| Net pension liability - LGERS | 31,447,939 | 2,046,270 | 33,494,209 | - | 175,137 |
| Net pension liability - LEOSSA | 4,497,145 | - | 4,497,145 | - | - |
| Total noncurrent liabilities | 211,443,338 | 21,790,437 | 233,233,775 | - | 1,185,942 |
| Total liabilities | 264,138,254 | 23,082,454 | 287,220,708 | - | 2,685,764 |
| Deferred Inflows of Resources | | | | | |
| | 6,938,920 | 553,653 | 7,492,573 | - | 207,063 |
| Net Position | | | | | |
| Net investment in capital assets | 114,488,574 | 49,833,236 | 164,321,810 | - | 3,027,129 |
| Restricted for (expendable): | | | | | |
| General government | 45,463,682 | - | 45,463,682 | - | - |
| Future debt obligations | 12,865,751 | - | 12,865,751 | - | - |
| Opioid settlement funds | 10,522,598 | - | 10,522,598 | - | - |
| Public safety | 1,456,707 | - | 1,456,707 | - | - |
| Education | 8,909,771 | - | 8,909,771 | - | - |
| Stabilization by State Statute | 15,479,098 | - | 15,479,098 | 19,900 | - |
| Register of Deeds pension plan | 116,776 | - | 116,776 | - | - |
| Senior Center-earnings | 776 | - | 776 | - | - |
| Working capital | - | - | - | - | 484,219 |
| Restricted for (nonexpendable): | | | | | |
| Senior Center-principal | 8,600 | - | 8,600 | - | - |
| Unrestricted | 3,670,902 | 6,187,517 | 9,858,419 | 114,017 | 3,791,909 |
| Total net position | \$ 212,983,235 | \$ 56,020,753 | \$ 269,003,988 | \$ 133,917 | \$ 7,303,257 |

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

Wayne County, North Carolina
Statement of Activities
For the Year Ended June 30, 2024

| Functions/Programs | Program Revenue | | |
|-----------------------------------|------------------------|-----------------------------|---|
| | Expenses | Charges for Services | Operating Grants and Contributions |
| Primary government | | | |
| Governmental Activities | | | |
| General government | \$ 21,881,390 | \$ 3,639,530 | \$ 9,348,080 |
| Public safety | 53,736,975 | 13,545,786 | 1,002,993 |
| Transportation | 405,484 | 93,256 | 263,529 |
| Human services | 31,175,493 | 3,104,750 | 16,688,686 |
| Culture and recreation | 3,337,306 | 252,698 | 446,789 |
| Education | 30,869,732 | - | 4,143,428 |
| Interest on long-term debt | 5,641,606 | - | - |
| Environmental protection | 225,953 | - | 238,172 |
| Economic and physical development | 4,596,268 | 161,313 | 1,628,835 |
| Total governmental activities | <u>151,870,207</u> | <u>20,797,333</u> | <u>33,760,512</u> |
| Business-type activities | | | |
| Solid Waste Disposal Fund | 6,834,748 | 7,055,637 | 357,004 |
| Sewer Fund | 733,638 | 729,404 | 145,350 |
| Airport Fund | 1,890,718 | 1,107,594 | 475,074 |
| Maxwell Fund | 2,897,343 | 1,366,513 | 6,233 |
| Total business-type activities | <u>12,356,447</u> | <u>10,259,148</u> | <u>983,661</u> |
| Total primary government | <u>164,226,654</u> | <u>31,056,481</u> | <u>34,744,173</u> |
| Component Unit | | | |
| WC Tourism Development Authority | 245,764 | 225,254 | - |
| ABC Board | 11,698,353 | 12,589,704 | - |
| Total component units | <u>\$ 11,944,117</u> | <u>\$ 12,814,958</u> | <u>\$ -</u> |

General revenues:

Taxes:

- Property taxes, levied for general purposes
- Local option sales tax
- Leased vehicle tax, ABC tax
- Investment earnings, unrestricted
- Miscellaneous, unrestricted

Transfers

- Total general revenues, special items, and transfers
- Change in net position
- Net position, beginning
- Net position - ending

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

| <u>Capital Grants and Contributions</u> | <u>Net (Expense) Revenue and Changes in Net Position</u> | | | <u>Component Unit</u> | |
|---|--|-------------------------------------|---------------------|---|--|
| | <u>Primary Government</u> | | | <u>WC Tourism Development Authority</u> | |
| | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> | <u>ABC Board</u> | |
| \$ - | \$ (8,893,780) | \$ - | \$ (8,893,780) | | |
| - | (39,188,196) | - | (39,188,196) | | |
| - | (48,699) | - | (48,699) | | |
| - | (11,382,057) | - | (11,382,057) | | |
| - | (2,637,819) | - | (2,637,819) | | |
| 566,911 | (26,159,393) | - | (26,159,393) | | |
| - | (5,641,606) | - | (5,641,606) | | |
| - | 12,219 | - | 12,219 | | |
| - | (2,806,120) | - | (2,806,120) | | |
| <u>566,911</u> | <u>(96,745,451)</u> | <u>-</u> | <u>(96,745,451)</u> | | |
| | | | | | |
| - | - | 577,893 | 577,893 | | |
| - | - | 141,116 | 141,116 | | |
| - | - | (308,050) | (308,050) | | |
| - | - | (1,524,597) | (1,524,597) | | |
| <u>566,911</u> | <u>(96,745,451)</u> | <u>(1,113,638)</u> | <u>(97,859,089)</u> | | |
| | | | | | |
| - | | \$ (20,510) | \$ - | | |
| - | | - | - | | |
| <u>-</u> | | <u>(20,510)</u> | <u>891,351</u> | | |
| | | | | | |
| | | | | | |
| 75,254,712 | - | 75,254,712 | - | - | |
| 35,426,970 | - | 35,426,970 | - | - | |
| 299,569 | - | 299,569 | - | - | |
| 7,410,345 | 624,734 | 8,035,079 | - | 112,032 | |
| 432,981 | - | 432,981 | - | - | |
| (2,457,734) | 2,457,734 | - | - | - | |
| 116,366,843 | 3,082,468 | 119,449,311 | - | 112,032 | |
| 19,621,392 | 1,968,830 | 21,590,222 | (20,510) | 1,003,383 | |
| <u>193,361,843</u> | <u>54,051,923</u> | <u>247,413,766</u> | <u>154,427</u> | <u>6,534,432</u> | |
| <u>\$ 212,983,235</u> | <u>\$ 56,020,753</u> | <u>\$ 269,003,988</u> | <u>\$ 133,917</u> | <u>\$ 7,303,257</u> | |

Wayne County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2024

| | Major | | |
|--|----------------------|--------------------------------------|--------------------------|
| | General Fund | American Rescue Plan Fund | OSBM State Grants |
| | | | |
| Assets | | | |
| Cash and cash equivalents | \$ 59,440,172 | \$ - | \$ - |
| Restricted cash | 18,011,331 | 9,786,392 | 27,686,223 |
| Restricted opioid receivables, net | - | - | - |
| Taxes receivable, net | 1,648,365 | - | - |
| Lease receivable | 192,073 | - | - |
| Due from other funds | 467,298 | - | - |
| Due from other governments | 14,109,060 | 231,215 | - |
| Inventories | 62,978 | - | - |
| Total assets | 93,931,277 | 10,017,607 | 27,686,223 |
| Liabilities and Fund Balances | | | |
| Liabilities: | | | |
| Accounts payable | 1,066,407 | - | 163,720 |
| Payable to other governments | 65,172 | 6,540 | - |
| Unearned revenue | - | 9,053,704 | 26,387,089 |
| Other accrued expenses | 3,083 | - | - |
| Other payables | 1,856,639 | - | - |
| Total liabilities | 2,991,301 | 9,060,244 | 26,550,809 |
| Deferred Inflows of Resources | 1,908,703 | - | - |
| Fund balances: | | | |
| Non-spendable: | | | |
| Senior Center-principal | - | - | - |
| Restricted for: | | | |
| Stabilization by State Statute | 14,636,449 | - | - |
| Future debt payments, QSCB | 12,865,751 | - | - |
| Fire protection | - | - | - |
| Public schools | 7,371,123 | - | - |
| Law enforcement | 220,282 | - | - |
| Public safety | - | - | - |
| Tax revaluation | 491,358 | - | - |
| Debtors | - | - | - |
| Economic development | 9,177,532 | - | - |
| Transportation | - | - | - |
| Court facilities | - | - | - |
| Grants | 67,485 | 957,363 | 1,135,414 |
| Opioid settlement | - | - | - |
| Human services | - | - | - |
| Committed for: | | | |
| Future capital projects | - | - | - |
| Community college | 928,280 | - | - |
| Assigned for: | | | |
| Subsequent year's expenditures | 3,552,768 | - | - |
| Donations | 109,958 | - | - |
| Unassigned | 39,610,287 | - | - |
| Total fund balances | 89,031,273 | 957,363 | 1,135,414 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 93,931,277 | \$ 10,017,607 | \$ 27,686,223 |

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

| Major | | | Non-Major | | Total Governmental Funds |
|---------------------------|---------------------------|--------------------------------|--------------------------------|--------------------|--------------------------------|
| Opioid Settlement Fund | Jail Debt Project Fund | Fremont School Project Fund | Other Governmental Funds | | |
| \$ - | \$ 2,460,801 | \$ - | \$ 6,657,195 | \$ 68,558,168 | |
| 2,586,340 | 14,431,705 | 861,171 | 26,725,400 | 100,088,562 | |
| 7,936,258 | - | - | - | 7,936,258 | |
| - | - | - | 601,759 | 2,250,124 | |
| - | - | - | - | 192,073 | |
| - | - | - | - | 467,298 | |
| - | 912,987 | 127,260 | 861,719 | 16,242,241 | |
| - | - | - | - | 62,978 | |
| 10,522,598 | 17,805,493 | 988,431 | 34,846,073 | 195,797,702 | |
| <hr/> | | | | | |
| - | - | 303,000 | 3,853 | 1,536,980 | |
| - | - | - | - | 71,712 | |
| - | - | - | 6,818 | 35,447,611 | |
| - | - | - | - | 3,083 | |
| - | - | - | - | 1,856,639 | |
| 7,936,258 | - | 303,000 | 10,671 | 38,916,025 | |
| <hr/> | | | | | |
| - | - | - | 8,600 | 8,600 | |
| - | - | - | 842,650 | 15,479,099 | |
| - | - | - | - | 12,865,751 | |
| - | - | - | 76,879 | 76,879 | |
| - | - | 685,431 | 853,217 | 8,909,771 | |
| - | - | - | - | 220,282 | |
| - | - | - | 1,236,425 | 1,236,425 | |
| - | - | - | - | 491,358 | |
| - | 17,805,493 | - | 15,182,167 | 32,987,660 | |
| - | - | - | - | 9,177,532 | |
| - | - | - | 480,697 | 480,697 | |
| - | - | - | 12,514 | 12,514 | |
| - | - | - | - | 2,160,262 | |
| 2,586,340 | - | - | - | 2,586,340 | |
| - | - | - | 77,556 | 77,556 | |
| <hr/> | | | | | |
| - | - | - | 15,898,770 | 15,898,770 | |
| - | - | - | - | 928,280 | |
| - | - | - | - | 3,552,768 | |
| - | - | - | - | 109,958 | |
| - | - | - | - | 39,610,287 | |
| 2,586,340 | 17,805,493 | 685,431 | 34,669,475 | 146,870,789 | |
| <hr/> | | | | | |
| \$ 10,522,598 | \$ 17,805,493 | \$ 988,431 | \$ 34,846,073 | | |

Wayne County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2024

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

| | |
|--|------------------------------|
| Total fund balances, Exhibit 3 | \$ 146,870,789 |
| Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position. | 260,496,550 |
| Right to use lease and SBITA assets are not current financial resources and therefore are not reported in this fund financial statements, but are reported in the governmental activities of the Statement of Net Position. | 70,826 |
| The assets and liabilities of certain internal service funds are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position. | 4,156,208 |
| Net deferred inflows of resources for taxes and special assessments receivables | 2,036,564 |
| Opioid deferred inflows of resources | 7,936,258 |
| Some liabilities, (such as notes payable, other postemployment benefits, long-term compensated absences, and bonds payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position. | (151,817,128) |
| Net pension liability - LGERS | (31,447,939) |
| LGERS - Contributions and other activity to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position | 18,302,229 |
| LGERS - Contributions and other activity to the pension plan in the current fiscal year are deferred inflows of resources on the Statement of Net Position | (439,654) |
| Net pension liability - LEOSSA | (4,497,145) |
| LEOSSA - Contributions and other activity to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position | 861,701 |
| LEOSSA - Contributions and other activity to the pension plan in the current fiscal year are deferred inflows of resources on the Statement of Net Position | (560,509) |
| Net pension asset - ROD | 116,776 |
| ROD - Contributions and other activity to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position | 67,640 |
| ROD - Contributions and other activity to the pension plan in the current fiscal year are deferred inflows of resources on the Statement of Net Position | (22,447) |
| Net OPEB liability | (36,418,897) |
| OPEB - Contributions and other activity to the OPEB plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position | 2,822,377 |
| OPEB - Contributions and other activity to the OPEB plan in the current fiscal year are deferred inflows of resources on the Statement of Net Position | (5,550,964) |
| Net position of governmental activities | <u><u>\$ 212,983,235</u></u> |

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

Wayne County, North Carolina
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

| | Major | | |
|--|---------------------|--|------------------------------|
| | General Fund | American Rescue Plan Fund | OSBM State Grants |
| | Revenues | | |
| Property taxes | \$ 71,104,430 | \$ - | \$ - |
| Sales and miscellaneous taxes | 33,472,762 | - | - |
| Other taxes and licenses | 1,427,884 | - | - |
| Licenses and permits | 1,533,753 | - | - |
| Unrestricted intergovernmental | 731,317 | - | - |
| Restricted intergovernmental | 19,664,722 | 9,247,373 | 566,911 |
| Charges for services | 15,567,439 | - | - |
| Investment earnings | 2,072,343 | 587,122 | 812,466 |
| Miscellaneous | 2,120,635 | - | - |
| Opioid settlement funds | - | - | - |
| Client account income | - | - | - |
| Total revenues | 147,695,285 | 9,834,495 | 1,379,377 |
| Expenditures | | | |
| Current: | | | |
| General government | 18,515,007 | 3,567,547 | - |
| Public safety | 42,831,161 | - | - |
| Transportation | 413,976 | - | - |
| Health and Human services | 30,336,873 | - | - |
| Culture and recreation | 3,306,239 | - | - |
| Education | 30,843,658 | - | - |
| Economic and physical development | 5,759,150 | - | - |
| Debt Service: | | | |
| Principal | 9,108,749 | - | - |
| SBITA principal payments | 293,137 | - | - |
| Lease principal payments | 240,351 | - | - |
| Interest and other charges | 5,695,657 | - | - |
| Interest - SBITA | 6,695 | - | - |
| Interest - Lease | 125 | - | - |
| Capital Outlay | - | 4,150,931 | 566,911 |
| Total Expenditures | 147,350,778 | 7,718,478 | 566,911 |
| Excess (deficiency) | | | |
| Revenues over expenditures | 344,507 | 2,116,017 | 812,466 |
| Other Financing Sources (Uses) | | | |
| Issuance from long-term debt | - | - | - |
| Proceeds from SBITA financing | 62,486 | - | - |
| Proceeds from lease financing | 231,373 | - | - |
| Transfers in | 26,696,689 | 47,500 | - |
| Transfers out | (11,543,936) | (1,576,395) | - |
| Proceeds from sale of assets | 60,925 | - | - |
| Total other financing sources and uses | 15,507,537 | (1,528,895) | - |
| Net change in fund balances | 15,852,044 | 587,122 | 812,466 |
| Fund balances - beginning | 73,179,229 | 370,241 | 322,948 |
| Fund balances - ending | \$ 89,031,273 | \$ 957,363 | \$ 1,135,414 |

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

| Opioid Settlement Fund | Major | | Non-Major | | Total Governmental Funds |
|------------------------|------------------------|-----------------------------|--------------------------|-----------------------|--------------------------|
| | Jail Debt Project Fund | Fremont School Project Fund | Other Governmental Funds | | |
| \$ - | \$ - | \$ - | \$ 4,133,109 | \$ 75,237,539 | |
| - | - | - | 2,105,942 | 35,578,704 | |
| - | - | - | - | 1,427,884 | |
| - | - | - | 548,868 | 2,082,621 | |
| - | - | - | - | 731,317 | |
| - | - | 2,743,428 | 569,412 | 32,791,846 | |
| - | - | - | - | 15,567,439 | |
| 64,238 | 1,246,677 | 652 | 2,479,904 | 7,263,402 | |
| - | - | - | 10,675 | 2,131,310 | |
| 2,526,538 | - | - | - | 2,526,538 | |
| - | - | - | 390,759 | 390,759 | |
| 2,590,776 | 1,246,677 | 2,744,080 | 10,238,669 | 175,729,359 | |
| <hr/> | | | | | |
| - | - | - | 87,207 | 22,169,761 | |
| - | - | - | 6,261,132 | 49,092,293 | |
| - | - | - | 16,690 | 430,666 | |
| 15,000 | - | - | 416,874 | 30,768,747 | |
| - | - | - | - | 3,306,239 | |
| - | - | - | 548,868 | 31,392,526 | |
| - | - | - | - | 5,759,150 | |
| - | - | - | 15,570 | 9,124,319 | |
| - | - | - | 130,671 | 423,808 | |
| - | - | - | - | 240,351 | |
| - | - | - | 7,083 | 5,702,740 | |
| - | - | - | - | 6,695 | |
| - | - | - | - | 125 | |
| - | 26,741,469 | 7,428,621 | 20,592,076 | 59,480,008 | |
| 15,000 | 26,741,469 | 7,428,621 | 28,076,171 | 217,897,428 | |
| 2,575,776 | (25,494,792) | (4,684,541) | (17,837,502) | (42,168,069) | |
| <hr/> | | | | | |
| - | - | - | - | - | - |
| - | - | - | 85,506 | 147,992 | |
| - | - | - | - | 231,373 | |
| - | 1,906,352 | - | 1,545,388 | 30,195,929 | |
| - | - | (16,928,615) | (2,582,968) | (32,631,914) | |
| - | - | - | - | 60,925 | |
| - | 1,906,352 | (16,928,615) | (952,074) | (1,995,695) | |
| 2,575,776 | (23,588,440) | (21,613,156) | (18,789,576) | (44,163,764) | |
| 10,564 | 41,393,933 | 22,298,587 | 53,459,051 | 191,034,553 | |
| \$ 2,586,340 | \$ 17,805,493 | \$ 685,431 | \$ 34,669,475 | \$ 146,870,789 | |

Wayne County, North Carolina

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2024**

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

| | |
|--|-----------------------------|
| Net change in fund balances - total governmental funds, Exhibit 4: | \$ (44,163,764) |
| 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 expenses. This is the amount by which capital outlays exceeded depreciation in the current period. | 57,776,634 |
| Cost of capital asset disposed of during the year, not recognized on modified accrual basis. | 42,382 |
| 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 transactions have any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items. | 9,095,000 |
| The costs, net, to report right-to-use assets, amortization, lease liability, net | 74,716 |
| Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. | 70,972 |
| Revenues, opioid settlement funds, in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. | (1,544,464) |
| 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. | (228) |
| Internal service funds are used by management to charge the costs of health insurance and worker's compensation to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities. | 1,349,863 |
| Contributions and costs, net, to the LGERS pension plan in the current fiscal year are not included on the Statement of Activities. | (3,499,828) |
| Contributions and costs, net, to the LEOSSA pension plan in the current fiscal year are not included on the Statement of Activities. | (331,170) |
| Contributions and costs, net, to the ROD pension plan in the current fiscal year are not included on the Statement of Activities. | (12,770) |
| Contributions and costs, net, to the OPEB plan in the current fiscal year are not included on the Statement of Activities. | 764,049 |
| Total changes in net position of governmental activities | <u>\$ 19,621,392</u> |

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

Wayne County, North Carolina
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
For the Year Ended June 30, 2024

| | Original Budget | Final Budget | Actual | Variance with Final Positive (Negative) |
|--|----------------------------|-------------------------|----------------------|--|
| Revenues | | | | |
| Ad valorem taxes | \$ 69,921,293 | \$ 69,921,293 | \$ 71,104,430 | \$ 1,183,137 |
| Local option sales taxes | 30,606,043 | 30,606,043 | 33,472,762 | 2,866,719 |
| Other taxes and licenses | 1,708,731 | 2,208,731 | 1,427,884 | (780,847) |
| Licenses and permits | 1,442,638 | 1,442,638 | 1,533,753 | 91,115 |
| Unrestricted intergovernmental | 1,257,475 | 757,475 | 731,317 | (26,158) |
| Restricted intergovernmental | 21,449,551 | 35,793,770 | 19,664,722 | (16,129,048) |
| Charges for services | 12,677,106 | 13,334,877 | 15,567,439 | 2,232,562 |
| Investment earnings | 1,827,570 | 1,830,495 | 2,072,343 | 241,848 |
| Miscellaneous | 1,670,362 | 1,858,380 | 2,120,635 | 262,255 |
| Payments from various municipalities | 212,360 | 212,360 | - | (212,360) |
| Total revenues | <u>142,773,129</u> | <u>157,966,062</u> | <u>147,695,285</u> | <u>(10,270,777)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 16,936,051 | 21,701,559 | 18,515,007 | 3,186,552 |
| Public safety | 42,390,963 | 47,574,132 | 42,831,161 | 4,742,971 |
| Transportation | 297,362 | 597,618 | 413,976 | 183,642 |
| Economic and physical development | 5,244,174 | 12,380,950 | 5,759,150 | 6,621,800 |
| Human services | 36,272,144 | 39,887,421 | 30,336,873 | 9,550,548 |
| Culture and recreation | 3,224,687 | 3,670,471 | 3,306,239 | 364,232 |
| Education | 32,449,561 | 35,698,576 | 30,843,658 | 4,854,918 |
| Debt Service: | | | | |
| Principal payments | 10,166,428 | 10,180,177 | 9,108,749 | 1,071,428 |
| SBITA principal payments | - | 293,137 | 293,137 | - |
| Lease principal payments | - | 240,351 | 240,351 | - |
| Interest and other charges | 5,696,529 | 5,697,276 | 5,695,657 | 1,619 |
| Interest - SBITA | - | 6,695 | 6,695 | - |
| Interest - Lease | - | 125 | 125 | - |
| Total expenditures | <u>152,677,899</u> | <u>177,928,488</u> | <u>147,350,778</u> | <u>30,577,710</u> |
| Excess (deficiency) of revenues over expenditures | <u>(9,904,770)</u> | <u>(19,962,426)</u> | <u>344,507</u> | <u>20,306,933</u> |
| Other Financing Sources (Uses) | | | | |
| Proceeds from SBITA financing | - | 62,486 | 62,486 | - |
| Proceeds from lease financing | - | 231,373 | 231,373 | - |
| Transfers in | 7,907,487 | 26,696,689 | 26,696,689 | - |
| Transfers out | (10,835,688) | (11,543,936) | (11,543,936) | - |
| Proceeds from sale of assets | - | 60,925 | 60,925 | (60,925) |
| Total other financing sources and (uses) | <u>(2,928,201)</u> | <u>15,446,612</u> | <u>15,507,537</u> | <u>(60,925)</u> |
| Revenues and other financing sources under expenditures | <u>(12,832,971)</u> | <u>(4,515,814)</u> | <u>15,852,044</u> | <u>20,367,858</u> |
| Appropriated fund balance | <u>12,832,971</u> | <u>4,515,814</u> | <u>-</u> | <u>(4,515,814)</u> |
| Revenues, other sources, and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>\$ -</u> | <u>15,852,044</u> | <u>\$ 15,852,044</u> |
| Fund balances - beginning | | | 73,179,229 | |
| Fund balances - ending | | | <u>\$ 89,031,273</u> | |

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

Wayne County, North Carolina
Statement of Net Position
Proprietary Funds
June 30, 2024

Exhibit 6

| | Business-type Activities | | |
|---|---------------------------------|----------------------------|----------------------|
| | Major | | |
| | Solid Waste Disposal | Maxwell Center Fund | Jetport Fund |
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 14,520,001 | \$ 1,563,297 | \$ 376,904 |
| Accounts receivable, net | 675,501 | 175,404 | 276,749 |
| Receivables from other governments | 131,953 | 8,701 | 4,020 |
| Lease receivable | 52,059 | - | 234,539 |
| Accrued interest receivable - leases | 691 | - | 659 |
| Inventories | 25,024 | - | 60,858 |
| Total current assets | <u>15,405,229</u> | <u>1,747,402</u> | <u>953,729</u> |
| Capital assets: | | | |
| Land | 11,022,663 | 2,210,000 | 1,073,214 |
| Other capital assets, net depreciation | 9,220,491 | 20,166,206 | 12,548,565 |
| Subscription based IT asset, net amortization | - | 31,058 | - |
| Total non-current assets | <u>20,243,154</u> | <u>22,407,264</u> | <u>13,621,779</u> |
| Total assets | <u>35,648,383</u> | <u>24,154,666</u> | <u>14,575,508</u> |
| Deferred Outflows of Resources | 1,030,708 | 167,143 | 70,176 |
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | 117,465 | 9,698 | 12,354 |
| Other liabilities | 73,321 | 18,043 | 5,155 |
| Accrued interest payable | - | 26,488 | - |
| Due to other funds | - | - | - |
| Payable to other governments | - | 573 | 6,317 |
| Customer deposits | - | 102,957 | - |
| Compensated absences | 127,480 | 11,036 | 9,398 |
| Current portion of long term debt | - | 661,877 | - |
| Total current liabilities | <u>318,266</u> | <u>830,672</u> | <u>33,224</u> |
| Non-current liabilities: | | | |
| Other postemployment benefits | 1,155,728 | - | 95,442 |
| Accrued landfill closure/postclosure costs | 9,335,624 | - | - |
| Subscription based IT liability | - | 31,453 | - |
| Net pension liability | 1,651,376 | 287,196 | 107,698 |
| Bonds, notes and loans payable | - | 8,062,399 | - |
| Total non-current liabilities | <u>12,142,728</u> | <u>8,381,048</u> | <u>203,140</u> |
| Total liabilities | <u>12,460,994</u> | <u>9,211,720</u> | <u>236,364</u> |
| Deferred Inflows of Resources | 296,570 | 4,015 | 247,186 |
| Net Position | | | |
| Net investment in capital assets | 20,243,154 | 13,651,535 | 13,621,779 |
| Unrestricted | 3,678,373 | 1,454,539 | 540,355 |
| Total net position | <u>\$ 23,921,527</u> | <u>\$ 15,106,074</u> | <u>\$ 14,162,134</u> |

The assets and liabilities of certain type internal service funds are not included in the fund financial statement, but are included in the business activities of the Statement of Net Position (Exhibit 1).

Total net position - business-type activities

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

| Business-type Activities | | Governmental Activities |
|--------------------------|-----------------------------|-------------------------|
| Nonmajor | | |
| Other Enterprise Funds | Totals | Internal Service Funds |
| \$ 955,506 | \$ 17,415,708 | \$ 4,503,609 |
| 123,418 | 1,251,072 | 34,023 |
| 1,869 | 146,543 | - |
| - | 286,598 | - |
| - | 1,350 | - |
| - | 85,882 | - |
| <u>1,080,793</u> | <u>19,187,153</u> | <u>4,537,632</u> |
| 23,628 | 14,329,505 | - |
| 3,423,140 | 45,358,402 | - |
| - | - | - |
| <u>3,446,768</u> | <u>59,687,907</u> | <u>-</u> |
| <u>4,527,561</u> | <u>78,875,060</u> | <u>4,537,632</u> |
| 1,075 | 1,269,102 | - |
| 25,121 | 164,638 | 551,845 |
| - | 96,519 | - |
| 3,949 | 30,437 | - |
| 467,298 | 467,298 | - |
| - | 6,890 | - |
| - | 102,957 | - |
| 775 | 148,689 | - |
| 80,000 | 741,877 | - |
| <u>577,143</u> | <u>1,759,305</u> | <u>551,845</u> |
| 13,521 | 1,264,690 | - |
| - | 9,335,624 | - |
| - | 31,453 | - |
| - | 2,046,270 | - |
| <u>1,050,000</u> | <u>9,112,399</u> | <u>-</u> |
| <u>1,063,521</u> | <u>21,790,436</u> | <u>-</u> |
| <u>1,640,664</u> | <u>23,549,741</u> | <u>551,845</u> |
| 5,882 | 553,653 | - |
| 2,316,768 | 49,833,236 | - |
| 565,322 | 6,238,589 | 3,985,787 |
| <u>\$ 2,882,090</u> | <u>\$ 56,071,825</u> | <u>\$ 3,985,787</u> |
| | (51,072) | |
| | <u><u>\$ 56,020,753</u></u> | |

Wayne County, North Carolina
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2024

| | Business-type Activities | | |
|--|---------------------------------|--------------------------------|----------------------|
| | Major | | |
| | Solid Waste Disposal | Maxwell Center Fund | Jetport Fund |
| Operating Revenues | | | |
| User fees | \$ 7,049,309 | \$ 1,361,459 | \$ 1,037,013 |
| Insurance premiums | - | - | - |
| Lease revenue | - | - | 66,688 |
| Total operating revenues | <u>7,049,309</u> | <u>1,361,459</u> | <u>1,103,701</u> |
| Operating expenses | | | |
| Salaries and employee benefits | 2,794,564 | 672,277 | 210,813 |
| Contractual services | 236,616 | 15,850 | 18,200 |
| Utilities | - | 76,693 | - |
| Repairs and maintenance | 450,434 | 102,152 | 75,577 |
| Other departmental expenses | 781,350 | 45,116 | 148,281 |
| Other supplies and expenses | 474,799 | 62,112 | 650,864 |
| Indirect costs | 443,863 | 955,845 | 162,043 |
| Closure and postclosure costs | 591,171 | - | - |
| Insurance claims and expenses | - | - | - |
| Depreciation and amortization | <u>1,116,690</u> | <u>642,375</u> | <u>635,231</u> |
| Total operating expenses | <u>6,889,487</u> | <u>2,572,420</u> | <u>1,901,009</u> |
| Operating income (loss) | <u>159,822</u> | <u>(1,210,961)</u> | <u>(797,308)</u> |
| Non-operating Revenues (Expenses) | | | |
| Restricted intergovernmental revenues | 342,353 | 5,000 | 475,074 |
| Interest and investment revenue | 544,209 | 49,202 | 3,255 |
| Donations | - | 6,233 | - |
| Miscellaneous revenue | 33,052 | 55 | 3,894 |
| Gain (loss) on sale of assets | (26,725) | - | - |
| Operating grants and contributions | 14,651 | - | - |
| Interest expense | - | (339,133) | - |
| Total non-operating revenue (expenses) | <u>907,540</u> | <u>(278,643)</u> | <u>482,223</u> |
| Income (loss) before contributions/transfers | <u>1,067,362</u> | <u>(1,489,604)</u> | <u>(315,085)</u> |
| Transfers in | 1,500 | 1,669,301 | 740,662 |
| Transfers out | - | (22,833) | (30,000) |
| Change in net position | <u>1,068,862</u> | <u>156,864</u> | <u>395,577</u> |
| Total net position - beginning | <u>22,852,665</u> | <u>14,949,210</u> | <u>13,766,557</u> |
| Total net position - ending | <u>\$ 23,921,527</u> | <u>\$ 15,106,074</u> | <u>\$ 14,162,134</u> |

Change in net position, per above

Internal service funds are used by management to charge the costs of health insurance and fleet management to individual funds. A portion of the net revenue (expense) of the Internal Service Fund is reported with the business-type activities in the Statement of Activities (Exhibit 2).

Total change in net position - business-type activities

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

| Business-type Activities | | Governmental Activities |
|--------------------------|----------------------|-------------------------|
| Nonmajor | | |
| Other Enterprise Funds | Totals | Internal Service Funds |
| \$ 729,404 | \$ 10,177,185 | \$ - |
| - | - | 10,280,128 |
| - | 66,688 | - |
| <u>729,404</u> | <u>10,243,873</u> | <u>10,280,128</u> |
| 25,069 | 3,702,723 | - |
| 7,125 | 277,791 | - |
| 406,336 | 483,029 | - |
| 42,010 | 670,173 | - |
| - | 974,747 | 8,540,515 |
| - | 1,187,775 | - |
| 34,487 | 1,596,238 | - |
| - | 591,171 | - |
| - | - | 440,301 |
| <u>166,912</u> | <u>2,561,208</u> | <u>-</u> |
| <u>681,939</u> | <u>12,044,855</u> | <u>8,980,816</u> |
| <u>47,465</u> | <u>(1,800,982)</u> | <u>1,299,312</u> |
| - | 822,427 | - |
| 31,325 | 627,991 | 148,956 |
| - | 6,233 | - |
| - | 37,001 | 40 |
| - | (26,725) | - |
| 145,350 | 160,001 | - |
| (52,411) | (391,544) | - |
| <u>124,264</u> | <u>1,235,384</u> | <u>148,996</u> |
| 171,729 | (565,598) | 1,448,308 |
| 107,780 | 2,519,243 | - |
| (8,677) | (61,510) | (21,750) |
| <u>270,832</u> | <u>1,892,135</u> | <u>1,426,558</u> |
| <u>2,611,258</u> | <u>54,179,690</u> | <u>2,559,229</u> |
| <u>\$ 2,882,090</u> | <u>\$ 56,071,825</u> | <u>\$ 3,985,787</u> |
| | 1,892,135 | |
| | 76,695 | |
| | <u>\$ 1,968,830</u> | |

Wayne County, North Carolina
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2024

| | Business-type Activities | | |
|--|---------------------------------|----------------------------|----------------------------|
| | Major | | |
| | Solid Waste Disposal | Maxwell Center | Jetport Fund |
| Cash flows from operating activities: | | | |
| Receipts from customers | \$ 7,292,789 | \$ 1,386,246 | \$ 953,477 |
| Payments to employees for services | (2,539,387) | (632,526) | (178,615) |
| Payments to suppliers of goods and services | (2,422,664) | (1,278,168) | (1,076,574) |
| Proceeds from unrestricted revenues | <u>33,052</u> | <u>-</u> | <u>3,926</u> |
| Net cash provided (used) by operating activities | 2,363,790 | (524,448) | (297,786) |
| Cash flows from noncapital financing activities: | | | |
| Grant proceeds | 357,004 | - | 475,074 |
| Donations | - | 6,288 | - |
| Due (to) from other government | (56,870) | - | 15,846 |
| Transfers (to) from other funds | <u>1,500</u> | <u>1,646,468</u> | <u>710,662</u> |
| Net cash provided (used) by noncapital financing activities | 301,634 | 1,652,756 | 1,201,582 |
| Cash flows from capital and related financing activities: | | | |
| Principal payments related to capital debt | - | (661,877) | - |
| Interest payments related to capital debt | - | (339,867) | - |
| Subscription based IT activity | - | (11,798) | - |
| Transfers of assets | - | - | (31,045) |
| Cash received on disposal of assets | 26,214 | - | - |
| Payments for the acquisition of capital assets | <u>(2,306,324)</u> | <u>(62,500)</u> | <u>(828,638)</u> |
| Net cash provided (used) by capital and related financing activities | (2,280,108) | (1,076,042) | (859,683) |
| Cash flows from investing activities | | | |
| Municipality reimbursements | - | 5,000 | - |
| Interest payments received | <u>544,207</u> | <u>49,202</u> | <u>3,255</u> |
| Net cash provided (used) by investing activities | <u>544,207</u> | <u>54,202</u> | <u>3,255</u> |
| Net increase (decrease) in cash and cash equivalents | 929,523 | 106,468 | 47,368 |
| Cash and cash equivalents, July 1 | <u>13,590,478</u> | <u>1,456,829</u> | <u>329,536</u> |
| Cash and cash equivalents, June 30 | <u>14,520,001</u> | <u>1,563,297</u> | <u>376,904</u> |
| Operating income | 159,822 | (1,210,959) | (797,308) |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | | |
| Depreciation and amortization | 1,116,690 | 642,375 | 635,231 |
| Non operating income | 33,052 | - | 3,926 |
| Changes in assets and liabilities | | | |
| (Increase) decrease | | | |
| Accounts receivable | 243,480 | 24,260 | (151,924) |
| Accounts receivable - leases | 858 | - | 1,700 |
| Inventory | (5,516) | - | (27,271) |
| Increase (decrease) | | | |
| Accounts payable | (30,943) | (19,875) | 5,662 |
| Postemployment liability | 97,715 | - | 21,728 |
| Pensions | 145,354 | 39,922 | 8,224 |
| Postclosure costs | 591,170 | - | - |
| Other liabilities | <u>12,108</u> | <u>(171)</u> | <u>2,246</u> |
| Total adjustments | <u>2,203,968</u> | <u>686,511</u> | <u>499,522</u> |
| Net cash provided (used) by operating activities | <u>\$ 2,363,790</u> | <u>\$ (524,448)</u> | <u>\$ (297,786)</u> |

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

| <u>Business-type Activities</u> | | <u>Governmental Activities</u> | |
|---------------------------------|---------------------|--------------------------------|--|
| <u>Nonmajor</u> | | <u>Internal Service Funds</u> | |
| <u>Other Enterprise Funds</u> | <u>Totals</u> | | |
| \$ 678,089 | \$ 10,310,601 | \$ 10,246,524 | |
| (24,040) | (3,374,568) | - | |
| (498,910) | (5,276,316) | (9,030,263) | |
| <u>-</u> | <u>36,978</u> | <u>40</u> | |
| 155,139 | 1,696,695 | 1,216,301 | |
| 145,350 | 977,428 | - | |
| - | 6,288 | - | |
| - | (41,024) | - | |
| <u>99,105</u> | <u>2,457,735</u> | <u>(21,750)</u> | |
| 244,455 | 2,198,845 | (21,750) | |
| (90,000) | (751,877) | - | |
| (52,784) | (392,651) | - | |
| - | (11,798) | - | |
| - | (31,045) | - | |
| - | 26,214 | - | |
| - | (3,197,462) | - | |
| <u>(142,784)</u> | <u>(4,358,617)</u> | | |
| - | 5,000 | | |
| <u>31,325</u> | <u>627,989</u> | <u>148,952</u> | |
| <u>31,325</u> | <u>632,989</u> | <u>148,952</u> | |
| 288,136 | 1,371,495 | 1,343,503 | |
| <u>667,371</u> | <u>16,044,214</u> | <u>3,160,106</u> | |
| <u>955,507</u> | <u>17,415,709</u> | <u>4,503,609</u> | |
| 47,465 | (1,800,980) | 1,299,312 | |
| 166,912 | 2,561,208 | - | |
| - | 36,978 | 40 | |
| (51,315) | 64,501 | (33,605) | |
| - | 2,558 | - | |
| - | (32,787) | - | |
| (8,952) | (54,108) | (49,446) | |
| 1,062 | 120,505 | - | |
| - | 193,500 | - | |
| - | 591,170 | - | |
| <u>(33)</u> | <u>14,150</u> | | |
| <u>107,674</u> | <u>3,497,675</u> | <u>(83,011)</u> | |
| <u>\$ 155,139</u> | <u>\$ 1,696,695</u> | <u>\$ 1,216,301</u> | |

Wayne County, North Carolina
Statement of Fiduciary Net Position
Custodial Funds
June 30, 2024

| | Custodial Funds |
|---|--------------------------|
| Assets | |
| Cash and cash equivalents | \$ 77,937 |
| Taxes receivable for other governments, net | 889,691 |
| Total assets | <u><u>967,628</u></u> |
| Liabilities | |
| Miscellaneous liabilities | 6,264 |
| Total liabilities | <u><u>6,264</u></u> |
| Net Position | |
| Individuals, organizations, and other governments | 961,364 |
| Total fiduciary net position | <u><u>\$ 961,364</u></u> |

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

Wayne County, North Carolina
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Fiscal Year Ended June 30, 2024

| | <u>Custodial Funds</u> |
|--|-------------------------------|
| Additions | |
| Ad valorem taxes collected for other governments | \$ 23,689,246 |
| Collections on behalf of inmates | 747,868 |
| Miscellaneous custodial funds | <u>21,569</u> |
| Total additions | 24,458,683 |
| Deductions | |
| Tax distributions to other governments | 23,675,739 |
| Payments on behalf of inmates | 759,941 |
| Payments of miscellaneous custodial funds | <u>27,595</u> |
| Total deductions | <u>24,463,275</u> |
| Net increase (decrease) in fiduciary net position | (4,592) |
| Net position - beginning of year | <u>965,956</u> |
| Net position - end of year | <u>\$ 961,364</u> |

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

I. Summary of Significant Accounting Policies

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

A. Reporting Entity

The County, which is governed by a seven-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component units, legally separate entities for which the County is financially accountable. Wayne County Industrial Facility and Pollution Control Financing Authority exists to issue and service revenue bond debt of private businesses for economic purposes. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. The Wayne County ABC Board (the ABC Board) and the Wayne County Tourism Development Authority (Wayne County TDA), which have June 30 year ends, are discretely presented component units and are reported in separate columns in the government-wide financial statements to emphasize that they are both legally and substantively separate from the County.

| Component Unit | Reporting Method | Criteria for Inclusion | Separate Financial Statements |
|---|------------------|--|--|
| Wayne County Alcoholic Beverage Control Board | Discrete | The members of the ABC Board's governing board are appointed by the County. The ABC Board is required by State statute to distribute its surpluses to the General Fund of the County. | Wayne County Alcoholic Beverage Control Board 206 E. Mulberry Street Goldsboro, NC 27530 |
| Wayne County Tourism Development Authority | Discrete | The Authority exists to promote travel and tourism within the County. The members of the TDA's governing board are appointed by the County. The Authority was created by Wayne County and the County Finance Officer is the ex officio finance officer of the Authority. | Wayne County Tourism Development Authority P.O. Box 227 Goldsboro, N.C. 27533 |

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 net position (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities and the internal activities have been allocated between governmental and business-type activities in the process of consolidating the

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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

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

The County reports the following major governmental funds:

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

American Rescue Plan (ARP) Fund: This fund accounts for moneys received from the federal government for the ARP Act. These funds are used to speed up the country's recovery from the economic and health effects of the COVID-19 pandemic and the ongoing recession in the United States.

OSBM State Grants Fund: This fund accounts for moneys received from the State of North Carolina appropriation grant and SCIF grant to build a new public school and improve existing schools.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Opioid Settlement Fund: This fund reports revenues for amounts paid by a number of corporations to settle various opioid lawsuits. These amounts are restricted to be spent for certain opioid abatement and remediation activities.

Jail Debt Project Fund: This fund accounts for the construction of a new Detention Center related to specific debt issuance.

Fremont School Project Fund: This fund accounts for the costs of construction and related funding sources for a specific construction project for Fremont Elementary School.

Non-major Funds: The County maintains fifteen legally budgeted or project length budgeted funds and one permanent fund. The Emergency Telephone System Fund, the Fire District Fund, the Fines and Forfeitures Fund, the Representative Payee Fund, the NC Court Pilot Program Fund, the State Capital Infrastructure (SCIF) Grant Fund, the Sheriff's State Grant Fund, the Utility Fund, and the Street Assessment Fund are reported as non-major special revenue funds. The DSS-Health Debt Project Fund, County Public School Capital Project Fund – Meadow Lane, the County Capital Project Fund, the County Public School Capital Project Fund – School Buildings, the County Capital Reserve Projects Fund, the County Capital Project – 911 Call Center Fund are reported as non-major capital projects funds. The Permanent Fund-Senior Center is reported as a non-major permanent fund. A description of each is as follows:

Emergency Telephone Service Fund: This fund accounts for the accumulation of permits and fees to be used in the operations of the 911 emergency service system.

Fire District Fund: This fund accounts for the ad valorem tax levies of the twenty-six fire districts in Wayne County.

Fines and Forfeitures Fund: This fund accounts for fines and forfeitures collected by the County that are required to be remitted to the Wayne County Board of Education.

Representative Payee Fund: This fund accounts for moneys held by the Social Services Department for the benefit of certain individuals in the County.

North Carolina Court Pilot Program Fund: This fund accounts for moneys from the NC Judicial Branch. The funds are used to improve case management, create innovative court pilot programs, and provide program support positions.

OSBM State Grants Fund: This fund accounts for moneys received from the State of North Carolina for State capital infrastructure improvements (SCIF) and State directed grant funds.

Sheriff's State Grant Fund: This fund accounts for moneys received through the North Carolina Office of the State Controllers. The funds will be used to improve Sheriff Department operations.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Utility Fund: This fund accounts for the costs of street lights and the collection of resources from residents in specific neighborhoods in Wayne County.

Street Assessment Fund: This fund accounts for the costs of improvements to the streets and the collections of resources from residents in specific neighborhoods in Wayne County.

DSS-Health Debt Project Fund: This fund accounts for the construction of a new DSS-Health Building related to specific debt issuance.

County Public School Capital Project Fund – Meadow Lane: This capital project fund accounts for the costs of construction and related funding sources for a specific construction project for Meadow Lane Elementary School.

County Capital Projects Fund: This capital project fund accounts for the costs of construction and related funding sources for capital projects of a general nature.

County Public School Capital Project Fund-School Buildings: This capital project fund accounts for the costs of construction and related funding sources for school related capital projects.

County Capital Reserve Project Fund: This capital project fund accounts for the accumulation of resources for future capital projects.

County Capital Project-911 Call Center Fund: This capital project fund accounts for the costs of construction and future funding sources for capital projects of the emergency call center.

Permanent Fund-Senior Center: This fund account for the earnings of an endowment for the specific purpose of funding projects and expenses related to the Senior Center.

The County reports the following major enterprise funds:

Solid Waste Disposal Fund: This fund accounts for the operation, maintenance, and development of various landfills and disposal sites.

Maxwell Regional Agricultural & Convention Center (Maxwell Center) Fund: This fund is used to account for the operations of the agricultural and convention center.

Jetport Fund: This fund is used to account for the operations of the municipal airport services within the County.

The County reports the following non-major enterprise fund:

Sewer Fund: This fund is used to account for the operations of the County's sewer activities.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

The County reports the following fund types:

Internal Service Funds: The County has a Hospital Self Insurance Fund for the accumulation and allocation of health insurance costs, and the WC Self Insurance Fund for the accumulation of workman's compensation insurance costs.

Custodial Funds: Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. Custodial funds are used to account for assets the County holds on behalf of others that meet certain criteria. The County maintains the following custodial funds: the Municipal Tax Fund, which accounts for funds that are billed and collected by the County for various municipalities and special districts within the County but that are not revenues to the County; the Inmate Accounts Fund for moneys deposited with the Sheriff Department on behalf of inmates; the Miscellaneous Custodial Funds which account for moneys collected from various civic organizations and held in a fiduciary capacity to augment the activities financed by public funds.

Measurement Focus, Basis of Accounting

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

Government-wide, Proprietary, and Fiduciary Fund Financial Statements: The government-wide, proprietary, fiduciary fund, and custodial 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. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation/amortization on capital assets.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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 subscription-based IT acquisition (SBITA) 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. Also, as of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes were billed in periods prior to September 1, 2013 and for limited registration plates are shown as a receivable in these financial statements and are offset by deferred inflows of resources.

Sales taxes and certain intergovernmental revenues, such as the 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 are both restricted and unrestricted net position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

C. Budgetary Data

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, the Opioid Settlement Fund, the Emergency Telephone Fund, the Fire District Fund, the Fines and Forfeitures Fund, the Representative Payee Fund, the NC Court Pilot Project Fund, the SCIF Grant Fund, the Sheriff's State Grant Fund, the Utility Fund, the Street Assessment Fund, the Wayne County Public School Capital Project Fund – Meadow Lane, the Wayne County Public School Capital Projects Fund – School Buildings, County Capital Reserve Project Fund, County Capital Outlay – 911 Call Center Fund, the Enterprise Funds and the Internal Service Funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the ARP Fund, the OSBM State Grant Funds, the Jail Debt Project Fund, the Fremont School Project Fund, the DSS-Health Debt Project Fund, and the County Capital Project Fund.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the object level for all annually budgeted funds and multi-year funds (capital projects). Special revenue fund expenditures are being presented at the lowest level appropriations as adopted. Amendments are required for any revisions to the approved budgets and may fall into one of two categories: Manager approval or Commissioner approval. Manager approval amendments require County Manager approval and include the following: funds transferred between line items within a department less than \$5,000 and unspent funds reappropriated from one fiscal year to the next without changes. Commissioner approval budget amendments require Board of Commissioner approval upon the following circumstances: funds transferred between line items over \$5,000 or between departments, reappropriation of funds from a prior year to a different purpose and amounts that increase or decrease the department's budget. During the year, 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. The Permanent Fund-Senior Center is not required to be budgeted.

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

1. Deposits and Investments

All deposits of the County, the Wayne County Tourism Development Authority, and the ABC Board are made in board-designated official depositories and are secured as required by G.S. 159-31. The County, the Wayne County Tourism Development Authority, 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, the Wayne County Tourism Development Authority, and the ABC Board may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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

The majority of the County's investments are carried at fair value. Non-participating interest earning contracts are accounted for at cost. The ABC Board and the Wayne County Tourism Authority do not have any investments as of June 30, 2024.

- The North Carolina Capital Management Trust (NCCMT), Government Portfolio is a 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.

2. Cash and Cash Equivalents

The County pools moneys from several funds, except some fiduciary type 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 ABC Board and the Wayne County Tourism Development Authority 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

Money in the General Fund used for Tax Revaluation is classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150.

Money in the School Capital Project Fund is classified as restricted assets because its use is restricted per North Carolina General Statutes 159-18 through 22.

Some special revenue, capital project, and proprietary funds' cash and cash equivalents are restricted to the service for which the deposit was collected.

In addition, money in the Qualified School Construction Bond Sinking Fund account and proprietary funds is restricted based on the terms of its related debt covenant or unused debt proceeds.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

The amount of unspent resources obtained from the Opioid Settlement are restricted for use for specific purposes (i.e. opioid remediation). In addition to the restricted cash shown below, opioid receivables, net of an allowance for bad debt, of \$7,936,258, related to the settlement are also reported as restricted assets.

The American Rescue Plan Act (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds to support urgent COVID-19 response efforts and replace lost revenue for the eligible state, local, territorial, and tribal governments. These funds are limited to specific purposes. Until the amounts are assigned to use for a specific purpose they are reported as restricted assets.

Wayne County, North Carolina Restricted Cash

Current Assets:

Governmental Activities

| | | |
|--|-------------------------|-------------------|
| General Fund | Tax Revaluation | \$ 495,788 |
| General Fund | School Sales Tax | 4,649,792 |
| Special Revenue Fund | American Rescue Plan | 9,786,392 |
| Special Revenue Fund | Rosewood State Grant | 27,686,223 |
| Special Revenue Fund | Opiod Settlement | 2,586,340 |
| Capital Projects Fund | Jail Debt Project | 14,431,705 |
| Capital Projects Fund | Fremont School Project | 861,170 |
| Special Revenue Fund | Emergency Telephone | 1,233,706 |
| Special Revenue Fund | Fire Districts | 76,879 |
| Special Revenue Fund | Representative Payee | 76,780 |
| Special Revenue Fund | NC Court Pilot Program | 27,264 |
| Special Revenue Fund | Sheriff's State Grant | 5,902 |
| Special Revenue Fund | Street Light | 42,193 |
| Special Revenue Fund | Neighborhood Roads | 439,743 |
| Capital Projects Fund | DSS/Health Debt Project | 20,881,190 |
| Capital Projects Fund | Unspent Debt Proceeds | 615,400 |
| Capital Projects Fund | 911 Call Center | 3,316,967 |
| Permanent Fund | Senior Center | 9,376 |
| Restricted Cash, Current Assets - Governmental | | <u>87,222,810</u> |

Business-type Activities

| | |
|---|----------|
| Restricted Cash, Current Assets - Business-type | <u>-</u> |
|---|----------|

| | |
|---------------------------------------|-------------------|
| Total Restricted Cash, Current Assets | <u>87,222,810</u> |
|---------------------------------------|-------------------|

Noncurrent Assets:

Governmental Activities

| | | |
|--|-------------------|-----------------------|
| General Fund | QSCB Sinking Fund | <u>12,865,751</u> |
| Total Restricted Cash, Noncurrent Assets | | <u>12,865,751</u> |
| Total Restricted Cash | | <u>\$ 100,088,561</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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, 2023.

5. Lease Receivable

The County's lease receivable is measured at the present value of lease payments expected to be received during the lease term. There are no variable components under the lease agreement. A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease 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 lease.

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. While the County reports a receivable for the amount to be received related to the Opioid Settlement, the County has estimated an allowance for uncollectible accounts even in the absence of historical data to serve as the basis of the calculation. The County believes this is prudent given the term over which these amounts are to be paid and the possibility that the corporations that are party to the settlement may experience bankruptcy or going concern issues. The allowance estimate has been established as a flat 10% of the outstanding receivable balance.

7. Inventories and Prepaid Items

The inventories of the County's general and enterprise funds are valued at cost (first-in, first-out), which approximates market. The inventory in the general fund is for the fleet management parts and supplies. The inventory in the enterprise funds consists of fuel held for consumption or resale. The cost of the inventory is recorded as an expense as it is consumed or sold.

The inventories of the ABC Board are valued at the lower of cost (first-in, first-out) or market. The inventory consists of materials and supplies held for consumption or resale. The cost of the inventory is recorded as an expense as it is consumed or sold.

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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

8. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets received prior to July 1, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after July 1, 2015 are recorded at acquisition value. Minimum capitalization costs are as follows: land, \$5,000; buildings, improvements, substations, lines, and other plant and distribution systems, \$5,000; infrastructure, \$5,000; furniture and equipment, \$5,000; vehicles, \$5,000, and computer software, \$5,000. 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 holds title to certain Wayne 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, once all restrictions of the financing agreements and all sales tax reimbursement requirements have been met. The properties are reflected as capital assets in the financial statements of the Wayne County Board of Education.

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

| | Years |
|----------------------|---------|
| Sewer improvements | 40 |
| Buildings | 40 |
| Improvements | 40 |
| Land improvements | 20 |
| Contractor equipment | 5 - 15 |
| Equipment | 10 - 20 |
| Vehicles | 3 - 10 |
| Computer Software | 5 |

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

| | Years |
|----------------------------|---------|
| Buildings and improvements | 10 - 35 |
| Leasehold improvements | 7 - 35 |
| Furniture and equipment | 10 |
| Vehicles | 5 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

9. Right to use assets

The County has recorded right to use lease assets as a result of implementing GASB 87, *Leases* and GASB 96, *SBITA*.

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

10. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, Deferred Outflows of Resources, 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/other post-employment benefit related deferrals and contributions made to the pension plan/other post-employment benefit plan in the current fiscal year. In addition to liabilities, the statement of financial position can also report a separate section for deferred inflows of resources. This separate financial statement element, Deferred Inflows of Resources, represent an acquisition of net assets that applies to a future period and so will not be recognized as revenue until then. The County has four items that meet the criterion for this category – prepaid taxes, taxes and special assessments receivable, leases, and other pension related deferrals. In addition, certain unavailable revenues related to taxes, special assessments, and opioid settlement receivables are reported as deferred inflows of resources, but only on the balance sheet of the governmental funds).

11. 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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

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

12. Compensated Absences

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

The ABC Board employees may not accumulate vacation days.

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. Since neither the County, nor the ABC Board has any obligation for accumulated sick leave until it is actually taken, no accruals for sick leave have been made.

13. Opioid Settlement Funds

In April 2022, drug manufacturer Johnson & Johnson, and three drug distributors, McKesson, AmerisourceBergen, and Cardinal Health, finalized a \$26 billion-dollar nationwide settlement related to multiple opioid lawsuits. These funds will be disbursed to each participating state over an 18-year period according to an allocation agreement reached with all participating states. The majority of these funds are intended for opioid abatement and the distribution of the funds is front loaded. Per the terms of the MOA, the County created a special revenue fund, the Opioid Settlement Fund, to account for these funds. All funds are to be used for opioid abatement and remediation activities.

Thus far, the amounts the County has received or will receive qualify as an exchange or exchange-like transaction.

In fiscal year 2024, the County applied the exchange and exchange-like transactions guidance to these transactions. Accordingly, the cash received during the year was recognized in the Opioid Settlement Fund. Additional revenue was also recognized for Governmental Activities. This amount is calculated as follows:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Governmental Activities |
|--|------------------------------------|
| County's Share of NC's Unpaid Aggregate Settlements through fiscal-year 2023 | \$ 10,534,136 |
| Amounts received 2024 | (1,716,071) |
| Less: Allowance for uncollectible accounts | <u>(881,807)</u> |
| Opioid Settlement restricted receivable at 2024 | <u><u>\$ 7,936,258</u></u> |

14. Reimbursements for Pandemic-Related Expenditures

In FY 2020/21, the American Rescue Plan Act (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds to support urgent COVID-19 response efforts and replace lost revenue for the eligible state, local, territorial, and tribal governments. The County was allocated \$23,916,753 of fiscal recovery funds to be paid in two equal installments. The first installment of \$11,958,377 was received in May, 2021. The second installment was received in May, 2022. County staff and the Board of Commissioners have elected to use the ARPA moneys for various projects. Through June 30, 2024, the County has spent \$14,863,049. The County has spent \$10,487,167 for capital improvement/grant projects and \$4,375,882 on revenue replacement.

15. Net Position/Fund Balances

Net Position

Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets; restricted; and unrestricted. Restricted net position 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.

Restricted for Permanent Fund, Senior Center-principal – portion of fund balance that is permanently restricted by donor (only the earning may be used for the purpose of projects associated with the Senior Center).

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Leases – portion of fund balance that is not an available resource because it represents the year-end balance of the lease receivable in excess of the deferred inflow of resources for the lease receivable, which is not a spendable resource. As of June 30, 2024, the County does not have any fund balance nonspendable for leases.

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

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

Restricted for Future Debt Payments, QSCB – portion of fund balance that is restricted to pay future debt payments based on the terms of the debt covenants, see Note 7, c, 5, page 116.

Restricted for Fire Protection – portion of fund balances that is restricted by revenue source for fire protection expenditures.

Restricted for Public School – portion of fund balance that can only be used for School Capital per G.S. 159-18-22 or restricted by debt agreements.

Restricted for Law Enforcement – portion of fund balance that is restricted by revenue source for law enforcement expenditures.

Restricted for Public Safety – portion of fund balance that is restricted by revenue source for emergency telephone services.

Restricted for Tax Revaluation – portion of the fund balance that is restricted by revenue source for future tax revaluation purposes.

Restricted for Debtors – portion of fund balance that is restricted by debtors as loan proceeds not spent as of the fiscal year-end.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Restricted for Economic Development – portion of fund balance that is restricted by revenue source for economic development.

Restricted for Transportation – portion of fund balance that is restricted by tax revenue collected for specific neighborhood utility and road improvements.

Restricted for Court Facilities – portion of fund balance that is restricted by revenue source for court facility and operations.

Restricted for Grants – portion of the fund balance that is restricted by grant agreements.

Restricted for Opioid Settlement – portion of fund balance that is the net fund balance of the opioid settlement fund balance.

Restricted for Human Services and Senior Center – Social Services portion of fund balance is the amount held by the Department for the benefit of certain individuals. The Senior Center portion of fund balance from permanent non-spendable principal and only the earning may be used for the purpose of projects associated with the Senior Center.

Committed Fund Balance – Portion of fund balance that can only be used for specific purpose imposed by majority vote of Wayne County's governing body (highest level of decision-making authority). Any changes or removal of specific purposes requires majority action by the governing board. In Wayne County, an ordinance or majority vote is equally binding.

Committed for Future Capital Projects – portion of fund balance that can only be used for future capital projects.

Committed for Community College – portion of fund balance that can only be used for capital projects of Wayne Community College.

Assigned Fund Balance – portion of fund balance that the Wayne County governing board has budgeted.

Assigned for 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. The governing body approves the appropriation; however, the budget ordinance authorizes the manager to modify the appropriations by resource or appropriation within funds up to \$5,000.

Assigned for Donations – portion of fund balance for donations with a specific purpose.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Unassigned Fund Balance – portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds. A negative unassigned fund balance in governmental funds other than the general fund may be reported, if expenditures incurred exceed the amounts that are restricted, committed, or assigned to those purposes.

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

Wayne County has also adopted a minimum fund balance policy for the General Fund which instructs management to conduct the business of the County in such a manner that available fund balance is at least equal to or greater than 14% of budgeted expenditures. Any portion of the General Fund in excess of 14% of budgeted expenditures may be appropriated for a one-time expenditure and may not be used for any purpose that would obligate the County in a future budget.

16. Defined Benefit Pension Plans

The County participates in two cost-sharing, multiple-employer, defined benefit pension plans that are administered by the State; the Local Government Employees' Retirement System (LGERS) and the Registers of Deeds' Supplemental Pension Fund (RODSPF) (collectively, the "state-administered defined benefit pension plans"). For purposes of measuring the net pension asset, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net positions of the state-administered defined benefit pension plans and additions to/deductions from the state-administered defined benefit pension plans' fiduciary net positions have been determined on the same basis as they are reported by the state-administered defined benefit pension plans. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The County's employer contributions are recognized when due and the County has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the state-administered defined benefit pension plans. Investments are reported at fair value.

E. Reconciliation of Government-wide and Fund Financial Statements

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

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. The net adjustment of \$66,112,446 consists of several elements as follows:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| Description | Amount |
|--|-----------------------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds (total capital assets on government-wide statement in governmental activities column). | \$ 350,811,255 |
| Less accumulated depreciation | 90,314,705 |
| | <u>260,496,550</u> |
| GASB No. 87 lease standard - right to use asset | |
| Right to use assets are not financial resources and therefore are not reported in the funds. | 235,467 |
| Accrued interest - leases | (21,340) |
| Lease liability | <u>(236,525)</u> |
| GASB No. 96 SBITA standard - right to use asset | (22,398) |
| Right to use assets are not financial resources and therefore are not reported in the funds. | 521,205 |
| Accrued interest - leases | (5,890) |
| SBITA liability | <u>(422,091)</u> |
| | 93,224 |
| | <u>70,826</u> |
| Internal service funds are used by management to charge the costs of health insurance to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities. | 4,156,209 |
| Opioid deferred inflows of resourced | 7,936,258 |
| Liabilities for deferred inflows of resources reported in the fund statements but are not government-wide: | |
| Deferred inflows of resources for taxes and special assessments receivable. | 2,036,564 |
| LGERS - pension related deferrals | 17,862,575 |
| LGERS - net pension liability | (31,447,939) |
| LEOSSA - pension related deferrals | 301,192 |
| LEOSSA - net pension liability | (4,497,145) |
| ROD - pension related deferrals | 45,193 |
| ROD - net pension asset | 116,776 |
| OPEB - OPEB related deferrals | (2,728,587) |
| OPEB - net OPEB liability | <u>(36,418,897)</u> |
| Liabilities that because they are not due and payable in the current period, do not require current resources to pay and are therefore not recorded in the fund statements: | |
| Bonds, leases, and installment financing | (147,356,000) |
| Compensated absences | (2,881,937) |
| Accrued interest payable | <u>(1,579,192)</u> |
| | (151,817,129) |
| Total adjustment | <u><u>\$ 66,112,446</u></u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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 \$63,785,156 as follows:

| Description | Amount |
|---|-----------------------------|
| Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities. | \$ 66,012,474 |
| Depreciation expense, the allocation of those assets over their useful lives that is recorded on the statements of activities but not in the fund statements. | (8,235,840) |
| Income/costs of capital assets disposed of during the year, not recognized on modified accrual basis. | 42,382 |
| The costs, net, to report right-to-use assets, amortization, lease liability and SBITA, net. | 74,716 |
| Contributions and costs to the LGERS pension plan in the current fiscal year are not included on the Statement of Activities. | (3,499,828) |
| Contributions and costs to the LEOSSA pension plan in the current fiscal year are not included on the Statement of Activities. | (331,170) |
| Contributions and costs to the ROD pension plan in the current fiscal year are not included on the Statement of Activities. | (12,770) |
| Contributions and costs to the OPEB plan in the current fiscal year are not included on the Statement of Activities. | 764,049 |
| Principal payments owed are recorded as a use of funds on the fund statements and proceeds for debt are recorded as a source of funds on the fund statements but again affect only the Statement of Net Position in the government-wide statements. | 9,095,000 |
| Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements: | |
| Difference in interest expense between fund statements and government-wide statements. | 153,807 |
| Compensated absences | (154,035) |
| Revenues, Opioid Settlemtn Funds and ad valorem tax prepayments, reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements: | (1,473,492) |
| Internal service funds are used by management to charge the cost of health insurance and fleet management to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities. | 1,349,863 |
| Total adjustment | <u><u>\$ 63,785,156</u></u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

II. Stewardship, Compliance, and Accountability

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

There were no material instances of noncompliance with the N.C. General Statutes.

III. Detail Notes on All Funds

A. Assets

1. Deposits

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

The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County 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 and the Wayne County Tourism Development Authority has no formal policy regarding custodial credit risk for deposits.

At June 30, 2024, the County's deposits had a carrying amount of \$97,532,965 and a bank balance of \$104,732,915. Of the bank balance, \$750,000 was covered by federal depository insurance, and \$8,343,466 in non-interest-bearing deposits and \$96,389,449 in interest bearing deposits were covered by collateral held under the Pooling Method.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

At June 30, 2024, Wayne County had \$15,929 cash on hand.

At June 30, 2024, the carrying amount of deposits for the Wayne County ABC Board was \$5,116,908 and the bank balance was \$5,011,846. All of the bank balance was covered by federal depository insurance except for \$4,261,846, which was collateralized by institutions using the Pooling Method. At June 30, 2024, The ABC Board had \$9,300 cash on hand.

At June 30, 2024, the carrying amount of deposits for the Wayne County Tourism Development Authority was \$114,017 and the bank balance was \$149,893. All of the Tourism Authority's deposits were fully covered by federal depository insurance.

2. Investments

As of June 30, 2024 the County had the following investments and maturities.

| Investment Type | Valuation Measurement Method | Fair Value | Less Than 6 Months | 6-12 Months |
|---|------------------------------|----------------------|----------------------|-------------|
| NC Capital Management Trust & Term Government Portfolio | Fair Value - Level 1 | 73,605,755 | 73,605,755 | N/A |
| Commercial Paper | Fair Value - Level 2 | 19,397,333 | 19,397,333 | N/A |
| Total | | \$ 93,003,088 | \$ 93,003,088 | \$ - |

Because the NCCMT Government and Term Portfolios have a weighted average maturity of less than 90 days, they are presented as an investment with a maturity of less than 6 months. The NCCMT Government Portfolio has an AAA rating from S&P and AAA-mf by Moody's Investor Service.

All investments of the County 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. The County's investment policy requires purchases of securities to be tiered with staggered maturity dates and limits all securities to a final maturity of no more than three years. The State Treasurer's Short Term Investment Fund (STIF) is unrated and had a weighted average maturity of 1.3 years at June 30, 2021.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Credit Risk. County policy 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). As of June 30, 2024, the County's investments in commercial paper were rated P1 by Standards & Poor's, F1 by Fitch Ratings, and A1 by Moody's Investors Service. The County's investments in the NC Capital Management Trust Government Portfolio carried a credit rating of AAAm by Standard & Poor's as of June 30, 2024. The County's investment in the NC Capital Management Trust Term Portfolio is unrated. The Term Portfolio is authorized to invest in obligations of the U.S. Government and agencies, and in high grade money market instruments as permitted under North Carolina General Statutes 159-30 as amended.

Custodial Credit Risk. 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. The County's formal policy dictates that all investments will be purchased "payment-verses-delivery" and if certificated will be held by the Finance Officer in the name of the County. All non-certificated investments will be held in book entry form in the name of the County with the County's third-party Custodian (Safekeeping Agent).

Concentration of Credit Risk. The County places a limit of 5% on the amount that the County may invest in any one issuer of commercial paper or banker's acceptances.

Investments, long-term restricted cash. The County's debt covenant, see Note B, 6, b, requires them to deposit a required amount annually into a sinking fund bank account. Restricted cash balance, not available for use in the short-term, is \$12,865,751.

The ABC Board and Wayne County Tourism Development Authority have no policy on credit risk.

3. Inventories

Wayne County's inventories are valued at cost, using the last in-first out method. Inventory in the Solid Waste Disposal and Airport proprietary funds consists of fuel for on-site equipment and are recorded when consumed. Inventory in the Fleet Management is allocated to the government wide and proprietary statements and consists of vehicle parts and are recorded when consumed.

The Wayne County ABC Board inventory are valued at the lower of cost (FIFO) or market.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

4. 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.

| Year Levied | Tax | Interest | Total |
|----------------|-----------------------------|----------------------------|-----------------------------|
| 2021 | \$ 4,038,593 | \$ 1,322,639 | \$ 5,361,232 |
| 2022 | 4,258,836 | 1,011,474 | 5,270,310 |
| 2023 | 4,494,233 | 662,899 | 5,157,132 |
| 2024 | <u>4,464,236</u> | <u>256,694</u> | <u>4,720,930</u> |
| | <u><u>\$ 17,255,898</u></u> | <u><u>\$ 3,253,706</u></u> | <u><u>\$ 20,509,604</u></u> |

5. Receivables

Receivables at the government-wide level at June 30, 2024 were as follows:

| | Accounts | Taxes and Accrued Interest | Lease Receivable, net interest | Due from Other Governments | Total |
|---------------------------------|-----------------------------|-------------------------------|--------------------------------------|-------------------------------|-----------------------------|
| Governmental Activities: | | | | | |
| General | \$ 3,175,915 | \$ 2,783,429 | \$ 170,733 | \$ 11,789,627 | \$ 17,919,704 |
| Restricted opioid | 8,818,065 | - | - | - | 8,818,065 |
| Other governmental | 816,165 | 164,102 | - | 2,754,678 | 3,734,945 |
| Total receivables | <u>12,810,145</u> | <u>2,947,531</u> | <u>170,733</u> | <u>14,544,305</u> | <u>30,472,714</u> |
| Allowance for doubtful accounts | <u>(2,381,807)</u> | <u>(1,135,064)</u> | <u>-</u> | <u>-</u> | <u>(3,516,871)</u> |
| Total-governmental activities | <u><u>\$ 10,428,338</u></u> | <u><u>\$ 1,812,467</u></u> | <u><u>\$ 170,733</u></u> | <u><u>\$ 14,544,305</u></u> | <u><u>\$ 26,955,843</u></u> |
| | Accounts | Taxes and Accrued Interest | Lease Receivable | Due from Other Governments | Total |
| Business-type Activities: | | | | | |
| Solid Waste Disposal | \$ 886,003 | \$ 206,918 | \$ 52,750 | \$ - | \$ 1,145,671 |
| Sewer Fund | 123,418 | 1,862 | - | - | 125,280 |
| Airport | 276,749 | 4,021 | 235,197 | - | 515,967 |
| Maxwell | - | 8,703 | - | 175,404 | 184,107 |
| Total receivables | <u>1,286,170</u> | <u>221,504</u> | <u>287,947</u> | <u>175,404</u> | <u>1,971,025</u> |
| Allowance for doubtful accounts | <u>(336,525)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(336,525)</u> |
| Total-business-type activities | <u><u>\$ 949,645</u></u> | <u><u>\$ 221,504</u></u> | <u><u>\$ 287,947</u></u> | <u><u>\$ 175,404</u></u> | <u><u>\$ 1,634,500</u></u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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

| | |
|-------------------------|--------------------------|
| Local option sales tax | \$ 5,734,498 |
| Sales tax refund | 2,341,488 |
| Other taxes | 981,305 |
| Grants receivable | 1,271,074 |
| EMS Medicaid receivable | 404,594 |
| Other | <u>3,986,750</u> |
| Total | <u>\$ 14,719,709</u> |

The Tourism Development Authority's receivables consist of occupancy taxes from local hotels of \$19,900. Management expects all accounts receivable to be collected; therefore, no allowance for doubtful accounts has been recorded.

Lease Receivables

Per Note III, A, 5, the County has recorded lease receivables.

The primary objective of GASB Statement No. 87, Leases, is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

General Fund Activities:

On 07/01/2021, Wayne County, NC entered into a 30 month-lease as Lessor for the use of Farm 11607 - Old Mt. Olive Highway. An initial lease receivable was recorded in the amount of \$15,087. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make annual fixed payments of \$7,603. The lease has an interest rate of 0.7270%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$3,017 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 30 month-lease as Lessor for the use of Farm 13459 - Park East Property. An initial lease receivable was recorded in the amount of \$29,344. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make annual fixed payments of \$14,788. The lease has an interest rate of 0.7270%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$5,869 during the fiscal year.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

On 07/01/2021, Wayne County, NC entered into a 78 month-lease as Lessor for the use of Farm 11763 - Pecan Rd.. An initial lease receivable was recorded in the amount of \$4,454. As of 06/30/2024, the value of the lease receivable is \$2,260 and the value of the short-term lease receivable is \$743. The lessee is required to make annual fixed payments of \$774. The lease has an interest rate of 1.3750%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$2,398, and Wayne County, NC recognized lease revenue of \$685 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 30 month-lease as Lessor for the use of Farm 11955 - S. US 117 Alternate Hwy. An initial lease receivable was recorded in the amount of \$10,632. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make annual fixed payments of \$5,358. The lease has an interest rate of 0.7270%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$2,126 during the fiscal year.

On 07/25/2021, Wayne County, NC entered into a 120 month-lease as Lessor for the use of Tower Site - Market Square. An initial lease receivable was recorded in the amount of \$183,971. As of 06/30/2024, the value of the lease receivable is \$138,545 and the value of the short-term lease receivable is \$16,947. The lessee is required to make monthly fixed payments of \$1,442. The lease has an interest rate of 1.4620%. The Infrastructure estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$130,006, and Wayne County, NC recognized lease revenue of \$18,397 during the fiscal year. The lessee has 3 extension option(s), each for 60 months. The lessee had a termination period of 2 months as of the lease commencement.

On 01/01/2023, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #11693, #8742 2023. An initial lease receivable was recorded in the amount of \$18,986. As of 06/30/2024, the value of the lease receivable is \$6,343 and the value of the short-term lease receivable is \$6,343. The lessee is required to make annual fixed payments of \$6,541. The lease has an interest rate of 3.1250%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$9,493, and Wayne County, NC recognized lease revenue of \$6,329 during the fiscal year.

On 01/01/2023, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #11852, #6599 2023. An initial lease receivable was recorded in the amount of \$8,818. As of 06/30/2024, the value of the lease receivable is \$2,946 and the value of the short-term lease receivable is \$2,946. The lessee is required to make annual fixed payments of \$3,038. The lease has an interest rate of 3.1250%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$4,409, and Wayne County, NC recognized lease revenue of \$2,939 during the fiscal year.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

On 01/01/2024, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #11607. An initial lease receivable was recorded in the amount of \$27,120. As of 06/30/2024, the value of the lease receivable is \$17,863 and the value of the short-term lease receivable is \$8,803. The lessee is required to make annual fixed payments of \$9,324. The lease has an interest rate of 2.9150%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$22,600, and Wayne County, NC recognized lease revenue of \$4,520 during the fiscal year.

On 01/01/2024, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #11955 2024. An initial lease receivable was recorded in the amount of \$19,741. As of 06/30/2024, the value of the lease receivable is \$13,002 and the value of the short-term lease receivable is \$6,408. The lessee is required to make annual fixed payments of \$6,787. The lease has an interest rate of 2.9150%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$16,451, and Wayne County, NC recognized lease revenue of \$3,290 during the fiscal year.

On 01/01/2024, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #8818 2024. An initial lease receivable was recorded in the amount of \$16,874. As of 06/30/2024, the value of the lease receivable is \$11,114 and the value of the short-term lease receivable is \$5,477. The lessee is required to make annual fixed payments of \$5,801. The lease has an interest rate of 2.9150%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$14,062, and Wayne County, NC recognized lease revenue of \$2,812 during the fiscal year.

Business-type Activities:

Jetport Fund:

On 07/01/2021, Wayne County, NC entered into a 30 month-lease as Lessor for the use of 912 Mt. Carmel Church Rd. - Farm. An initial lease receivable was recorded in the amount of \$32,942. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make annual fixed payments of \$16,601. The lease has an interest rate of 0.7270%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$6,588 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 57 month-lease as Lessor for the use of Premises - Goldsboro-Wayne Airport. An initial lease receivable was recorded in the amount of \$0. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make monthly fixed payments of \$0. The lease has an interest rate of 1.0590%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$0 during the fiscal year. The lessee has 1 extension option(s), each for 300 months.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

On 07/01/2021, Wayne County, NC entered into a 30 month-lease as Lessor for the use of Farm 6686 - 240 Airport Rd. An initial lease receivable was recorded in the amount of \$1,091. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make annual fixed payments of \$550. The lease has an interest rate of 0.7270%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$218 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 66 month-lease as Lessor for the use of Maintenance Hangar & Apron - Wayne Executive Jetport. An initial lease receivable was recorded in the amount of \$93,459. As of 06/30/2024, the value of the lease receivable is \$43,125 and the value of the short-term lease receivable is \$17,093. The lessee is required to make quarterly fixed payments of \$4,385. The lease has an interest rate of 1.2170%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$42,481, and Wayne County, NC recognized lease revenue of \$16,992 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 90 month-lease as Lessor for the use of Corporate Hangar No. 2. An initial lease receivable was recorded in the amount of \$255,846. As of 06/30/2024, the value of the lease receivable is \$156,733 and the value of the short-term lease receivable is \$33,951. The lessee is required to make monthly fixed payments of \$3,000. The lease has an interest rate of 1.4510%. The Building's estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$153,508, and Wayne County, NC recognized lease revenue of \$34,113 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 30 month-lease as Lessor for the use of Farm 389 - Northern Landfill. An initial lease receivable was recorded in the amount of \$23,648. As of 06/30/2024, the value of the lease receivable is \$0 and the value of the short-term lease receivable is \$0. The lessee is required to make annual fixed payments of \$11,917. The lease has an interest rate of 0.7270%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$0, and Wayne County, NC recognized lease revenue of \$4,730 during the fiscal year.

On 07/01/2021, Wayne County, NC entered into a 94 month-lease as Lessor for the use of Landfill Gas - Site. An initial lease receivable was recorded in the amount of \$7,948. As of 06/30/2024, the value of the lease receivable is \$28,737 and the value of the short-term lease receivable is \$5,583. The lessee is required to make annual fixed payments of \$6,000. The lease has an interest rate of 1.4510%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$28,949, and Wayne County, NC recognized lease revenue of \$5,952 during the fiscal year. The lessee has 1 extension option(s), each for 240 months.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

On 01/01/2024, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #6686 2024. An initial lease receivable was recorded in the amount of \$3,288. As of 06/30/2024, the value of the lease receivable is \$2,165 and the value of the short-term lease receivable is \$1,067. The lessee is required to make annual fixed payments of \$1,130. The lease has an interest rate of 2.9150%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$2,740, and Wayne County, NC recognized lease revenue of \$548 during the fiscal year.

On 01/01/2024, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm #10502, #13411 2024. An initial lease receivable was recorded in the amount of \$49,368. As of 06/30/2024, the value of the lease receivable is \$32,516 and the value of the short-term lease receivable is \$16,024. The lessee is required to make annual fixed payments of \$16,972. The lease has an interest rate of 2.9150%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$41,140, and Wayne County, NC recognized lease revenue of \$8,228 during the fiscal year.

On 01/01/2024, Wayne County, NC entered into a 36 month-lease as Lessor for the use of Farm 389 Northern Landfill 2024. An initial lease receivable was recorded in the amount of \$35,409. As of 06/30/2024, the value of the lease receivable is \$23,322 and the value of the short-term lease receivable is \$11,493. The lessee is required to make annual fixed payments of \$12,173. The lease has an interest rate of 2.9150%. The Land estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2024 was \$29,508, and Wayne County, NC recognized lease revenue of \$5,902 during the fiscal year.

The activity related to the lease receivable as of June 30, 2024 was as follows:

| Governmental Activities: | Balance as of | | | Balance as of June 30, 2024 |
|---------------------------------------|---------------------|------------------|-------------------|--|
| | July 1, 2023 | Additions | Reductions | |
| Lease Receivable | | | | |
| Infrastructure | | | | |
| Tower Site - Market Square | \$ 154,701 | \$ - | \$ 16,156 | \$ 138,545 |
| Total Infrastructure Lease Receivable | 154,701 | - | 16,156 | 138,545 |
| Land | | | | |
| Farm #11607 | - | 27,120 | 9,258 | 17,863 |
| Farm #11693, #8742 2023 | - | 12,494 | 6,151 | 6,343 |
| Farm #11852, #6599 2023 | - | 5,803 | 2,857 | 2,946 |
| Farm #11955 2024 | - | 19,741 | 6,739 | 13,002 |
| Farm #8818 2024 | - | 16,874 | 5,760 | 11,114 |
| Farm 11607 - Old Mt. Olive Highway | - | - | - | - |
| Farm 11763 - Pecan Rd. | 2,992 | - | 733 | 2,260 |
| Farm 11955 - S. US 117 Alternate Hwy | - | - | - | - |
| Farm 13459 - Park East Property | - | - | - | - |
| Total Land Lease Receivable | 2,992 | 82,032 | 31,498 | 53,528 |
| Total Lease Receivable | \$ 157,693 | \$ 82,032 | \$ 47,654 | \$ 192,073 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| Governmental Activities: | Balance as of July 1, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|---|---------------------------------------|------------------|-------------------|--|
| Deferred Inflow of Resources | | | | |
| Infrastructure | | | | |
| Tower Site - Market Square | \$ 148,403 | \$ - | \$ 18,397 | \$ 130,006 |
| Total Infrastructure Deferred Inflow of Resources | 148,403 | - | 18,397 | 130,006 |
| Land | | | | |
| Farm #11607 | - | 27,120 | 4,520 | 22,600 |
| Farm #11693, #8742 2023 | - | 15,822 | 6,329 | 9,493 |
| Farm #11852, #6599 2023 | - | 7,348 | 2,939 | 4,409 |
| Farm #11955 2024 | - | 19,741 | 3,290 | 16,451 |
| Farm #8818 2024 | - | 16,874 | 2,812 | 14,062 |
| Farm 11607 - Old Mt. Olive Highway | 3,017 | - | 3,017 | - |
| Farm 11763 - Pecan Rd. | 3,083 | - | 685 | 2,398 |
| Farm 11955 - S. US 117 Alternate Hwy | 2,126 | - | 2,126 | - |
| Farm 13459 - Park East Property | 5,869 | - | 5,869 | - |
| Total Land Deferred Inflow of Resources | 14,095 | 86,905 | 31,587 | 69,413 |
| Total Deferred Inflow of Resources | <u>\$ 162,498</u> | <u>\$ 86,905</u> | <u>\$ 49,984</u> | <u>\$ 199,419</u> |

Business Type Activities:

| Jetport Activities: | Balance as of July 1, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|--|---------------------------------------|-------------------|-------------------|--|
| Lease Receivable | | | | |
| Buildings | | | | |
| Corporate Hangar No. 2 | \$ 190,195 | \$ - | \$ 33,462 | \$ 156,733 |
| Total Building Lease Receivable | 190,195 | - | 33,462 | 156,733 |
| Land | | | | |
| 912 Mt. Carmel Church Rd. - Farm | - | - | - | - |
| Farm #10502, #13411 2024 | - | 49,368 | 16,852 | 32,516 |
| Farm #6686 2024 | - | 3,288 | 1,122 | 2,165 |
| Farm 389 - Northern Landfill | - | - | - | - |
| Farm 389 Northern Landfill 2024 | - | 35,409 | 12,087 | 23,322 |
| Farm 6686 - 240 Airport Rd. | - | - | - | - |
| Landfill Gas - Site | 5,747 | 28,974 | 5,985 | 28,737 |
| Maintenance Hangar & Apron - Wayne Executive Jetport | 60,012 | - | 16,887 | 43,125 |
| Premises - Goldboro-Wayne Airport | - | - | - | - |
| Total Land Lease Receivable | 65,759 | 117,039 | 52,933 | 129,865 |
| Total Lease Receivable | <u>\$ 255,954</u> | <u>\$ 117,039</u> | <u>\$ 86,395</u> | <u>\$ 286,598</u> |

| Jetport Activities: | Balance as of July 1, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|--|---------------------------------------|-------------------|-------------------|--|
| Deferred Inflow of Resources | | | | |
| Buildings | | | | |
| Corporate Hangar No. 2 | \$ 187,620 | \$ - | \$ 34,113 | \$ 153,508 |
| Total Building Deferred Inflow of Resources | 187,620 | - | 34,113 | 153,508 |
| Land | | | | |
| 912 Mt. Carmel Church Rd. - Farm | 6,588 | - | 6,588 | - |
| Farm #10502, #13411 2024 | - | 49,368 | 8,228 | 41,140 |
| Farm #6686 2024 | - | 3,288 | 548 | 2,740 |
| Farm 389 - Northern Landfill | 4,730 | - | 4,730 | - |
| Farm 389 Northern Landfill 2024 | - | 35,409 | 5,902 | 29,508 |
| Farm 6686 - 240 Airport Rd. | 218 | - | 218 | - |
| Landfill Gas - Site | 5,927 | 28,974 | 5,952 | 28,949 |
| Maintenance Hangar & Apron - Wayne Executive Jetport | 59,474 | - | 16,993 | 42,481 |
| Premises - Goldboro-Wayne Airport | - | - | - | - |
| Total Land Deferred Inflow of Resources | 76,937 | 117,039 | 49,159 | 144,818 |
| Total Deferred Inflow of Resources | <u>\$ 264,557</u> | <u>\$ 117,039</u> | <u>\$ 83,272</u> | <u>\$ 298,326</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Principal and Interest Expected to Maturity

Governmental Activities

| Fiscal Year | Principal Payments | Interest Payments | Total Payments |
|--|--------------------|-------------------|----------------|
| 2025 | \$ 47,667 | \$ 3,461 | \$ 51,128 |
| 2026 | 39,810 | 2,304 | 42,114 |
| 2027 | 19,378 | 1,408 | 20,785 |
| 2028 | 19,493 | 1,119 | 20,612 |
| 2029 | 20,402 | 828 | 21,230 |
| 2030 - 2032 | 45,541 | 731 | 46,271 |
| Total Principal Payments | 192,290 | | |
| Cumulative Variance as of Fiscal Year-End | 217 | | |
| Total Remaining Receivable | \$ 192,073 | | |

Business-type Activities

| Fiscal Year | Principal Payments | Interest Payments | Total Payments |
|--|--------------------|-------------------|----------------|
| 2025 | \$ 85,212 | \$ 4,604 | \$ 89,816 |
| 2026 | 86,831 | 2,985 | 89,816 |
| 2027 | 49,426 | 1,344 | 50,770 |
| 2028 | 41,290 | 710 | 42,000 |
| 2029 | 23,838 | 162 | 24,000 |
| Total Principal Payments | 286,598 | | |
| Cumulative Variance as of Fiscal Year-End | - | | |
| Total Remaining Receivable | \$ 286,598 | | |

6. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2024 was as follows:

| | Balance July 01, 2023 | Increases | Decreases | Balance June 30, 2024 |
|--|--------------------------|--------------|------------|--------------------------|
| Governmental activities: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 23,918,729 | \$ 217,590 | \$ 12,002 | \$ 24,124,317 |
| Total capital assets not being depreciated | 23,918,729 | 217,590 | 12,002 | 24,124,317 |
| Capital assets being depreciated: | | | | |
| Buildings | 213,747,721 | 59,761,389 | 1,410,515 | 272,098,595 |
| Infrastructure | 3,482,563 | 2,436,404 | - | 5,918,967 |
| Intangibles | 2,136,015 | 40,317 | - | 2,176,332 |
| Furniture and equipment | 29,349,550 | 3,940,031 | 171,835 | 33,117,746 |
| Vehicles and motor equipment | 12,664,861 | 1,105,983 | 395,546 | 13,375,298 |
| Total capital assets being depreciated | 261,380,710 | 67,284,124 | 1,977,896 | 326,686,938 |
| Less accumulated depreciation for: | | | | |
| Buildings | 51,349,083 | 4,171,974 | - | 55,521,057 |
| Infrastructure | 1,132,292 | 368,083 | - | 1,500,375 |
| Intangibles | 1,463,504 | 190,144 | - | 1,653,648 |
| Furniture and equipment | 20,133,737 | 2,280,114 | 161,160 | 22,252,691 |
| Vehicles and motor equipment | 8,543,279 | 1,225,525 | 381,870 | 9,386,934 |
| Total accumulated depreciation | 82,621,895 | \$ 8,235,840 | \$ 543,030 | 90,314,705 |
| Total capital assets being depreciated, net | 178,758,815 | | | 236,372,233 |
| Governmental activity capital assets, net | \$ 202,677,544 | | | \$ 260,496,550 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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

| | |
|-----------------------------------|----------------------------|
| General government | \$ 4,446,153 |
| Public safety | 2,958,403 |
| Economic and physical development | 189,393 |
| Human services | 556,269 |
| Environmental protection | 10,373 |
| Cultural and recreation | 12,423 |
| Education | 59,826 |
| Transportation | 3,000 |
| Total depreciation expense | <u>\$ 8,235,840</u> |

| | Balance July 01, 2023 | Increases | Decreases | Balance June 30, 2024 |
|---|-----------------------------|--------------|------------|-----------------------------|
| <u>Business-type activities:</u> | | | | |
| Solid Waste Disposal: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 11,022,663 | \$ - | \$ - | \$ 11,022,663 |
| Total capital assets not being depreciated | 11,022,663 | - | - | 11,022,663 |
| Capital assets being depreciated: | | | | |
| Buildings | 1,318,469 | 6,180 | - | 1,324,649 |
| Land improvements | 5,639,495 | 39,688 | - | 5,679,183 |
| Infrastructure | 107,706 | - | - | 107,706 |
| Furniture and equipment | 2,959,889 | 153,719 | - | 3,113,608 |
| Vehicles and motor equipment | 9,974,196 | 2,106,737 | 402,303 | 11,678,630 |
| Total capital assets being depreciated | 19,999,755 | 2,306,324 | 402,303 | 21,903,776 |
| Less accumulated depreciation for: | | | | |
| Buildings | 557,708 | 37,018 | - | 594,726 |
| Land improvements | 2,974,137 | 170,181 | - | 3,144,318 |
| Infrastructure | 3,093 | 4,363 | - | 7,456 |
| Furniture and equipment | 1,322,496 | 246,958 | - | 1,569,454 |
| Vehicles and motor equipment | 7,058,526 | 658,170 | 349,365 | 7,367,331 |
| Total accumulated depreciation | 11,915,960 | \$ 1,116,690 | \$ 349,365 | 12,683,285 |
| Total capital assets being depreciated, net | 8,083,795 | | | 9,220,491 |
| Solid Waste Disposal capital assets, net | <u>\$ 19,106,458</u> | | | <u>\$ 20,243,154</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Balance July 01, 2023 | Increases | Decreases | Balance June 30, 2024 |
|---|--------------------------|------------|-----------|--------------------------|
| <u>Business-type activities:</u> | | | | |
| Sewer: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 23,628 | \$ - | \$ - | \$ 23,628 |
| Total capital assets not being depreciated | 23,628 | - | - | 23,628 |
| Capital assets being depreciated: | | | | |
| Infrastructure | 6,085,490 | - | - | 6,085,490 |
| Buildings | 150,762 | - | - | 150,762 |
| Furniture and equipment | 498,021 | - | - | 498,021 |
| Vehicles and motor equipment | 99,158 | - | - | 99,158 |
| Total capital assets being depreciated | 6,833,431 | - | - | 6,833,431 |
| Less accumulated depreciation for: | | | | |
| Infrastructure | 2,874,102 | 127,685 | - | 3,001,787 |
| Buildings | 53,711 | 5,296 | - | 59,007 |
| Furniture and equipment | 231,765 | 26,694 | - | 258,459 |
| Vehicles and motor equipment | 83,801 | 7,237 | - | 91,038 |
| Total accumulated depreciation | 3,243,379 | \$ 166,912 | \$ - | 3,410,291 |
| Total capital assets being depreciated, net | 3,590,052 | | | 3,423,140 |
| Sewer capital assets, net | <u>\$ 3,613,680</u> | | | <u>\$ 3,446,768</u> |
| <u>Business-type activities:</u> | | | | |
| Airport: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 1,073,214 | \$ - | \$ - | \$ 1,073,214 |
| Total capital assets not being depreciated | 1,073,214 | - | - | 1,073,214 |
| Capital assets being depreciated: | | | | |
| Buildings | 16,931,121 | 567,951 | - | 17,499,072 |
| Intangibles | 143,854 | - | - | 143,854 |
| Infrastructure | 244,436 | 260,687 | - | 505,123 |
| Furniture and equipment | 279,427 | - | 10,900 | 268,527 |
| Vehicles and motor equipment | 51,798 | 21,512 | - | 73,310 |
| Total capital assets being depreciated | 17,650,636 | 850,150 | 10,900 | 18,489,886 |
| Less accumulated depreciation for: | | | | |
| Buildings | 4,993,885 | 600,782 | - | 5,594,667 |
| Intangibles | 86,403 | 6,662 | - | 93,065 |
| Infrastructure | 8,576 | 12,622 | - | 21,198 |
| Furniture and equipment | 185,831 | 15,165 | 10,900 | 190,096 |
| Vehicles and motor equipment | 51,795 | - | 9,500 | 42,295 |
| Total accumulated depreciation | 5,326,490 | \$ 635,231 | \$ 20,400 | 5,941,321 |
| Total capital assets being depreciated, net | 12,324,146 | | | 12,548,565 |
| Airport capital assets, net | <u>\$ 13,397,360</u> | | | <u>\$ 13,621,779</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | <u>Balance</u> <u>July 01, 2023</u> | <u>Increases</u> | <u>Decreases</u> | <u>Balance</u> <u>June 30, 2024</u> |
|---|--|------------------|------------------|--|
| Business-type activities: | | | | |
| Maxwell Center: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 2,210,000 | \$ - | \$ - | \$ 2,210,000 |
| Total capital assets not being depreciated | 2,210,000 | - | - | 2,210,000 |
| Capital assets being depreciated: | | | | |
| Buildings | 24,044,588 | - | - | 24,044,588 |
| Infrastructure | - | 62,500 | - | 62,500 |
| Equipment | 21,133 | - | - | 21,133 |
| Intangibles | 95,221 | - | - | 95,221 |
| Total capital assets being depreciated | 24,160,942 | 62,500 | - | 24,223,442 |
| Less accumulated depreciation for: | | | | |
| Buildings | 3,321,015 | 629,577 | - | 3,950,592 |
| Infrastructure | - | 521 | - | 521 |
| Equipment | 9,141 | 1,761 | - | 10,902 |
| Intangibles | 95,221 | - | - | 95,221 |
| Total accumulated depreciation | 3,425,377 | \$ 631,859 | \$ - | 4,057,236 |
| Total capital assets being depreciated, net | 20,735,565 | | | 20,166,206 |
| Maxwell Center capital assets, net | 20,735,565 | | | 22,376,206 |
| Business-type activities capital assets, net | \$ 56,853,063 | | | \$ 59,687,908 |

Construction Commitments

As of June 30, 2024, the County has construction commitments as follows:

| <u>Project</u> | <u>Amount</u> |
|--------------------------------------|-----------------------|
| Fremont Elementary School | \$ 38,111,302 |
| DSS/Health Building | 34,858,783 |
| Detention Center (Jail Debt Project) | 45,325,073 |
| Wayne County Industrial Campus | 2,618,691 |
| Rosewood Middle School | 7,895,983 |
| Jetport Apron Pavement Rehab | 3,126,885 |
| | \$ 131,936,717 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Discretely presented component units

Activity for the ABC Board for the year ended June 30, 2024 was as follows:

| | Balance July 01, 2023 | Increases | Decreases | Balance June 30, 2024 |
|---|--------------------------|------------|-----------|--------------------------|
| Wayne County ABC Board | | | | |
| Capital assets not being depreciated: | | | | |
| Land and construction in progress | \$ 708,108 | \$ 518,154 | \$ - | \$ 1,226,262 |
| Total capital assets not being depreciated | 708,108 | 518,154 | - | 1,226,262 |
| Capital assets being depreciated: | | | | |
| Building | 2,122,289 | 234,891 | - | 2,357,180 |
| Furniture and equipment | 825,676 | 105,816 | - | 931,492 |
| Vehicles and motor equipment | 158,353 | 155,057 | 83,198 | 230,212 |
| Leasehold improvements | 12,544 | - | - | 12,544 |
| Total capital assets being depreciated | 3,118,862 | 495,764 | 83,198 | 3,531,428 |
| Less accumulated depreciation for: | | | | |
| Building | 755,144 | 68,223 | - | 823,367 |
| Furniture and equipment | 768,432 | 42,311 | - | 810,743 |
| Vehicles and motor equipment | 154,568 | 12,537 | 83,198 | 83,907 |
| Leasehold improvements | 12,544 | - | - | 12,544 |
| Total accumulated depreciation | 1,690,688 | \$ 123,071 | \$ 83,198 | 1,730,561 |
| Total capital assets being depreciated, net | 1,428,174 | | | 1,800,867 |
| Wayne County ABC Board, net | \$ 2,136,282 | | | \$ 3,027,129 |

The Wayne County Tourism Development Authority does not have any capital assets as of June 30, 2024.

7. Right to Use Leased Assets

The County has recorded right to use leased and SBITA assets. The assets are right to use assets for leased equipment, land and SBITA assets. The related leases and SBITAs are discussed in the Leases and SBITAs subsection of the Long-term obligations section of this note. The right to use lease assets are amortized on a straight-line basis over the terms of the related leases and SBITAs.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Right to use assets activity, leases, for the Primary Government for the year ended June 30, 2024, was as follows:

| Governmental Activities: | | <u>Balance as of July 1, 2023</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance as of June 30, 2024</u> |
|--|-----------|---------------------------------------|------------------|-------------------|--|
| Lease Assets | | | | | |
| Buildings | | | | | |
| 609 S. Wilson St | \$ - | \$ 212,976 | \$ - | \$ 212,976 | |
| Total Building Lease Assets | - | 212,976 | - | 212,976 | |
| Equipment | | | | | |
| Mail Feeder | - | 50,144 | - | 50,144 | |
| Toshiba Wide Path Copier | 24,760 | - | - | 24,760 | |
| Total Equipment Lease Assets | 24,760 | 50,144 | - | 74,904 | |
| Land | | | | | |
| Land Space - Firing Range | 16,981 | - | - | 16,981 | |
| Total Land Lease Assets | 16,981 | - | - | 16,981 | |
| Total Lease Assets | 41,741 | 263,120 | - | 304,861 | |
| Lease Accumulated Amortization | | | | | |
| Buildings | | | | | |
| 609 S. Wilson St | - | 21,298 | - | 21,298 | |
| Total Building Lease Accumulated Amortization | - | 21,298 | - | 21,298 | |
| Equipment | | | | | |
| Mail Feeder | - | 24,640 | - | 24,640 | |
| Toshiba Wide Path Copier | 9,462 | 4,731 | - | 14,193 | |
| Total Equipment Lease Accumulated Amortization | 9,462 | 29,371 | - | 38,833 | |
| Land | | | | | |
| Land Space - Firing Range | 6,175 | 3,087 | - | 9,262 | |
| Total Land Lease Accumulated Amortization | 6,175 | 3,087 | - | 9,262 | |
| Total Lease Accumulated Amortization | 15,637 | 53,756 | - | 69,393 | |
| Total Governmental Lease Assets, Net | \$ 26,104 | \$ 209,364 | \$ - | \$ 235,468 | |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Right to use assets activity, SBITAs, for the Primary Government for the year ended June 30, 2024, was as follows:

| Governmental Activities | Balance as of July 1, 2023 | | | Additions | Reductions | Balance as of June 30, 2024 | |
|--|-------------------------------|------------|-----------|-----------|------------|--------------------------------|--|
| Subscription Assets | | | | | | | |
| Software | | | | | | | |
| AmpliFund Grant Seeker | \$ 35,150 | \$ 13,212 | \$ - | \$ - | \$ 48,362 | | |
| Central Square - Software Application | 567,016 | - | - | - | 567,016 | | |
| CivicClerk - Software | 21,420 | - | - | - | 21,420 | | |
| CodeRED - Emergency Plus | 69,229 | - | - | - | 69,229 | | |
| Cott - eRecording | 89,671 | - | - | - | 89,671 | | |
| DebtBook Platform | 27,534 | - | - | - | 27,534 | | |
| ESI WebEOC Software | 25,280 | - | - | - | 25,280 | | |
| Fire Dispatch System | - | 85,506 | - | - | 85,506 | | |
| Grant Management Software | 35,261 | - | - | - | 35,261 | | |
| Medical Dispatch System - Quote #50575 | 24,514 | - | - | - | 24,514 | | |
| Medical Dispatch System - Quote #50592 | 28,015 | - | - | - | 28,015 | | |
| PowerDMS - Compliance Management Platform | 16,550 | - | 16,550 | - | - | | |
| Resolution 3 - READ ONLY | 7,401 | - | - | - | 7,401 | | |
| Sophos Central Intercept | 5,457 | - | 5,457 | - | - | | |
| Sophos Central Intercept 2 | - | 62,486 | - | - | 62,486 | | |
| Total Software Subscription Assets | 952,498 | 161,204 | 22,007 | | | 1,091,695 | |
| Total Subscription Assets | \$ 952,498 | \$ 161,204 | \$ 22,007 | \$ | \$ | 1,091,695 | |
| Subscription Accumulated Amortization | | | | | | | |
| Software | | | | | | | |
| AmpliFund Grant Seeker | \$ 35,150 | \$ 19 | \$ - | \$ - | \$ 35,169 | | |
| Central Square - Software Application | 127,102 | 127,102 | - | - | 254,204 | | |
| CivicClerk - Software | 10,145 | 10,710 | - | - | 20,855 | | |
| CodeRED - Emergency Plus | 34,281 | 34,281 | - | - | 68,562 | | |
| Cott - eRecording | 28,317 | 28,317 | - | - | 56,634 | | |
| DebtBook Platform | 7,212 | 14,345 | - | - | 21,557 | | |
| ESI WebEOC Software | 8,667 | 8,667 | - | - | 17,335 | | |
| Fire Dispatch System | - | 14,726 | - | - | 14,726 | | |
| Grant Management Software | 16,401 | 16,401 | - | - | 32,801 | | |
| Medical Dispatch System - Quote #50575 | 7,466 | 7,466 | - | - | 14,932 | | |
| Medical Dispatch System - Quote #50592 | 8,533 | 8,533 | - | - | 17,065 | | |
| PowerDMS - Compliance Management Platform | 16,550 | - | 16,550 | - | - | | |
| Resolution 3 - READ ONLY | 2,337 | 2,337 | - | - | 4,674 | | |
| Sophos Central Intercept | 3,609 | 1,848 | 5,457 | - | - | | |
| Sophos Central Intercept 2 | - | 11,976 | - | - | 11,976 | | |
| Total Software Subscription Accumulated Amortization | 305,771 | 286,728 | 22,007 | | | 570,490 | |
| Total Subscription Accumulated Amortization | 305,771 | \$ 286,728 | \$ 22,007 | \$ | \$ | 570,490 | |
| Total Governmental Subscription Assets, Net | \$ 646,727 | | | | | \$ 521,205 | |
| Total Governmental Lease and SBITA Assets, Net | \$ 672,830 | | | | | \$ 756,672 | |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Right to use assets activity, SBITAs, for the Business-type activities for the year ended June 30, 2024, was as follows:

| Business Type Activities | Balance as of July 1, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|--|-------------------------------|---------------|------------|--------------------------------|
| Maxwell Center | | | | |
| Subscription Assets | | | | |
| Software | | | | |
| Cvent Event Diagramming | \$ 23,214 | \$ - | \$ - | \$ 23,214 |
| VenueOps Annual Subscription | 28,876 | - | - | 28,876 |
| Total Software Subscription Assets | <u>52,090</u> | - | - | <u>52,090</u> |
| Total Subscription Assets | <u>52,090</u> | - | - | <u>52,090</u> |
| Subscription Accumulated Amortization | | | | |
| Software | | | | |
| Cvent Event Diagramming | \$ 4,643 | \$ 4,643 | \$ - | \$ 9,286 |
| VenueOps Annual Subscription | 5,873 | 5,873 | - | 11,746 |
| Total Software Subscription Accumulated Amortization | <u>10,516</u> | <u>10,516</u> | - | <u>21,032</u> |
| Total Subscription Accumulated Amortization | <u>10,516</u> | <u>10,516</u> | \$ - | <u>21,032</u> |
| Total Business-Type Subscription Assets, Net | <u>\$ 41,574</u> | | | <u>\$ 31,058</u> |

The Wayne County ABC Board has one right to use assets, leases, a retail store building. The right to use lease assets are amortized on a straight-line basis over the term of the related lease. The ending balance, as of June 30, 2024, net of accumulated amortization, is \$73,194.

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2024 were as follows:

| | Vendors | Salaries and Benefits | Accrued Interest | Total |
|---------------------------------------|---------------------|--------------------------|---------------------|---------------------|
| | | | | |
| Governmental Activities: | | | | |
| General | \$ 1,923,209 | \$ 2,881,937 | \$ 1,590,426 | \$ 6,395,572 |
| Other governmental | <u>65,172</u> | <u>-</u> | <u>-</u> | <u>65,172</u> |
| Total-governmental activities | <u>\$ 1,988,381</u> | <u>\$ 2,881,937</u> | <u>\$ 1,590,426</u> | <u>\$ 6,460,744</u> |
| | Vendors | Salaries and Benefits | Accrued Interest | Total |
| | | | | |
| Business-type Activities: | | | | |
| Solid Waste Disposal | \$ 117,469 | \$ 127,480 | \$ - | \$ 244,949 |
| Sewer Fund | 25,123 | - | 3,949 | 29,072 |
| Airport | 18,672 | 9,398 | - | 28,070 |
| Maxwell | <u>113,231</u> | <u>11,036</u> | <u>26,488</u> | <u>150,755</u> |
| Total-business-type activities | <u>\$ 274,495</u> | <u>\$ 147,914</u> | <u>\$ 30,437</u> | <u>\$ 452,846</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

2. Pension Plan and Other Postemployment Obligations

a. Local Governmental Employees' Retirement System

Plan Description. The County is a participating employer in the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. 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.

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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, 2024, was 14.04%, less 0.200% court costs, of compensation for law enforcement officers and 12.91% 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. This includes the required death benefit percentage of 0.140% for law enforcement officers and 0.070% for general employees. Contributions to the pension plan from the County were \$5,966,208 for the year ended June 30, 2024.

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

The ABC Boards' current rate for Employees not engaged in law enforcement officers is 12.95% of annual covered payroll. The ABC Board's contributions to LGERS for the year ended June 30, 2024, was \$175,373. The Wayne County Tourism Development Authority does not have any employees and does not participate in LGERS.

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

At June 30, 2024, the County reported a liability of \$33,494,209 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. The total pension liability was then rolled forward to the measurement date of June 30, 2023 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, 2024, the County's proportion was 0.50572%, which was an increase of 0.00268% from its proportion as of June 30, 2023 (measure as of June 30, 2022).

For the year ended June 30, 2024, the County recognized pension expense of \$9,095,711. At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 3,732,247 | \$ 80,349 |
| Changes of assumptions | 1,423,311 | - |
| Net difference between projected and actual earnings on pension plan | 8,964,517 | - |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | - | 387,912 |
| Employer contributions subsequent to the measurement date* | 5,373,052 | - |
| Total | \$ 19,493,127 | \$ 468,261 |

\$5,373,052 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year ended June 30: | |
|---------------------|----------------------|
| 2025 | \$ 4,870,708 |
| 2026 | 2,452,320 |
| 2027 | 5,949,719 |
| 2028 | 379,067 |
| 2029 | - |
| Thereafter | - |
| | \$ 13,651,814 |

At June 30, 2024, the ABC Board reported a liability of \$742,183 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. The total pension liability was then rolled forward to the measurement date of June 30, 2023 utilizing update procedures incorporating the actuarial assumptions. The ABC Board's proportion of the net pension liability was based on a projection of the ABC Board'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, 2024, the ABC Board's proportion was 0.01121%, which was an increase of 0.00030% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2024, the ABC Board recognized pension expense of \$231,669. At June 30, 2024, the ABC Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 82,701 | \$ 1,780 |
| Changes of assumptions | 31,539 | - |
| Net difference between projected and actual earnings on pension plan | 198,641 | - |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 10,895 | 1,725 |
| Employer contributions subsequent to the measurement date* | 175,373 | - |
| Total | \$ 499,149 | \$ 3,505 |

\$175,373 reported as deferred outflows of resources related to pensions resulting from the ABC Board contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year ended June 30: | |
|---------------------|-------------------|
| 2025 | \$ 121,613 |
| 2026 | 58,087 |
| 2027 | 132,171 |
| 2028 | 8,400 |
| 2029 | - |
| Thereafter | - |
| | \$ 320,271 |

Actuarial Assumptions. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|---|
| Inflation | 3.00 percent |
| Salary increases | 3.25 percent to 8.10 percent, including inflation and productivity factor |
| Investment rate of return | 6.5 percent, net of pension plan investment expense, including inflation |

The plan currently uses mortality rates 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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study as of December 31, 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, 2024 are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|----------------------|----------------------|--|
| Fixed Income | 29.0% | 1.4% |
| Global Equity | 42.0% | 5.3% |
| Real Estate | 8.0% | 4.3% |
| Alternatives | 8.0% | 8.9% |
| Credit | 7.0% | 6.0% |
| Inflation Protection | 6.0% | 4.0% |
| Total | <u>100.0%</u> | |

The information above is based on 30-year expectations developed with the consulting actuary for the 2022 asset liability and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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:

| | 1% Decrease (5.50%) | Discount Rate (6.50%) | 1% Increase (7.50%) |
|---|------------------------|--------------------------|------------------------|
| County's proportionate share of the net pension liability (asset) | \$ 58,027,402 | \$ 33,494,209 | \$ 13,296,187 |
| ABC Board's proportionate share of the net pension liability | 1,285,803 | 742,183 | 294,624 |

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

Wayne 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 .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, 2022, valuation date, the Separation Allowance's membership consisted of:

| | |
|---|-----|
| Inactive members currently receiving benefits | 14 |
| Active plan members | 125 |
| Total | 139 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

2. *Summary of Significant Accounting Policies*

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

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

3. *Actuarial Assumptions*

The entry age actuarial cost method was used in the December 31, 2022 valuation. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|------------------|---|
| Inflation | 2.5 percent per annum |
| Salary increases | 3.25 to 7.75 percent, including inflation and productivity factor |
| Discount rate | 4.00 percent |

The discount rate used to measure the TPL is the S&P Municipal Bond 20 Year High Grade Rate Index.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an experience study completed by the Actuary for the LGERS for the five-year period ending December 31, 2019.

Mortality Rate

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

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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

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 General Fund operating budget. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The County paid \$112,904 as benefits came due for the measurement period, and paid \$116,478 in benefits and actuarial costs for the period subsequent to December 31, 2023 through the fiscal year end.

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

At June 30, 2023, the County reported a total pension liability of \$4,497,145. The total pension liability was measured as of December 31, 2023 based on a December 31, 2022 actuarial valuation. The total pension liability was rolled forward to December 31, 2023 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2024, the County recognized pension expense of \$560,553.

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 297,661 | \$ - |
| Changes of assumptions | 447,562 | 560,509 |
| Employer contributions subsequent to the measurement date* | 116,478 | - |
| Total | \$ 861,701 | \$ 560,509 |

\$115,379 reported as deferred outflows of resources related to pensions resulting from benefit payments made and \$1,099 in administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| Year ended June 30: | |
|---------------------|-------------------|
| 2025 | \$ 182,292 |
| 2026 | 65,619 |
| 2027 | (77,275) |
| 2028 | (15,988) |
| 2029 | 30,066 |
| Thereafter | - |
| | <u>\$ 184,714</u> |

Sensitivity of the County's total pension liability to changes in the discount rate. The following presents the County's total pension liability calculated using the discount rate of 4.00 percent, as well as what the County's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.00 percent) or 1-percentage-point higher (5.00 percent) than the current rate:

| | 1% Decrease (3.00%) | Discount Rate (4.00%) | 1% Increase (5.00%) |
|-------------------------|------------------------|--------------------------|------------------------|
| Total pension liability | \$ 4,885,836 | \$ 4,497,145 | \$ 4,145,441 |

Schedule of Changes in Total Pension Liability

| | |
|---|---------------------|
| Service cost | \$ 178,918 |
| Interest on TOL and cash flows | 168,462 |
| Changes in benefit terms | - |
| Difference between expected and actual experience | 244,634 |
| Changes in assumptions or other inputs | 105,287 |
| Benefit payments | (217,566) |
| Net changes in total LEOSSA liability | <u>479,735</u> |
| Total LEOSSA liability (TOL) - beginning | <u>4,017,410</u> |
| Total LEOSSA liability (TOL) - ending | <u>\$ 4,497,145</u> |

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 4.31 percent at December 31, 2022 (measurement date) to 4.00 percent at December 31, 2023 (measurement date).

Changes in Benefit Terms. There are no changes in benefit terms since the prior measurement date.

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study completed by the Actuary for the Local Government Employees' Retirement System for the five-year period ending 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 call (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, 2024 were \$1,191,265, which consisted of \$366,008 from the County and \$825,256 from the law enforcement officers.

d. 401(k) Profit Sharing Plan

Wayne County has established a 401(k) Plan to which all full-time employees can voluntarily contribute. For the year ended June 30, 2024, the County matched 100% of each eligible employee's earnings up to a maximum of 2%. The County's contribution for the year ending June 30, 2024 was \$783,333.

e. Registers of Deeds' Supplemental Pension Fund

Plan Description. Wayne County also contributes to the Registers of Deeds' Supplemental Pension Fund (RODSPF), a noncontributory, cost-sharing multiple-employer defined benefit plan administered by the North Carolina Department of State Treasurer. The Fund 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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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 or by calling (919) 981-5454, or at www.osc.nc.gov.

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

Contributions. Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Registers of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. Contributions to the pension plan from the County were \$8,324 for the year ended June 30, 2024.

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

At June 30, 2024, the County reported an asset of \$116,776, for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2023. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2022. The total pension liability was then rolled forward to the measurement date of June 30, 2023, 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, 2023, the County's proportion was 0.97176%, which was an increase of 0.11247% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the County recognized pension expense of \$21,088. At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ - | \$ 5,170 |
| Changes of assumptions | - | - |
| Net difference between projected and actual earnings on pension plan | 59,316 | - |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | - | 17,277 |
| Employer contributions subsequent to the measurement date* | 8,324 | - |
| Total | \$ 67,640 | \$ 22,447 |

\$8,324 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, 2025.

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

| Year ended June 30: | |
|---------------------|------------------|
| 2025 | \$ 3,575 |
| 2026 | 12,333 |
| 2027 | 17,220 |
| 2028 | 3,741 |
| 2029 | - |
| Thereafter | - |
| | \$ 36,869 |

Actuarial Assumptions. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

The actuarial assumptions used in the December 31, 2022 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, 2024 is 0.9%. The information above is based on 30-year expectations developed with the consulting actuary for the 2022 asset liability and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 3.00%. 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:

| | 1% Decrease (2.00%) | Discount Rate (3.00%) | 1% Increase (4.00%) |
|---|------------------------|--------------------------|------------------------|
| County's proportionate share of the net pension (asset) liability | \$ (79,713) | \$ (116,776) | \$ (148,028) |

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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

e. 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, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. The total pension liability for LEOSSA was measured as of December 31, 2023, with an actuarial valuation date of December 31, 2022. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contribution of all participating entries. Following is information related to the proportionate share and pension expense:

| | LGERS | ROD | LEOSSA | Total |
|--|---------------|------------|--------------|---------------|
| Proportionate Share of Net Pension Liability (Asset) | \$ 33,494,209 | \$ 116,776 | \$ - | \$ 33,610,985 |
| Proportion of the Net Pension Liability (Asset) | 0.503% | -0.859% | N/A | -0.356% |
| Total Pension Liability | \$ - | \$ - | \$ 4,497,145 | \$ 4,497,145 |
| Pension Expense | \$ 9,095,711 | \$ 21,088 | \$ 560,553 | \$ 9,677,352 |

At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | LGERS | ROD | LEOSSA | Total |
|---|--------------|----------|------------|--------------|
| <u>Deferred Outflows of Resources</u> | | | | |
| Differences between expected and actual experience | \$ 3,732,247 | \$ - | \$ 297,661 | \$ 4,029,908 |
| Changes of assumptions | 1,423,311 | - | 447,562 | 1,870,873 |
| Net difference between projected and actual earnings on pension plan | 8,964,517 | 59,316 | - | 9,023,833 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | - | - | - | - |
| County contributions (LGERS, ROD)/benefit payments and administrative costs (LEOSSA) subsequent to the measurement date | 5,373,052 | 8,324 | 116,478 | 5,497,854 |
| <u>Deferred Inflows of Resources</u> | | | | |
| Differences between expected and actual experience | \$ 80,349 | \$ 5,170 | \$ - | \$ 85,519 |
| Changes of assumptions | - | - | 560,509 | 560,509 |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 387,912 | 17,277 | - | 405,189 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

f. Deferred Compensation Plan

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

g. Other Employment Benefits

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

h. Other Postemployment Benefit

Plan Description. Under the terms of a County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). As of February, 2003, this plan provides postemployment healthcare benefits to retirees of the County, provided they participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least fifteen years of creditable service with the County. Employees with at least fifteen years of service with the County when they retire may remain on the County's group insurance plan and must pay the entire premium. When an employee, hired prior to July 1, 2009, with 25 years of continuous service with Wayne County at any age, the County of Wayne will pay the employee's premium in the group plan until age 65 at which time the retiree shall be switched to a Medicare supplement policy. The county is self-insured and contracts with a private insurer to provide all administrative services. The HCB plan has been amended to exclude employees starting after July 1, 2009. The County will pay up to an individual rate amount per month toward the Medicare supplement. Retiree must pay the balance due. Also, the County's retirees can purchase coverage for their dependents at the County's group rates. The County Commissioners may amend the benefit provisions. A separate report was not issued for the plan.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

County Contributions based on years of creditable service

| Years of Creditable Service | Date Hired | |
|-----------------------------|------------------|--------------------------|
| | Pre-July 1, 2009 | On or after July 1, 2009 |
| Less than 15 years | Not Eligible | Not Eligible |
| 15-24 years | 0% | Not Eligible |
| 25+ years | 100% | Not Eligible |

Membership of the HCB Plan consisted of the following at June 30, 2022, the date of the latest actuarial valuation:

| | <u>Employees:</u> |
|--|-------------------|
| Retirees and dependents receiving benefits | 136 |
| Terminated plan members entitled to but not yet receiving benefits | 0 |
| Active plan members | 170 |
| Total | 306 |

Total OPEB Liability

The County's total OPEB liability of \$37,683,588 was measured as of June 30, 2023 and was determined by an actuarial valuation as of June 30, 2022.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2023 measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

| | |
|-----------------------------|--|
| Inflation | 2.50 percent |
| Salary increases | 3.25 - 8.41 percent, including inflation |
| Discount rate | 3.65 percent |
| Healthcare cost trend rates | Medical/Prescription - 7.00 percent |

The discount rate is based on the last Thursday of June publishing of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by The Bond Buyer.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Changes in the Total Liability

| | |
|---|-----------------------------|
| Balance at July 1, 2023 | \$ 37,473,077 |
| Changes for the Year | |
| Service cost | 571,039 |
| Interest | 1,333,928 |
| Changes in benefit terms | - |
| Difference between expected and actual experience | (330,941) |
| Changes in assumptions or other inputs | (632,067) |
| Benefit payments | <u>(731,448)</u> |
| Net changes | 210,511 |
| Balance at June 30, 2024 | <u><u>\$ 37,683,588</u></u> |

Changes in assumptions and other inputs reflect a change in the discount rate from 3.54% at prior measurement date to 3.65% at current measurement date.

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, 2022 valuation were based on the results of an actuarial experience study for the period January 1, 2015 to December 31, 2019 adopted by the LGERS Board. The remaining assumptions (e.g. initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2022 valuation were based on a review of recent plan experience done concurrently with the June 30, 2022 valuation.

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

| | 1% Decrease (2.65%) | Discount Rate (3.65%) | 1% Increase (4.65%) |
|----------------------|------------------------|--------------------------|------------------------|
| Total OPEB Liability | \$ 44,078,668 | \$ 37,683,588 | \$ 32,604,881 |

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

| | 1% Decrease | Current | 1% Increase |
|----------------------|---------------|---------------|---------------|
| Total OPEB Liability | \$ 32,069,601 | \$ 37,683,588 | \$ 44,802,906 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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

For the year ended June 30, 2024, the County recognized OPEB expense of \$411,303. At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 5,167 | \$ 1,381,887 |
| Changes of assumptions | 1,559,301 | 4,320,825 |
| Employer contributions subsequent to the measurement date | 1,336,113 | - |
| Total | <u>\$ 2,900,581</u> | <u>\$ 5,702,712</u> |

\$1,336,113 reported as deferred outflows of resources related to OPEB employer contributions resulting from benefit payments made, \$1,238,305, and administrative expenses, \$97,808, incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources less deferred outflow of resources, related to OPEB will be recognized as an expense as follows:

| Year ended June 30: | |
|---------------------|------------------------------|
| 2025 | \$ (2,153,275) |
| 2026 | (1,831,216) |
| 2027 | (153,755) |
| 2028 | - |
| 2029 | - |
| Thereafter | - |
| | <u>\$ (4,138,246)</u> |

ABC Board - Plan Description. Under the terms of a Board resolution, the Board administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). The Board has the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

ABC Board – Eligibility for Allowance. As of March, 1998, the ABC Board offers continuation of group medical coverage to all employees who retire at the age of 62 and older with at least 25 years of service or at any age after 30 years of continuous service and are qualified to receive benefits from NCLGERS. Dependent coverage is not available.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

ABC Board - Amount of Allowance. The Board pays the full cost of group health insurance premiums for eligible retirees until they are Medicare-eligible. At age 65, the retiree shall be switched to a Medicare supplement policy. The Board will pay up to an individual rate amount per month toward the Medicare supplement.

ABC Board – Other Post-Employment Benefits. Healthcare and prescription drug coverage are provided in the Board's group health plan. With Medicare eligibility, retirees are moved to Blue Cross Blue Shield Plan J Medicare supplement.

ABC Board - Membership of the HCB Plan consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

| | <u>Employees:</u> |
|--|-------------------|
| Retirees and dependents receiving benefits | 4 |
| Terminated plan members entitled to but not yet receiving benefits | - |
| Active plan members | 21 |
| Total | <u><u>25</u></u> |

ABC Board - Total OPEB Liability

The County's total OPEB liability of \$412,205 was measured as of June 30, 2023 and was determined by an actuarial valuation as of that date.

ABC Board - Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2023 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 percent |
| Salary increases | 3.25 percent to 8.41 percent |
| Discount rate | 3.65 percent |
| Healthcare cost trend rates | Pre-Medicare, 7.00 percent Medicare, 5.125 percent |

The discount rate used to measure the TOL was based on the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by the Bond Buyer.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

ABC Board - Changes in the Total Liability

| | |
|---|--------------------------|
| Balance at July 1, 2023 | \$ 402,102 |
| Changes for the Year | |
| Service cost | 20,677 |
| Interest | 14,703 |
| Changes in benefit terms | - |
| Difference between expected and actual experience | (3,427) |
| Changes in assumptions or other inputs | (6,842) |
| Benefit payments | <u>(15,008)</u> |
| Net changes | 10,103 |
| Balance at June 30, 2024 | <u><u>\$ 412,205</u></u> |

Changes in assumptions and other inputs reflect a change in the discount rate from 2.16% to 3.65%.

Mortality rates were based on the Pub-2010 Mortality Table, 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, 2023 valuation were based on the results of an actuarial experience study for the period January 1, 2015 to December 31, 2019 adopted by the LGERS.

ABC Board - Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the ABC Board's, as well as what the ABC Board's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (2.65 percent) or 1-percentage point higher (4.65 percent) than the current discount rate:

| | 1% Decrease (2.65%) | Discount Rate (3.65%) | 1% Increase (4.65%) |
|----------------------|------------------------|--------------------------|------------------------|
| Total OPEB Liability | \$ 481,846 | \$ 412,205 | \$ 357,586 |

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

| | 1% Decrease | Current | 1% Increase |
|----------------------|-------------|------------|-------------|
| Total OPEB Liability | \$ 349,647 | \$ 412,205 | \$ 495,286 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

ABC Board - OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the ABC Board recognized OPEB expense of (\$5,851). At June 30, 2024, the ABC Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ - | \$ 132,771 |
| Changes of assumptions | 58,438 | 70,787 |
| Employer contributions subsequent to the measurement date | 14,785 | - |
| Total | \$ 73,223 | \$ 203,558 |

\$14,785 reported as deferred outflows of resources related to OPEB employer contributions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to OPEB will be recognized as an expense as follows:

| Year ended June 30: | | |
|---------------------|---------------------|--|
| 2025 | \$ (29,434) | |
| 2026 | (27,828) | |
| 2027 | (28,858) | |
| 2028 | (30,327) | |
| 2029 | (27,488) | |
| Thereafter | (1,185) | |
| | \$ (145,120) | |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

3. Deferred Outflows and Inflows of Resources

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Pensions/OPEB - difference between expected and actual experience | | |
| LGERS | \$ 3,732,246 | \$ 80,349 |
| LEOSSA | 297,661 | - |
| Register of Deeds | - | 5,170 |
| OPEB | 5,167 | 1,381,887 |
| Pensions/OPEB - changes of assumptions | | |
| LGERS | 1,423,311 | - |
| LEOSSA | 447,562 | 560,509 |
| Register of Deeds | - | - |
| OPEB | 1,559,301 | 4,320,825 |
| Pensions - net difference between projected and actual earnings on investments | | |
| LGERS | 8,964,517 | - |
| Register of Deeds | 59,316 | - |
| Pensions - change in proportion and difference between employer contributions and proportionate share of contributions | | |
| LGERS | - | 387,912 |
| Register of Deeds | - | 17,277 |
| Employer contributions subsequent to measurement date | | |
| LGERS | 5,373,052 | - |
| LEOSSA | 116,478 | - |
| Register of Deeds | 8,324 | - |
| OPEB | 1,336,114 | - |
| Prepaid taxes not yet earned (General) | - | 65,378 |
| Prepaid taxes not yet earned (Special Revenue) | - | 100,546 |
| Deferred lease inflows (General) | - | 199,419 |
| Deferred fee and grant revenue (Business) | - | 74,975 |
| Deferred lease inflows (Business) | - | 298,326 |
| Exhibit 1 | <u>\$ 23,323,049</u> | <u>\$ 7,492,573</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Prepaid taxes not yet earned (General) | - | 65,378 |
| Taxes receivable, less penalties (General) | - | 1,643,906 |
| Deferred lease inflows (General) | - | 199,419 |
| Restricted Opioid settlement (Special Revenue) | - | 7,936,258 |
| Prepaid taxes not yet earned (Special Revenue) | <u>-</u> | <u>165,927</u> |
| Exhibit 3 | \$ <u>-</u> | \$ <u>10,010,888</u> |

4. Closure and Postclosure Care Costs

State and federal laws and regulations require the County to place a final cover on its Wayne County Sanitary Landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The County was required to stop accepting waste at its pre-subtitle D section of the Southern Landfill on December 31, 1997. In November, 2008, the County was allowed to renew the permit for this section for a period of five years. This permit allowed the landfill to use this section for construction and demolition waste. In January 1998, the County began operating in Phase 1 (approximately 23 acres) of its lined Subtitle D landfill. Subsequently, Phase 2 (approximately 20 acres) and Phase 3 (approximately 22 acres) of the landfill were developed and all phases are currently operational. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$9,335,624 reported as landfill closure and postclosure care liability at June 30, 2024, represents a cumulative amount reported to-date based on a financial assurance calculation using the remaining life of the pre-subtitle D landfill section, totaling \$2,720,402 and \$6,615,222 based on a financial assurance calculation using the remaining life of the Phases 1, 2 and 3 of the new lined landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$9,621,475 amortized over the remaining years of the life of the landfills. These amounts are based on what it would cost to perform all closure and postclosure care in 2024. Overall, all planned phases of this landfill are expected to close in the year 2037. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The County has met the requirements of a local government financial test that is one option under State and federal laws and regulations that help determine if a unit is financially able to meet closure and postclosure care requirements.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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. In order to address these risks, the County is insured through a municipal risk pool which provides its property and casualty insurance coverages. The main program provides replacement cost coverage on owned property with total insured values of \$214,000,000 subject to a \$5,000 deductible for all major perils (except flood and earthquake). Public entity fidelity coverage is included with a limit of \$250,000 each occurrence and a deductible of \$1,000. The automobile insurance covers newer County vehicles and all high-value vehicles for physical damage with a deductible of \$1,000. The program provides liability insurance limits of \$5 million each occurrence and annual aggregate for automobile, general liability, law enforcement liability, employment practices, and public officials' liability. Claims under the law enforcement and public officials' liability coverage are subject to a deductible of \$25,000 each occurrence or event. Claims for employment practices liability are subject to a \$5,000 deductible. Claims under the general liability and automobile liability coverage are covered on a first dollar basis (no deductible).

The County's property insurance program includes a \$10 million limit for damage due to flood for all locations outside of federally designated flood zone "A" subject to a \$25,000 deductible. Locations inside special hazard flood zones are also insured for damages due to flood with a limit of \$1 million subject to a deductible of \$500,000. Management of Wayne County has reviewed all areas that are prone to flood damage and determined that due to very limited financial exposure, no additional flood insurance would be purchased. All insurance arrangements utilized satisfy the County's minimum financial rating criteria.

In accordance with G.S. 159-29, the County's employees that have access to \$100 or more in cash or securities at any given time of the County's funds are performance bonded through a commercial surety bond. The Director of Finance, the Tax Collector, the Sheriff and the Register of Deeds are individually bonded in the following amounts: \$1,000,000, \$150,000, \$25,000 and \$50,000, respectively.

The County also operates a hospital self-insurance fund administered by Blue Cross and Blue Shield up to \$100,000 per employee. Amounts over \$100,000 per employee per claim year is picked up by excess insurance provided through Blue Cross and Blue Shield of North Carolina. Through the Plan, permanent full-time employees of the County are eligible to receive health care benefits with no lifetime maximum except in very specific treatments. The Board pays the full cost of coverage for employees enrolled in this plan who also fully participate in the County's Wellness Program.

The following represents the changes in approximate aggregate liabilities for the County's Hospital Self Insurance fund for the year. The \$541,693 is due in the current year.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | 2024 | 2023 |
|---|-------------------|-------------------|
| Liability balance, July 1, | \$ 576,976 | \$ 569,479 |
| Incurred claims & claim adjustment expenses | 8,538,051 | 8,689,017 |
| Claims & claims adjustment expenses | (8,573,334) | (8,681,520) |
| Liability Balance, June 30 | <u>\$ 541,693</u> | <u>\$ 576,976</u> |

The ABC Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. The ABC Board has property, general liability, auto liability, workmen's compensation and employee health coverage. The Board also has liquor legal liability.

There have been no significant reductions in insurance coverage in the prior year and settled claims have not exceeded coverage in any of the past three fiscal years.

In accordance with G.S. 18B-700(i), each board member and the employees designated as general manager and finance officer are bonded in the amount of \$50,000 secured by a corporate surety.

6. Contingent Liabilities

At June 30, 2024, 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. Leases

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

General Government Activities:

On 07/01/2021, Wayne County, NC entered into a 66 month-lease as Lessee for the use of Land Space - Firing Range. An initial lease liability was recorded in the amount of \$16,981. As of 06/30/2024, the value of the lease liability is \$6,874, and the value of the short-term lease liability is \$3,416. Wayne County, NC is required to make annual fixed payments of \$3,500. The lease has an interest rate of 1.2170%. The Land estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of 06/30/2024 of \$16,981 with accumulated amortization of \$9,262 is included with Land on the Lease Class activities table found below. Wayne County, NC has 1 extension option(s), each for 60 months.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

On 07/01/2021, Wayne County, NC entered into a 71 month-lease as Lessee for the use of Mail Feeder. An initial lease liability was recorded in the amount of \$16,011. As of 06/30/2024, the value of the lease liability is \$24,857, and the value of the short-term lease liability is \$9,084. Wayne County, NC is required to make quarterly fixed payments of \$2,299. The lease has an interest rate of 0.5140%. The Equipment estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of 06/30/2024 of \$50,144 with accumulated amortization of \$24,640 is included with Equipment on the Lease Class activities table found below. Wayne County, NC has 1 extension option(s), each for 24 months.

On 07/01/2021, Wayne County, NC entered into a 62 month-lease as Lessee for the use of Toshiba Wide Path Copier. An initial lease liability was recorded in the amount of \$24,760. As of 06/30/2024, the value of the lease liability is \$10,320, and the value of the short-term lease liability is \$4,744. Wayne County, NC is required to make monthly fixed payments of \$400. The lease has an interest rate of 0.6870%. The Equipment estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of 06/30/2024 of \$24,760 with accumulated amortization of \$14,193 is included with Equipment on the Lease Class activities table found below.

On 07/01/2023, Wayne County, NC entered into a 120 month-lease as Lessee for the use of 609 S. Wilson St. An initial lease liability was recorded in the amount of \$212,976. As of 06/30/2024, the value of the lease liability is \$188,976, and the value of the short-term lease liability is \$18,784. Wayne County, NC is required to make annual fixed payments of \$24,000. The lease has an interest rate of 2.7600%. The Building's estimated useful life was 0 months as of the contract commencement. The value of the right to use asset as of 06/30/2024 of \$212,976 with accumulated amortization of \$21,298 is included with Buildings on the Lease Class activities table found below.

| Governmental Activities: | Balance as of July 1, 2023 | | | Balance as of June 30, 2024 | | |
|---------------------------------|-------------------------------|------------|-----------|--------------------------------|--|--|
| | Additions | Reductions | | | | |
| Lease Liability | | | | | | |
| Buildings | | | | | | |
| 609 S. Wilson St | \$ - | \$ 212,976 | \$ 24,000 | \$ 188,976 | | |
| Total Building Lease Liability | - | 212,976 | 24,000 | 188,976 | | |
| Equipment | | | | | | |
| Mail Feeder | - | 34,132 | 9,037 | 25,095 | | |
| Toshiba Wide Path Copier | 15,031 | - | 4,711 | 10,320 | | |
| Total Equipment Lease Liability | 15,031 | 34,132 | 13,748 | 35,415 | | |
| Land | | | | | | |
| Land Space - Firing Range | 10,250 | - | 3,375 | 6,874 | | |
| Total Land Lease Liability | 10,250 | - | 3,375 | 6,874 | | |
| Total Lease Liability | \$ 25,281 | \$ 247,108 | \$ 41,123 | \$ 231,265 | | |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Principal and Interest Requirements to Maturity

| Fiscal Year | Governmental Activities | | |
|--|-------------------------|-------------------|----------------|
| | Principal Payments | Interest Payments | Total Payments |
| 2025 | \$ 36,029 | \$ 5,467 | \$ 41,496 |
| 2026 | 36,668 | 4,827 | 41,496 |
| 2027 | 27,514 | 4,183 | 31,697 |
| 2028 | 20,383 | 3,617 | 24,000 |
| 2029 | 20,946 | 3,055 | 24,000 |
| 2030 - 2033 | 89,725 | 6,275 | 96,000 |
| Total Principal Payments | 231,265 | | |
| Cumulative Variance as of Fiscal Year-End | | - | |
| Total Remaining Liability | \$ 231,265 | | |

The Wayne County ABC Board has entered into an agreement to lease a retail store building. The agreement was executed on February 25, 2020 to lease a retail store building and requires thirty-six monthly payments of \$3,667. There are no variable payment components of the lease. The lease liability is measured at a discount rate of 4.20%, which is the Board's incremental borrowing rate. As a result of the lease, the Board has recorded a right to use asset with a net book value of \$73,194 at June 30, 2024.

The future minimum lease obligation and the net present value of these minimum lease payments as of June 30, 2024, were as follows:

| Year ending June 30 | Principal | Interest | Total Principal and Interest |
|--------------------------------|------------------|-----------------|---|
| 2025 | \$ 44,789 | \$ 2,357 | \$ 47,146 |
| 2026 | 31,554 | 499 | 32,053 |
| 2027 | - | - | - |
| Total | \$ 76,343 | \$ 2,856 | \$ 79,199 |

b. Subscription Based Information Technology Arrangements (SBITAs)

The GASB Statement No. 96 provides a definition of Subscription-Based Information Technology Arrangements (SBITAs) and provides uniform guidance for accounting and financial reporting for such transactions. The guidance decreases diversity in the accounting and financial reporting for these transactions, thereby, increasing comparability in financial reporting among governments. Further, the reporting of a subscription asset (a right-to-use intangible capital asset) and a subscription liability enhances the relevance and reliability of the financial statements.

Governmental Activities:

On 07/01/2022, Wayne County, NC entered into a 53-month subscription for the use of Central Square - Software Application. An initial subscription liability was recorded in the amount of \$567,016. As of 06/30/2024, the value of the subscription liability is \$300,702, and the value of the short-term subscription liability is \$144,909. Wayne County, NC is

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

required to make annual fixed payments of \$137,642. The subscription has an interest rate of 2.2750%. The value of the right to use asset as of 06/30/2024 of \$567,016 with accumulated amortization of \$254,204 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 39-month subscription for the use of Medical Dispatch System - Quote #50575. An initial subscription liability was recorded in the amount of \$24,514. As of 06/30/2024, the value of the subscription liability is \$8,220, and the value of the short-term subscription liability is \$8,220. Wayne County, NC is required to make annual fixed payments of \$8,400. The subscription has an interest rate of 2.1840%. The value of the right to use asset as of 06/30/2024 of \$24,514 with accumulated amortization of \$14,932 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 39-month subscription for the use of Medical Dispatch System - Quote #50592. An initial subscription liability was recorded in the amount of \$28,015. As of 06/30/2024, the value of the subscription liability is \$9,395, and the value of the short-term subscription liability is \$9,395. Wayne County, NC is required to make annual fixed payments of \$9,600. The subscription has an interest rate of 2.1840%. The value of the right to use asset as of 06/30/2024 of \$28,015 with accumulated amortization of \$17,065 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 33-month subscription for the use of AmpliFund Grant Seeker. An initial subscription liability was recorded in the amount of \$26,540. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$13,500. The subscription has an interest rate of 2.4660%. The value of the right to use asset as of 06/30/2024 of \$48,362 with accumulated amortization of \$35,169 is included with Software on the Subscription Class activities table found below.

On 12/31/2022, Wayne County, NC entered into a 24-month subscription for the use of DebtBook Platform. An initial subscription liability was recorded in the amount of \$24,534. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$10,000. The subscription has an interest rate of 3.2070%. The value of the right to use asset as of 06/30/2024 of \$27,534 with accumulated amortization of \$21,557 is included with Software on the Subscription Class activities table found below.

On 09/08/2022, Wayne County, NC entered into a 14-month subscription for the use of Sophos Central Intercept. An initial subscription liability was recorded in the amount of \$5,457. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$2,752. The subscription has an interest rate of 1.7100%. The value of the right to use asset as of 06/30/2024 of \$0 with accumulated amortization of \$0 is included with Software on the Subscription Class activities table found below.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

On 07/01/2022, Wayne County, NC entered into a 15-month subscription for the use of PowerDMS - Compliance Management Platform. An initial subscription liability was recorded in the amount of \$16,550. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$16,621. The subscription has an interest rate of 1.7100%. The value of the right to use asset as of 06/30/2024 of \$0 with accumulated amortization of \$0 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 38-month subscription for the use of Cott - eRecording. An initial subscription liability was recorded in the amount of \$89,671. As of 06/30/2024, the value of the subscription liability is \$33,698, and the value of the short-term subscription liability is \$28,831. Wayne County, NC is required to make monthly fixed payments of \$2,440. The subscription has an interest rate of 2.1840%. The value of the right to use asset as of 06/30/2024 of \$89,671 with accumulated amortization of \$56,634 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 35-month subscription for the use of ESI WebEOC Software. An initial subscription liability was recorded in the amount of \$18,930. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$9,616. The subscription has an interest rate of 2.1840%. The value of the right to use asset as of 06/30/2024 of \$25,280 with accumulated amortization of \$17,335 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 24-month subscription for the use of CodeRED - Emergency Plus. An initial subscription liability was recorded in the amount of \$69,229. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$34,975. The subscription has an interest rate of 2.0240%. The value of the right to use asset as of 06/30/2024 of \$69,229 with accumulated amortization of \$68,562 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 38-month subscription for the use of Resolution 3 - READ ONLY. An initial subscription liability was recorded in the amount of \$7,401. As of 06/30/2024, the value of the subscription liability is \$2,770, and the value of the short-term subscription liability is \$2,371. Wayne County, NC is required to make monthly fixed payments of \$200. The subscription has an interest rate of 1.7100%. The value of the right to use asset as of 06/30/2024 of \$7,401 with accumulated amortization of \$4,674 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 25-month subscription for the use of Grant Management Software. An initial subscription liability was recorded in the amount of \$26,651. As of 06/30/2024, the value of the subscription liability is \$0, and the value of

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$13,500. The subscription has an interest rate of 2.0240%. The value of the right to use asset as of 06/30/2024 of \$35,261 with accumulated amortization of \$32,801 is included with Software on the Subscription Class activities table found below.

On 07/20/2022, Wayne County, NC entered into a 24-month subscription for the use of CivicClerk - Software. An initial subscription liability was recorded in the amount of \$21,420. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make annual fixed payments of \$10,840. The subscription has an interest rate of 2.0240%. The value of the right to use asset as of 06/30/2024 of \$21,420 with accumulated amortization of \$20,855 is included with Software on the Subscription Class activities table found below.

On 08/21/2023, Wayne County, NC entered into a 60-month subscription for the use of Fire Dispatch System. An initial subscription liability was recorded in the amount of \$85,506. As of 06/30/2024, the value of the subscription liability is \$67,306, and the value of the short-term subscription liability is \$16,037. Wayne County, NC is required to make annual fixed payments of \$18,200. The subscription has an interest rate of 3.2140%. The value of the right to use asset as of 06/30/2024 of \$85,506 with accumulated amortization of \$14,726 is included with Software on the Subscription Class activities table found below.

On 12/04/2023, Wayne County, NC entered into a 36-month subscription for the use of Sophos Central Intercept 2. An initial subscription liability was recorded in the amount of \$62,486. As of 06/30/2024, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. Wayne County, NC is required to make one-time fixed payments of \$62,486. The subscription has an interest rate of 4.3450%. The value of the right to use asset as of 06/30/2024 of \$62,486 with accumulated amortization of \$11,976 is included with Software on the Subscription Class activities table found below.

Business-type Activities (Maxwell Center):

On 07/01/2022, Wayne County, NC entered into a 59-month subscription for the use of VenueOps Annual Subscription. An initial subscription liability was recorded in the amount of \$28,876. As of 06/30/2024, the value of the subscription liability is \$16,184, and the value of the short-term subscription liability is \$7,603. Wayne County, NC is required to make annual fixed payments of \$6,600. The subscription has an interest rate of 2.3660%. The value of the right to use asset as of 06/30/2024 of \$28,876 with accumulated amortization of \$11,746 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Wayne County, NC entered into a 60-month subscription for the use of Cvent Event Diagramming. An initial subscription liability was recorded in the amount of \$23,214. As of 06/30/2024, the value of the subscription liability is \$15,269, and the value of the short-term subscription liability is \$4,479. Wayne County, NC is required to make annual fixed payments of \$4,000. The subscription has an interest rate of 2.3660%. The

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

value of the right to use asset as of 06/30/2024 of \$23,214 with accumulated amortization of \$9,286 is included with Software on the Subscription Class activities table found below.

| Governmental Activities | Balance as of July 1, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|---|-------------------------------|------------|------------|--------------------------------|
| Subscription Liability | | | | |
| Software | | | | |
| AmpliFund Grant Seeker | \$ - | \$ 13,212 | \$ 13,212 | \$ - |
| Central Square - Software Application | 435,323 | - | 134,620 | 300,703 |
| CivicClerk - Software | 10,580 | - | 10,580 | - |
| CodeRED - Emergency Plus | 34,281 | - | 34,281 | - |
| Cott - eRecording | 61,907 | - | 28,209 | 33,698 |
| DebtBook Platform | 14,534 | - | 14,534 | - |
| ESI WebEOC Software | 9,693 | - | 9,693 | - |
| Fire Dispatch System | - | 85,506 | 18,200 | 67,306 |
| Grant Management Software | 13,232 | - | 13,232 | - |
| Medical Dispatch System - Quote #50575 | 16,265 | - | 8,045 | 8,220 |
| Medical Dispatch System - Quote #50592 | 18,589 | - | 9,194 | 9,395 |
| PowerDMS - Compliance Management Platform | - | - | - | - |
| Resolution 3 - READ ONLY | 5,101 | - | 2,331 | 2,770 |
| Sophos Central Intercept | 2,705 | - | 2,705 | - |
| Sophos Central Intercept 2 | - | 62,486 | 62,486 | - |
| Total Software Subscription Liability | 622,210 | 161,204 | 361,322 | 422,092 |
| Total Subscription Liability | \$ 622,210 | \$ 161,204 | \$ 361,322 | \$ 422,092 |
| Business Type Activities | | | | |
| Maxwell Center | | | | |
| Subscription Liability | | | | |
| Software | | | | |
| Cvent Event Diagramming | \$ 19,214 | \$ - | \$ 3,945 | \$ 15,269 |
| VenueOps Annual Subscription | 22,902 | - | 6,718 | 16,184 |
| Total Software Subscription Liability | 42,116 | - | 10,663 | 31,453 |
| Total Subscription Liability | \$ 42,116 | \$ - | \$ 10,663 | \$ 31,453 |

Principal and Interest Requirements to Maturity

| Fiscal Year | Governmental Activities | | |
|--------------------------|--------------------------|-------------------|----------------|
| | Principal Payments | Interest Payments | Total Payments |
| 2025 | \$ 209,764 | \$ 9,866 | \$ 219,630 |
| 2026 | 177,611 | 5,206 | 182,818 |
| 2027 | 17,084 | 1,116 | 18,200 |
| 2028 | \$ 17,633 | \$ 567 | \$ 18,200 |
| Business-Type Activities | | | |
| Fiscal Year | Business-Type Activities | | |
| | Principal Payments | Interest Payments | Total Payments |
| 2025 | \$ 12,082 | \$ 744 | \$ 12,826 |
| 2026 | 13,650 | 458 | 14,108 |
| 2027 | \$ 5,721 | \$ 135 | \$ 5,856 |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

c. Promissory Note Payable

The County of Wayne entered into an intergovernmental agency agreement and contract with the North Carolina's Eastern Region (Region) under three promissory notes, dated April 17, 2014, June 10, 2014, and June 17, 2014, to use its funds from the Region in order to further economic development and infrastructure projects in the County. The County will use this loan for the purpose set forth in N.C.G.S. 158-7.1, which requires the County to use the proceeds for economic development or re-lend various amounts to area municipalities.

Pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, the County has made proper application to the North Carolina Local Government Commission for approval of the proposed financings.

As of June 30, 2019, the County had repaid all amounts owed under the three promissory notes; however, an amount is still owed from a local municipality.

As of June 30, 2024, the amount owed to Wayne County from the local municipality is as follows:

| | Payments | | |
|-----------------------|----------------------|-----------------------|---------------------|
| | <u>Original Loan</u> | <u>Received</u> | <u>Balance</u> |
| City of Goldsboro, NC | \$ 3,000,000 | \$ (1,400,000) | \$ 1,600,000 |
| | <u>\$ 3,000,000</u> | <u>\$ (1,400,000)</u> | <u>\$ 1,600,000</u> |

This amount owed is reported on the government wide financial statements as an increase to due from other governments. Payments received are over life of the loan.

5. Installment Financing Agreements

The County of Wayne has determined that it is necessary and expedient to finance the construction, renovation, and equipping of improvements to Eastern Wayne Middle School and Norwayne Middle School. Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the Project through an Installment Financing Agreement, as of October 1, 2011, between the County and BB&T, whereby BB&T shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal component of the installment payments due under the agreement shall be \$15,000,000 due October 1, 2025, with approximately equal annual sinking fund payments due annually each October 1, beginning October 1, 2012. The County will pay interest at a taxable rate of 4.33%, but will receive interest subsidy payments from the United States Treasury on account of the designation of the installment payments as Qualified School Construction Bonds (QSCB) under the federal tax laws, resulting in an effective interest rate of 0% to the County.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

The County of Wayne has determined that it is necessary and expedient to finance the construction, renovation, and equipping of improvements to Spring Creek Middle School and Grantham Middle School. Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the Project through an Installment Financing Agreement, as of July 14, 2014, between the County and Suntrust Bank, whereby Suntrust Bank shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal component of the installment payments due under the agreement shall be \$38,452,000 due August 1, 2015, with approximately equal semi-annual payments due annually each August 1 and February 1, beginning August 1, 2015, with one interest only payment made on February 1, 2015. The County will pay interest at a taxable rate of 3.55%. This note was refinanced with Suntrust bank in March, 2016. Principal payments will be made annually beginning August 1, 2016. The interest payments will be made semi-annually at a rate of 2.75% beginning August 1, 2016 and every six months thereafter.

The County of Wayne has determined that it is necessary and expedient to finance a portion of the Maxwell Agriculture and Convention Center. The County financed the Project through an USDA Rural Economic Development Loan Program, as of September 1, 2017, between the County and Tri-County Electric Membership Cooperative, whereby U.S. Department of Agriculture shall advance moneys to the County by passing it through the electric cooperative and the County, subject to its right of non-appropriation, shall repay the advance with interest, which is zero as decided by the cooperative, in installments. The principal component of the installment payments due under the agreement shall be \$19,323 due September 1, 2017 with equal monthly payments for 120 months.

The County of Wayne has determined that it is necessary and expedient to finance the purchase of finance office software, voting equipment, and fire department/emergency services radios. Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the Project through an Installment Financing Agreement, as of August 20, 2020, between the County and Truist Bank, whereby Truist Bank shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal component of the installment payments due under the agreement shall be \$10,000,000 due June 30, 2036, with approximately equal annual payments due each August 1st, beginning August, 2020. The County will pay interest at a taxable rate between 1.5% and 2.18%, depending on the portion allocated to the various items purchased.

The County of Wayne has determined that it is necessary and expedient to finance the construction, and equipping of Fremont School. Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the Project through an Installment Financing Agreement, as of August 11, 2022, between the County and Truist Bank, whereby Truist Bank shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal component of the installment payments due under the agreement shall be \$8,000,000 due August 1, 2023, with approximately equal annual payments due annually each August 1, beginning August 1, 2023. The County will pay interest at a taxable rate

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

of 2.99%. Principal and interest payments will be made annually beginning August 1, 2023.

The County of Wayne has determined that it is necessary and expedient to finance the construction, and equipping of an expanded Detention Center. Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the Project through an Installment Financing Agreement, as of February 9, 2023, between the County and Truist Bank, whereby Truist Bank shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal component of the installment payments due under the agreement shall be \$48,246,000 due in semi-annual payments alternating interest only payments beginning October 1, 2023 with principal and interest payments beginning April 4, 2024. The County will pay interest at a taxable rate of 3.68%.

The County of Wayne has determined that it is necessary and expedient to finance the construction, and equipping of a new DSS/Health Building. Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the Project through an Installment Financing Agreement, as of May 16, 2023, between the County and Truist Bank, whereby Truist Bank shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal component of the installment payments due under the agreement shall be \$38,392,000 due in semi-annual payments alternating interest only payments beginning October 1, 2023 with principal and interest payments beginning April 4, 2024. The County will pay interest at a taxable rate of 4.04%.

Pursuant to Article 8, Chapter 159 of the General Statutes of North Carolina, the County has made proper application to the North Carolina Local Government Commission for approval of the proposed financings.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Governmental activities:

The installment financing agreements are as follows:

| | |
|---|-----------------------|
| \$15,000,000 installment financing agreement, principal due October, 2025 with approximately equal annual sinking fund payments beginning October, 2012. Interest will be paid semi-annually at 4.33% annum. County will receive interest subsidy payments from the U.S. Treasury because the payments are designated as QSCB. Results in a 0% effective interest rate. | \$ 15,000,000 |
| \$38,452,000 installment financing agreement to be paid annually beginning August, 2015 with interest at 3.55% per annum, secured by real property. Final payment due August, 2034. Refinanced March, 2016 with a reduced rate of 2.75%. | 21,145,000 |
| \$10,000,000 installment financing agreement to be paid annually beginning August, 2020 with interest between 1.5% and 2.18% per annum, secured by real property. Final payment due June, 2036. | 7,210,000 |
| \$8,000,000 installment financing agreement to be paid annually beginning August, 2023 with interest at 2.99% per annum, secured by real property. Final payment due August, 2037. | 7,466,000 |
| \$48,256,000 installment financing agreement to be paid semi-annually beginning October, 2023 with interest at 3.68% per annum, secured by real property. Final payment due April, 2043. | 45,843,000 |
| \$38,392,000 installment financing agreement to be paid semi-annually beginning October, 2023 with interest at 4.04% per annum, secured by real property. Final payment due April, 2023. | 36,472,000 |
| | <u>\$ 133,136,000</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

For Governmental activities, the future minimum payments as of June 30, 2024 are:

| Year ending June 30 | Principal | Interest | Total Principal and Interest |
|------------------------|----------------------|----------------------|---------------------------------|
| 2025 | \$ 7,720,000 | \$ 4,740,029 | \$ 12,460,029 |
| 2026 | 22,719,000 | 4,162,476 | 26,881,476 |
| 2027 | 7,329,000 | 3,584,937 | 10,913,937 |
| 2028 | 7,328,000 | 3,338,013 | 10,666,013 |
| 2029 | 7,323,000 | 3,091,102 | 10,414,102 |
| 2030-2034 | 36,610,000 | 11,753,409 | 48,363,409 |
| 2035-2039 | 26,783,000 | 6,041,433 | 32,824,433 |
| 2040-2044 | 17,324,000 | 1,662,891 | 18,986,891 |
| Total | <u>\$133,136,000</u> | <u>\$ 38,374,290</u> | <u>\$ 171,510,290</u> |

Business-type activities:

The installment financing agreements are as follows:

Maxwell Center: \$2,318,767 installment financing agreement to be paid monthly beginning September, 2018 with interest at 0% per annum, secured by building. Final payment due September, 2028.

| |
|-------------------|
| \$ 734,276 |
| <u>\$ 734,276</u> |

For business type activities, the future minimum payments as of June 30, 2024 are:

| Year ending June 30 | Principal | Interest | Total Principal and Interest |
|------------------------|-------------------|-------------|---------------------------------|
| 2025 | \$ 231,877 | \$ - | \$ 231,877 |
| 2026 | 231,877 | - | 231,877 |
| 2027 | 231,877 | - | 231,877 |
| 2028 | 38,645 | - | 38,645 |
| 2029 | - | - | - |
| Thereafter | - | - | - |
| Total | <u>\$ 734,276</u> | <u>\$ -</u> | <u>\$ 734,276</u> |

6. Limited Obligation Bond

The County of Wayne has determined that it is necessary and expedient to finance the construction and renovation of various public school projects, in addition to, the construction of the Maxwell Center, the construction of the County Fiber Loop Project, the installation of the Sheriff Office software, and a public street assessment project.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County financed the NC Limited Obligation Bonds, Series 2017 through an agreement, as of June 28, 2017, between the County and U.S. Bank, whereby U.S. Bank shall advance moneys to the County and the County, subject to its right of non-appropriation, shall repay the advance with interest in installments. The principal amount of the Series 2017 bonds was \$35,945,000 over 19 years at a true interest cost of 2.72%. The balance as of June 30, 2024 is \$23,340,000. Governmental activities balance is \$14,220,000 as of June 30, 2024 and business-type activities balance is \$1,130,000 and \$7,990,000 as of June 30, 2024, sewer and Maxwell Center, respectively.

For governmental activities, the future minimum payments as of June 30, 2024 are:

| Year ending June 30 | Principal | Interest | Total Principal and Interest |
|--------------------------------|----------------------|---------------------|---|
| 2025 | \$ 1,210,000 | \$ 578,960 | \$ 1,788,960 |
| 2026 | 1,215,000 | 522,060 | 1,737,060 |
| 2027 | 1,200,000 | 461,310 | 1,661,310 |
| 2028 | 1,055,000 | 401,310 | 1,456,310 |
| 2029 | 1,055,000 | 348,560 | 1,403,560 |
| 2030-2034 | 5,275,000 | 1,110,400 | 6,385,400 |
| 2035-2039 | 3,210,000 | 191,280 | 3,401,280 |
| Total | \$ 14,220,000 | \$ 3,613,880 | \$ 17,833,880 |

For business-type activities, the future minimum payments as of June 30, 2024 are:

| Year ending June 30 | Principal | Interest | Total Principal and Interest |
|--------------------------------|---------------------|---------------------|---|
| 2025 | \$ 510,000 | \$ 366,540 | \$ 876,540 |
| 2026 | 515,000 | 342,440 | 857,440 |
| 2027 | 515,000 | 316,690 | 831,690 |
| 2028 | 765,000 | 290,940 | 1,055,940 |
| 2029 | 765,000 | 252,690 | 1,017,690 |
| 2030-2034 | 3,815,000 | 805,450 | 4,620,450 |
| 2035-2039 | 2,235,000 | 139,770 | 2,374,770 |
| Total | \$ 9,120,000 | \$ 2,514,520 | \$ 11,634,520 |

Debt Related to Capital Activities – Of the total Governmental Activities debt listed, all relates to assets the County holds title. Unspent restricted cash related to this debt amounts to \$1,244,709.

7. 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, 2024:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Balance July 01, 2023 | Increases | Decreases | Balance June 30, 2024 | Current Portion of Balance |
|--|--------------------------|---------------------|----------------------|--------------------------|----------------------------------|
| Governmental activities: | | | | | |
| Installment purchase contract | \$ 140,856,000 | \$ - | \$ 7,720,000 | \$ 133,136,000 | \$ 7,720,000 |
| Limited obligation bond | 15,595,000 | - | 1,375,000 | 14,220,000 | 1,210,000 |
| Leases | 25,280 | 247,108 | 41,123 | 231,265 | - |
| SBITA | 622,210 | 161,204 | 361,322 | 422,092 | - |
| Net OPEB liability | 36,329,208 | 89,689 | - | 36,418,897 | - |
| Total pension liability (LEOSSA) | 4,017,410 | 479,735 | - | 4,497,145 | - |
| Net pension liability (LGERS) | 26,632,750 | 4,815,189 | - | 31,447,939 | - |
| Compensated absences | 2,727,902 | 2,881,937 | 2,727,902 | 2,881,937 | 2,881,937 |
| Total governmental activities | <u>\$ 226,805,760</u> | <u>\$ 8,674,862</u> | <u>\$ 12,225,347</u> | <u>\$ 223,255,275</u> | <u>\$ 11,811,937</u> |
| Business-type activities: | | | | | |
| Solid Waste Disposal: | | | | | |
| Installment purchase contract | \$ - | \$ - | \$ - | \$ - | \$ - |
| Limited obligation bond | - | - | - | - | - |
| Accrued landfill closure and post-closure care costs | 8,744,435 | 591,189 | - | 9,335,624 | - |
| Net OPEB liability | 1,058,013 | 97,715 | - | 1,155,728 | - |
| Net pension liability (LGERS) | 1,428,455 | 222,921 | - | 1,651,376 | - |
| Compensated absences | 122,717 | 127,480 | 122,717 | 127,480 | 127,480 |
| Total governmental activities | <u>\$ 11,353,620</u> | <u>\$ 1,039,305</u> | <u>\$ 122,717</u> | <u>\$ 12,270,208</u> | <u>\$ 127,480</u> |
| Business-type activities: | | | | | |
| Sewer: | | | | | |
| Installment purchase contract | \$ - | \$ - | \$ - | \$ - | \$ - |
| Limited obligation bond | 1,220,000 | - | 90,000 | 1,130,000 | 80,000 |
| Accrued landfill closure and post-closure care costs | - | - | - | - | - |
| Net OPEB liability | 12,141 | 1,380 | - | 13,521 | - |
| Net pension liability (LGERS) | - | - | - | - | - |
| Compensated absences | - | - | - | - | - |
| Total governmental activities | <u>\$ 1,232,141</u> | <u>\$ 1,380</u> | <u>\$ 90,000</u> | <u>\$ 1,143,521</u> | <u>\$ 80,000</u> |
| Business-type activities: | | | | | |
| Jetport: | | | | | |
| Installment purchase contract | \$ - | \$ - | \$ - | \$ - | \$ - |
| Limited obligation bond | - | - | - | - | - |
| Accrued landfill closure and post-closure care costs | - | - | - | - | - |
| Net OPEB liability | 73,715 | 21,727 | - | 95,442 | - |
| Net pension liability (LGERS) | 95,230 | 12,468 | - | 107,698 | - |
| Compensated absences | 7,368 | 9,398 | 7,368 | 9,398 | 9,398 |
| Total governmental activities | <u>\$ 176,313</u> | <u>\$ 43,593</u> | <u>\$ 7,368</u> | <u>\$ 212,538</u> | <u>\$ 9,398</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| | Balance | Increases | Decreases | Balance | Current Portion of Balance | | |
|--|----------------------|---------------------|-------------------|----------------------|----------------------------------|--|--|
| | July 01, 2023 | | | June 30, 2024 | | | |
| Business-type activities: | | | | | | | |
| Maxwell Center: | | | | | | | |
| Installment purchase contract | \$ 966,153 | \$ - | \$ 231,877 | \$ 734,276 | \$ 231,877 | | |
| Limited obligation bond | 8,420,000 | - | 430,000 | 7,990,000 | 430,000 | | |
| Accrued landfill closure and post-closure care costs | - | - | - | - | - | | |
| SBITA | 42,116 | - | 10,663 | 31,453 | - | | |
| Net OPEB liability | - | - | - | - | - | | |
| Net pension liability (LGERS) | 222,204 | 64,992 | - | 287,196 | - | | |
| Compensated absences | 13,570 | 11,036 | 13,570 | 11,036 | 11,036 | | |
| Total governmental activities | <u>\$ 9,664,043</u> | <u>\$ 76,028</u> | <u>\$ 686,110</u> | <u>\$ 9,053,961</u> | <u>\$ 672,913</u> | | |
| | | | | | | | |
| | Balance | Increases | Decreases | Balance | Current Portion of Balance | | |
| | July 01, 2023 | | | June 30, 2024 | | | |
| Business-type activities: | | | | | | | |
| Combined: | | | | | | | |
| Installment purchase contract | \$ 966,153 | \$ - | \$ 231,877 | \$ 734,276 | \$ 231,877 | | |
| Limited obligation bond | 9,640,000 | - | 520,000 | 9,120,000 | 510,000 | | |
| Accrued landfill closure and post-closure care costs | 8,744,435 | 591,189 | - | 9,335,624 | - | | |
| SBITA | 42,116 | - | 10,663 | 31,453 | - | | |
| Net OPEB liability | 1,143,869 | 120,822 | - | 1,264,691 | - | | |
| Net pension liability (LGERS) | 1,745,889 | 300,381 | - | 2,046,270 | - | | |
| Compensated absences | 143,655 | 147,914 | 143,655 | 147,914 | 147,914 | | |
| Total governmental activities | <u>\$ 22,426,117</u> | <u>\$ 1,160,306</u> | <u>\$ 906,195</u> | <u>\$ 22,680,228</u> | <u>\$ 889,791</u> | | |

At June 30, 2024, Wayne County had no unissued bonds and a legal debt margin of \$765,263,926.

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

8. Debt Used for Capital Purposes

| | Governmental Activities | Business- type Activities | Total Debt |
|--------------------------------|----------------------------|------------------------------|-----------------------|
| | | | |
| Installment Purchase Contracts | \$ 133,136,000 | \$ 734,276 | \$ 133,870,276 |
| Limited Obligation Bonds | 14,220,000 | 9,120,000 | 23,340,000 |
| | <u>\$ 147,356,000</u> | <u>\$ 9,854,276</u> | <u>\$ 157,210,276</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

Interfund Balances and Activity

Transfers to/from other funds at June 30, 2024 consist of the following:

| Description | Amount |
|---|------------------------------|
| From the General fund to the Sewer fund to assist with debt payment associated with public school sewer facilities. | \$ (99,103) |
| From the General fund to Landfill fund to provide resources for operations. | (1,500) |
| From the General fund to Jetport fund to provide resources for operations. | (710,663) |
| From the General fund to Maxwell fund to provide resources for operations. | (1,646,468) |
| Total General Fund Transfers to Business Funds (Exhibit 2) | <u><u>\$ (2,457,734)</u></u> |

| Description | Amount |
|---|-------------------------------|
| From the General Fund to the County Capital Reserve to provide resources for capital outlay. | \$ (1,391,605) |
| From the General Fund to the DSS/Health Project fund to provide resources for capital outlay. | (3,277,158) |
| From the General Fund to the Jail Debt Project fund to provide resources for capital outlay. | (4,445,329) |
| From the General Fund to the Airport Fund to assist with operations and capital outlay. | (652,763) |
| From the General Fund to the Sewer Fund to assist with debt payment associated with public school sewer facilities. | (107,780) |
| From the General Fund to the Maxwell Center to assist with operations and capital outlay. | (1,669,301) |
| Total General Fund transfers out (Exhibit 4) | <u><u>\$ (11,543,936)</u></u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

| Description | Amount |
|--|-------------------------------|
| From the ARPA fund to the Jail Debt Project Fund to assist with CITE/Advanced Manufacturing capital outlay. | \$ (1,488,495) |
| From the ARPA fund to the Airport Fund to assist with stormwater capital outlay costs. | (87,900) |
| From the Fremont School Project Fund to the General Fund to reimburse for upfront project costs. | (16,928,615) |
| From the Street Assessment Fund to the General Fund to reimburse for costs. | (185,000) |
| From the DSS/Health Debt Project Fund to the General Fund to reimburse for prior year costs. | (347,933) |
| From the County Public School Capital Project Fund - Meadow Lane to the General Fund reimburse for prior year costs. | (365,313) |
| From the County Capital Project Fund to the General Fund to reimburse for prior year costs. | (187,175) |
| From the County Public School Capital Project Fund - School Buildings to the General Fund to reimburse for prior year costs. | (349,419) |
| From the County Capital Reserve Project Fund to the ARPA Fund to reimburse for items not paid by ARPA. | (207,550) |
| From the County Capital Reserve Project Fund to the General Fund to pay for various capital outlay purchases. | \$ (940,578) |
| Total Other Governmental Fund transfers out (Exhibit 4) | (21,087,978) |
| Total transfers out (Exhibit 4) | <u><u>\$ (32,631,914)</u></u> |

C. Net Investment in Capital Assets

Net investment in Capital Assets as of June 30, 2024 consists of the following:

| | Governmental Activities | Business-type Activities | Total | Wayne County ABC Board |
|----------------------------------|------------------------------|-----------------------------|------------------------------|----------------------------|
| Capital Assets, net | \$ 260,496,550 | \$ 59,687,908 | \$ 320,184,458 | \$ 3,027,129 |
| Leases, right to use, net | 235,467 | - | 235,467 | 73,194 |
| SBITA, right to use, net | 521,205 | 31,058 | 552,263 | - |
| Total Capital Assets | <u>\$ 261,253,222</u> | <u>\$ 59,718,966</u> | <u>\$ 320,972,188</u> | <u>\$ 3,100,323</u> |
| less: long-term debt | 147,356,000 | 9,854,276 | 157,210,276 | 73,194 |
| less: lease/SBITA liability | 653,357 | 31,454 | 684,811 | - |
| plus: Unspent debt proceeds | <u>1,244,709</u> | <u>-</u> | <u>1,244,709</u> | <u>-</u> |
| Net investment in capital assets | <u><u>\$ 114,488,574</u></u> | <u><u>\$ 49,833,236</u></u> | <u><u>\$ 164,321,810</u></u> | <u><u>\$ 3,027,129</u></u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

D. Fund Balance

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

| | |
|--|----------------------|
| Total fund balance - General Fund (Exhibit 3) | \$ 89,031,273 |
| Less: | |
| Restricted for: Stabilization by state statute | 14,636,449 |
| Restricted for: Future debt payments, QSCB | 12,865,751 |
| Restricted for: Public Schools | 7,371,123 |
| Restricted for: Tax revaluation | 491,358 |
| Restricted for: Law enforcement | 220,282 |
| Restricted for: Grants | 67,485 |
| Restricted for: Economic development | 9,177,532 |
| Committed for: Community College | 928,280 |
| Assigned for: Subsequent year's expenditures | 3,552,768 |
| Assigned for: Donations | 109,958 |
| Working Fund Balance Policy | <u>10,273,539</u> |
| | (59,694,525) |
| Remaining Fund Balance | <u>\$ 29,336,748</u> |

Wayne County has adopted a minimum fund balance policy for the General Fund which instructs management to conduct the business of the County in such a manner that available fund balance is at least equal to or greater than 14% of budgeted expenditures, including the amount restricted for state stabilization.

IV. Related Organization

The Wayne County Commissioners are responsible for appointing eight members of the ten-member board of the Wayne Health Corporation (Wayne Memorial Hospital), but the County's accountability for this organization does not extend beyond making these appointments. The Hospital is a nonprofit organization. It is funded entirely by fees for services provided.

V. Joint Ventures

The County, in conjunction with the State of North Carolina and the Wayne County Board of Education, participates in a joint venture to operate Wayne Community College. Each of the three participants appoints four members of the twelve-member board of trustees of the community college. The community college is included as a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the community college and also provides some financial support for the community college's operations. In addition to providing annual appropriations for the facilities, the County periodically issues general obligation bonds to provide financing for new and restructured facilities. No debt is outstanding at this time. The County has an ongoing financial responsibility for the community college because of the statutory responsibilities

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

to provide funding for the community college's facilities. The County contributed \$4,628,663 and \$1,093,397 to the community college for operating and capital purposes, respectively, during the fiscal year ended June 30, 2024. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2024. Complete financial statements for the community college may be obtained from the community college's administrative offices at 3000 Wayne Memorial Drive, Goldsboro, NC 27532.

The Wayne County Commissioners and the Goldsboro City Council created the Goldsboro-Wayne Area Transportation Authority. The Authority is to provide fixed-route bus transportation for all of Wayne County and to consolidate all public transportation services in the County. The Authority consists of a nine-member board of directors, seven voting members and two ex-officio members, appointed to one-year terms by the Wayne County Board of Commissioners and the City of Goldsboro City Council.

The County, the City of Goldsboro, and the Wayne County Economic Development Alliance, Inc. (WCDA) entered into a joint venture to develop a shell building on land owned by Wayne County. The plan is to bring new business into the area for economic growth by having a building available for their operations. WCDA contributed \$492,000 towards the project in the current fiscal year. After completion of the shell building, the City of Goldsboro will owe the County \$425,000 towards the construction costs with three annual payments of \$141,667 beginning twenty-five months after completion of the building. The City of Goldsboro has paid their portion of the costs in full in October, 2023.

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, which do not appear in the basic financial statements because they are not revenues and expenditures of the County.

| | Federal | State |
|---|-----------------------------|----------------------------|
| Medical Assistance Program | \$ 233,466,410 | \$ 96,692,761 |
| N.C. Health Choice | 1,311 | (813) |
| Supplemental Nutrition Assistance Program | 44,776,603 | - |
| Women, Infant, Children Program | 4,768,655 | - |
| Temporary Assistance for Needy Families | 1,284,180 | - |
| Family Preservation | 7,962 | |
| Refugee Assistance | 342,632 | (168,011) |
| Special Assistance for Adults | - | 682,936 |
| IV-E Foster Care/Adoption Subsidy | 977,775 | 233,599 |
| Child Welfare/Child Protective Services | - | 107,123 |
| CWS Adoption Subsidy and Vendor | - | 195,485 |
| | <hr/> <u>\$ 285,625,528</u> | <hr/> <u>\$ 97,743,080</u> |

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2024

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. Subsequent Events

On September 17, 2024, a resolution was approved to accept a grant from the U.S. Department of Housing and Urban Development (HUD) for the construction of an EMS station near the entrance of Seymour Johnson Air Force Base (SJAFB), amounting to \$2,011,000. This facility will significantly improve response times for both service members at SJAFB and citizens throughout the community.

On September 17, 2024, a funding agreement for the construction of Rosewood Middle School was approved for a total of \$35,325,000. This funding comprises of state block grant funding and SCIF grant funding. A determination will be made later whether additional funding sources such as debt financing, pay-as-you-go funding, or supplementary grant funding will be needed. We are committed to leveraging these resources effectively to ensure the successful completion of the project, which will provide lasting benefits for our student and residents.

During the 2023-2024 fiscal year, a decision was made by the Wayne County Board of Commissioners to convert the Sewer Fund from a proprietary fund to a general fund activity. Through June 30, 2024, the Sewer System was operating as a proprietary fund; however, the operations were supported by a Wayne County department, three local government entities, a public school, and two non-profit entities. Management has determined that this fund does not meet the essence of a business-type fund. The sewer activity is passed from the City of Goldsboro, through Wayne County, to these entities. Beginning July, 2024, the sewer system will operate as a function of the facilities department.

Required Supplemental Financial Data

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

Schedule of Changes in Total Other Postemployment (OPEB) Liability and Related Ratios

Schedule of County's Proportionate Share of Net Pension Liability (LGERS)

Schedule of County Contributions (LGERS)

Schedule of County's Proportionate Share of Net Pension Asset (ROD)

Schedule of County Contributions (ROD)

Schedule of Changes in Total Pension Liability (LEOSSA) and Related Ratios

Wayne County, North Carolina
Other Postemployment Benefits (OPEB)
Schedule of Changes in Total OPEB Liability and Related Ratios
June 30, 2024*

| | 2024 | 2023 |
|--|----------------------|----------------------|
| Service costs at end of the year** | \$ 571,039 | \$ 1,020,746 |
| Interest on TOL and cash flows | 1,333,928 | 1,020,127 |
| Changes of benefit terms | - | - |
| Differences between expected and actual experience | (330,941) | (1,506,559) |
| Changes of assumptions | (632,067) | (8,790,410) |
| Benefit payments | (731,447) | (951,298) |
| Net change in total OPEB liability | 210,512 | (9,207,394) |
| Total OPEB liability (TOL) - beginning | 37,473,077 | 46,680,471 |
| Total OPEB liability (TOL) - ending | \$ 37,683,589 | \$ 37,473,077 |

**The service cost includes interest for the year.

| | | |
|--|-----------|-----------|
| Covered-employee payroll*** | 8,916,099 | 8,916,099 |
| Total OPEB liability as a % of covered-employee payroll | 422.65% | 420.29% |

***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.

Notes to Schedule

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

| Year | Rate |
|-------------|-------------|
| 2024 | 3.65% |
| 2023 | 3.54% |
| 2022 | 2.16% |
| 2021 | 2.21% |
| 2020 | 3.50% |
| 2019 | 3.89% |
| 2018 | 3.56% |

No assets of the OPEB plan are accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB Plan.

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

Note: Wayne County implemented GASB Statement No. 75 for the fiscal year ended June 30, 2018; therefore, ten years of data is not yet available.

| 2022 | 2021 | 2020 | 2019 | 2018 |
|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ 1,015,805 | \$ 876,755 | \$ 779,945 | \$ 979,860 | \$ 1,129,480 |
| 1,003,874 | 1,373,935 | 1,351,482 | 1,301,395 | 1,179,241 |
| - | - | - | - | - |
| (117,877) | (3,334,940) | 61,302 | (1,261,468) | (111,921) |
| 823,798 | 8,105,276 | 2,475,570 | (1,932,010) | (4,089,514) |
| (902,069) | (1,075,969) | (988,353) | (816,597) | (643,166) |
| 1,823,531 | 5,945,057 | 3,679,946 | (1,728,820) | (2,535,880) |
| 44,856,940 | 38,911,883 | 35,231,937 | 36,960,757 | 39,496,637 |
| \$ 46,680,471 | \$ 44,856,940 | \$ 38,911,883 | \$ 35,231,937 | \$ 36,960,757 |
| 10,008,411 | 10,008,411 | 11,972,970 | 11,972,970 | 12,052,425 |
| 466.41% | 448.19% | 325.00% | 294.26% | 306.67% |

Wayne County, North Carolina
Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)
Local Governmental Employees' Retirement System
Last Ten Fiscal Years

| | 2024 | 2023 | 2022 | 2021 |
|--|---------------|---------------|---------------|---------------|
| County's Proportion of the net pension | 0.506% | 0.503% | 0.508% | 0.533% |
| County's proportionate share of the net pension liability (asset) \$ | \$ 33,494,209 | \$ 28,378,639 | \$ 7,795,575 | \$ 19,047,075 |
| County's covered payroll | \$ 41,907,479 | \$ 37,736,262 | \$ 36,937,526 | \$ 36,441,645 |
| County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | 79.924% | 75.203% | 21.105% | 52.267% |
| Plan fiduciary net position as a percentage of the total pension liability | 82.490% | 84.140% | 95.510% | 88.610% |

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

| 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---------------|---------------|---------------|---------------|---------------|----------------|
| 0.590% | 0.596% | 0.578% | 0.528% | 0.533% | 0.518% |
| \$ 16,118,448 | \$ 14,142,954 | \$ 8,832,072 | \$ 11,211,235 | \$ 2,390,956 | \$ (3,052,879) |
| \$ 37,295,354 | \$ 36,327,778 | \$ 34,691,540 | \$ 31,101,885 | \$ 30,402,981 | \$ 29,463,829 |
| 43.218% | 38.932% | 25.459% | 36.047% | 7.700% | -10.040% |
| 90.860% | 91.630% | 94.180% | 91.470% | 98.090% | 102.640% |

Wayne County, North Carolina
Schedule of County Contributions
Local Governmental Employees' Retirement System
Last Ten Fiscal Years

| | 2024 | 2023 | 2022 | 2021 |
|--|--------------------|---------------------------|--------------------|--------------------|
| Contractually required contribution | \$ 5,976,347 | \$ 5,063,043 | \$ 2,985,796 | \$ 3,793,895 |
| Contributions in relation to the contractually required contribution | <u>5,976,347</u> | <u>5,090,812</u> | <u>2,985,796</u> | <u>3,793,895</u> |
| Contribution deficiency (excess) | <u><u>\$ -</u></u> | <u><u>\$ (27,769)</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |
| County's covered payroll | \$ 45,954,303 | \$ 41,907,479 | \$ 37,736,262 | \$ 36,937,526 |
| Contributions as a percentage of covered payroll | 13.005% | 12.148% | 7.912% | 10.271% |

| 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ 3,333,247 | \$ 2,762,866 | \$ 2,548,954 | \$ 2,586,457 | \$ 2,123,597 | \$ 2,148,490 |
| <u>3,333,247</u> | <u>2,762,866</u> | <u>2,548,954</u> | <u>2,586,457</u> | <u>2,123,597</u> | <u>2,148,490</u> |
| <u><u>\$ -</u></u> |
| \$ 36,441,645 | \$ 37,295,354 | \$ 36,327,778 | \$ 34,691,540 | \$ 31,101,885 | \$ 30,402,981 |
| 9.147% | 7.408% | 7.017% | 7.456% | 6.830% | 7.070% |

Wayne County, North Carolina
Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)
 Register of Deeds' Supplemental Pension Fund
 Last Ten Fiscal Years

| | 2024 | 2023 | 2022 | 2021 |
|--|--------------|--------------|--------------|--------------|
| County's Proportion of the net pension liability (asset) % | 0.972% | 0.859% | 0.818% | 0.902% |
| County's proportionate share of the net pension liability (asset) \$ | \$ (116,776) | \$ (113,770) | \$ (157,230) | \$ (206,773) |
| County's covered payroll | \$ 71,674 | \$ 61,805 | \$ 75,528 | \$ 65,223 |
| County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | -162.927% | -184.079% | -208.174% | -317.025% |
| Plan fiduciary net position as a percentage of the total pension liability | 135.740% | 139.040% | 156.530% | 173.620% |

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

| 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--------------|--------------|--------------|--------------|--------------|--------------|
| 0.827% | 0.954% | 0.977% | 0.980% | 0.956% | 0.962% |
| \$ (163,353) | \$ (157,946) | \$ (166,701) | \$ (183,300) | \$ (221,556) | \$ (218,061) |
| \$ 64,230 | \$ 62,915 | \$ 62,531 | \$ 64,808 | \$ 58,761 | \$ 57,974 |
| -254.325% | -251.047% | -266.589% | -282.835% | -341.870% | -371.100% |
| 164.110% | 153.310% | 153.770% | 160.170% | 197.290% | 193.880% |

Wayne County, North Carolina
Schedule of County Contributions
 Register of Deeds' Supplemental Pension Fund
 Last Ten Fiscal Years

| | 2024 | 2023 | 2022 | 2021 |
|---|--------------|--------------|--------------|--------------|
| Contractually required contribution | \$ 8,672 | \$ 8,716 | \$ 9,851 | \$ 9,821 |
| Contribututions in relation to the contractually required contribution | <u>8,672</u> | <u>8,716</u> | <u>9,851</u> | <u>9,821</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| County's covered payroll | \$ 78,531 | \$ 71,674 | \$ 61,805 | \$ 75,528 |
| Contibutions as a percentage of covered | 11.043% | 12.161% | 15.939% | 13.003% |

| 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ 8,639 | \$ 8,161 | \$ 8,486 | \$ 7,814 | \$ 8,009 | \$ 7,650 |
| <u>8,639</u> | <u>8,161</u> | <u>8,486</u> | <u>7,814</u> | <u>8,009</u> | <u>7,650</u> |
| <u><u>\$ -</u></u> |
| \$ 65,223 | \$ 64,230 | \$ 62,915 | \$ 62,531 | \$ 64,808 | \$ 58,761 |
| 13.245% | 12.706% | 13.488% | 12.496% | 12.358% | 13.019% |

Wayne County, North Carolina
Schedule of Changes in Total Pension Liability
Law Enforcement Officers' Special Separation Allowance
Last Eight Fiscal Years *

| | 2024 | 2023 |
|--|---------------------|---------------------|
| Service costs at end of the year** | \$ 178,918 | \$ 253,140 |
| Interest on TOL and cash flows | 168,462 | 101,252 |
| Changes of benefit terms | - | - |
| Differences between expected and actual experience | 244,634 | 32,991 |
| Changes of assumptions | 105,287 | (779,300) |
| Benefit payments | (217,566) | (181,524) |
| Net change in total LEOSSA liability | 479,735 | (573,441) |
| Total LEOSSA liability (TOL) - beginning | 4,017,410 | 4,590,851 |
| Total LEOSSA liability (TOL) - ending | \$ 4,497,145 | \$ 4,017,410 |

***The service cost includes interest for the year.*

| | | |
|--|-----------|-----------|
| Covered employee payroll | 6,942,279 | 6,456,704 |
| Total LEOSSA liability as a % of covered employee payroll | 64.78% | 62.22% |

Notes to the schedules:

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

Changes in actuarial assumptions or other inputs:

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 Governmental Employees' Retirement System for the five-year period ending December 31, 2019, the following were updated: mortality rates, salary increase rates, service retirement rates, disability 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% and assumed wage inflation was increased from 0.5% to 1.0%.

December 31, 2016 Measurement Date: The Municipal Bond Index Rate increased from 3.57% to 3.86%.

*The amounts for each fiscal year were determined as of the prior December 31, measurement date.

Note: Wayne County implemented GASB Statement No. 73 for the fiscal year ended June 30, 2017; therefore, ten years of data is not yet available.

| 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$ 256,300 | \$ 166,663 | \$ 150,160 | \$ 147,373 | \$ 124,978 | \$ 119,982 |
| 85,302 | 99,555 | 91,746 | 75,742 | 76,588 | 67,593 |
| - | - | - | - | - | - |
| 46,873 | 67,585 | 318,232 | 121,079 | 112,524 | - |
| (130,124) | 1,185,123 | 99,637 | (107,909) | 177,740 | (50,080) |
| (174,601) | (131,296) | (121,594) | (103,778) | (54,409) | (38,993) |
| 83,750 | 1,387,630 | 538,181 | 132,507 | 437,421 | 98,502 |
| 4,507,101 | 3,119,471 | 2,581,290 | 2,448,783 | 2,011,362 | 1,912,860 |
| \$ 4,590,851 | \$ 4,507,101 | \$ 3,119,471 | \$ 2,581,290 | \$ 2,448,783 | \$ 2,011,362 |
| 6,301,213 | 6,210,377 | 6,208,401 | 5,925,898 | 5,497,204 | 4,948,972 |
| 72.86% | 72.57% | 50.25% | 43.56% | 44.55% | 40.64% |

General Fund

Major Fund

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

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---|-------------------|-------------------|---|
| Revenues | | | |
| Ad valorem taxes | | | |
| Taxes | \$ 69,580,093 | \$ 70,681,350 | \$ 1,101,257 |
| Penalties and interest | 341,200 | 423,080 | 81,880 |
| Total | <u>69,921,293</u> | <u>71,104,430</u> | <u>1,183,137</u> |
| Local option sales tax | | | |
| Article 39 one percent | 12,244,419 | 13,654,334 | 1,409,915 |
| Article 40 one/half of one percent | 8,877,551 | 9,323,915 | 446,364 |
| Article 42 one/half of one percent | 7,360,419 | 7,979,866 | 619,447 |
| Article 44 one/half of one percent | 2,123,654 | 2,514,647 | 390,993 |
| Total | <u>30,606,043</u> | <u>33,472,762</u> | <u>2,866,719</u> |
| Other taxes and licenses | | | |
| Cable TV franchise tax | 375,000 | 330,839 | (44,161) |
| Sales tax - Medicaid Hold Harmless | 500,000 | (134,968) | (634,968) |
| Excise tax | 1,248,731 | 1,139,323 | (109,408) |
| Leased vehicle tax | 85,000 | 92,690 | 7,690 |
| Total | <u>2,208,731</u> | <u>1,427,884</u> | <u>(780,847)</u> |
| Unrestricted intergovernmental revenues | | | |
| Beer and wine | 556,925 | 436,879 | (120,046) |
| Incentives | 200,550 | 294,438 | 93,888 |
| Total | <u>757,475</u> | <u>731,317</u> | <u>(26,158)</u> |
| Restricted intergovernmental | | | |
| Federal and State grants | 35,651,520 | 19,520,619 | (16,130,901) |
| Court facility fees | 142,250 | 144,103 | 1,853 |
| Total | <u>35,793,770</u> | <u>19,664,722</u> | <u>(16,129,048)</u> |
| Permits and fees | | | |
| Building permits and inspection fees | 775,000 | 919,244 | 144,244 |
| Register of Deeds | 667,638 | 614,509 | (53,129) |
| Total | <u>1,442,638</u> | <u>1,533,753</u> | <u>91,115</u> |
| Charges for services | | | |
| Rents, and fees | 6,875,583 | 10,338,352 | 3,462,769 |
| Jail fees | 2,039,150 | 1,500,899 | (538,251) |
| Service fees | 4,084,144 | 3,364,381 | (719,763) |
| Tax collection fees | 336,000 | 363,807 | 27,807 |
| Total | <u>13,334,877</u> | <u>15,567,439</u> | <u>2,232,562</u> |
| Investment earnings | \$ 1,830,495 | \$ 2,072,343 | \$ 241,848 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--------------------------------------|--------------------|--------------------|---|
| Revenues (cont'd) | | | |
| Miscellaneous | | | |
| Donations | \$ 43,628 | \$ 147,249 | \$ 103,621 |
| Refunds and reimbursements | 205,000 | 281,212 | 76,212 |
| Other | 1,609,749 | 1,692,173 | 82,424 |
| Total | <u>1,858,377</u> | <u>2,120,634</u> | <u>262,257</u> |
| Payments from various municipalities | 212,360 | - | (212,360) |
| Total revenues | 157,966,059 | 147,695,284 | (10,270,775) |
| Expenditures | | | |
| General government | | | |
| Board of commissioners | | | |
| Board - per diem | 181,392 | 181,389 | 3 |
| Operating expenditures | 287,125 | 265,250 | 21,875 |
| Capital outlay | 196,507 | 181,365 | 15,142 |
| Total | <u>665,024</u> | <u>628,004</u> | <u>37,020</u> |
| County manager | | | |
| Salaries and employee benefits | 620,082 | 621,014 | (932) |
| Operating expenditures | <u>63,777</u> | <u>57,010</u> | <u>6,767</u> |
| Total | <u>683,859</u> | <u>678,024</u> | <u>5,835</u> |
| Board of elections | | | |
| Salaries and employee benefits | 350,515 | 344,115 | 6,400 |
| Per diem | 19,500 | 18,900 | 600 |
| Operating expenditures | 733,314 | 583,293 | 150,021 |
| Total | <u>1,103,329</u> | <u>946,308</u> | <u>157,021</u> |
| Finance | | | |
| Salaries and employee benefits | 1,098,061 | 1,044,267 | 53,794 |
| Operating expenditures | <u>567,991</u> | <u>464,250</u> | <u>103,741</u> |
| Total | <u>1,666,052</u> | <u>1,508,517</u> | <u>157,535</u> |
| Information and technology | | | |
| Salaries and employee benefits | 1,438,414 | 1,129,994 | 308,420 |
| Operating expenditures | 1,428,514 | 749,110 | 679,404 |
| Capital outlay | - | 1,200 | (1,200) |
| Total | <u>2,866,928</u> | <u>1,880,304</u> | <u>986,624</u> |
| Communications | | | |
| Salaries and employee benefits | 232,607 | 182,137 | 50,470 |
| Operating expenditures | 100,667 | 47,784 | 52,883 |
| Total | <u>\$ 333,274</u> | <u>\$ 229,921</u> | <u>\$ 103,353</u> |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| Expenditures (cont'd) | Budget | Actual | Variance Positive (Negative) |
|--------------------------------|----------------|----------------|---|
| | | | |
| Tax listing | | | |
| Salaries and employee benefits | \$ 1,078,927 | \$ 1,058,123 | \$ 20,804 |
| Operating expenditures | 717,820 | 655,288 | 62,532 |
| Total | 1,796,747 | 1,713,411 | 83,336 |
| Tax revaluation | | | |
| Salaries and employee benefits | 136,696 | 22,960 | 113,736 |
| Operating expenditures | 490,100 | 269,962 | 220,138 |
| Total | 626,796 | 292,922 | 333,874 |
| GIS | | | |
| Salaries and employee benefits | 136,777 | 129,888 | 6,889 |
| Operating expenditures | 12,520 | 10,394 | 2,126 |
| Total | 149,297 | 140,282 | 9,015 |
| County-staff attorney | | | |
| Salaries and employee benefits | 252,913 | 252,680 | 233 |
| Operating expenditures | 326,050 | 143,270 | 182,780 |
| Total | 578,963 | 395,950 | 183,013 |
| County attorney | | | |
| Salaries and employee benefits | 149,271 | 149,332 | (61) |
| Operating expenditures | 91,700 | 62,143 | 29,557 |
| Total | 240,971 | 211,475 | 29,496 |
| Register of Deeds | | | |
| Salaries and employee benefits | 555,431 | 529,423 | 26,008 |
| Operating expenditures | 776,334 | 662,537 | 113,797 |
| Total | 1,331,765 | 1,191,960 | 139,805 |
| Buildings and grounds | | | |
| Salaries and employee benefits | 2,510,580 | 2,319,408 | 191,172 |
| Operating expenditures | 609,865 | 595,224 | 14,641 |
| Utilities | 1,112,583 | 1,234,726 | (122,143) |
| Maintenance | 447,050 | 453,182 | (6,132) |
| Capital outlay | 3,998,174 | 3,122,907 | 875,267 |
| Total | 8,678,252 | 7,725,447 | 952,805 |
| Central services | | | |
| Salaries and employee benefits | 1,377,362 | 930,519 | 446,843 |
| Operating expenditures | 651,191 | 430,741 | 220,450 |
| Fixed charges | 1,080,450 | 1,038,190 | 42,260 |
| Contra accounts | (4,827,525) | (3,827,525) | (1,000,000) |
| Total | \$ (1,718,522) | \$ (1,428,075) | \$ (290,447) |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------|----------------------|---------------------|---|
| Expenditures (cont'd) | | | |
| Fleet Management | | | |
| Salaries and employee benefits | \$ 223,273 | \$ 223,017 | \$ 256 |
| Operating expenditures | 559,098 | 509,456 | 49,642 |
| Total | <u>782,371</u> | <u>732,473</u> | <u>49,898</u> |
| Planning board | | | |
| Salaries and employee benefits | 472,545 | 425,516 | 47,029 |
| Operating expenditures | 309,090 | 240,119 | 68,971 |
| Capital outlay | 25,887 | 25,887 | - |
| Total | <u>807,522</u> | <u>691,522</u> | <u>116,000</u> |
| Personnel | | | |
| Salaries and employee benefits | 709,493 | 643,994 | 65,499 |
| Operating expenditures | 143,055 | 110,687 | 32,368 |
| Total | <u>852,548</u> | <u>754,681</u> | <u>97,867</u> |
| County aid | | | |
| Capital outlay | 99,098 | 154,088 | (54,990) |
| Total | <u>99,098</u> | <u>154,088</u> | <u>(54,990)</u> |
| Court facilities | | | |
| Superior court | 50,000 | 50,000 | - |
| Law library | 99,940 | 16,324 | 83,616 |
| Capital outlay | 7,345 | 1,469 | 5,876 |
| Total | <u>157,285</u> | <u>67,793</u> | <u>89,492</u> |
| Total general government | 21,701,559 | 18,515,007 | 3,136,654 |
| Public Safety | | | |
| Medical examiner | | | |
| Professional services | 107,370 | 104,250 | 3,120 |
| Total | <u>107,370</u> | <u>104,250</u> | <u>3,120</u> |
| Office of the sheriff | | | |
| Salaries and employee benefits | 10,640,876 | 10,217,317 | 423,559 |
| Operating expenditures | 2,386,298 | 1,854,701 | 531,597 |
| Capital outlay | 1,049,024 | 439,353 | 609,671 |
| Total | <u>14,076,198</u> | <u>12,511,371</u> | <u>1,564,827</u> |
| County jail | | | |
| Salaries and employee benefits | 7,120,066 | 7,026,128 | 93,938 |
| Operating expenditures | 3,043,717 | 2,455,863 | 587,854 |
| Capital outlay | 37,999 | 8,540 | 29,459 |
| Total | <u>\$ 10,201,782</u> | <u>\$ 9,490,531</u> | <u>\$ 711,251</u> |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| Expenditures (cont'd) | Budget | Actual | Variance Positive (Negative) |
|--------------------------------|----------------------|----------------------|---|
| | | | |
| Day reporting center | | | |
| Salaries and employee benefits | \$ 394,117 | \$ 386,313 | \$ 7,804 |
| Operating expenditures | 177,665 | 120,103 | 57,562 |
| Total | 571,782 | 506,416 | 65,366 |
| Sheriff grant | | | |
| Operating expenditures | - | (5,000) | 5,000 |
| Total | - | (5,000) | 5,000 |
| NC resource officers | | | |
| Salaries and employee benefits | 1,476,392 | 1,447,584 | 28,808 |
| Operating expenditures | 161,647 | 143,698 | 17,949 |
| Total | 1,638,039 | 1,591,282 | 46,757 |
| Emergency services | | | |
| Salaries and employee benefits | 370,848 | 359,517 | 11,331 |
| Operating expenditures | 984,046 | 790,854 | 193,192 |
| Capital outlay | 59,091 | 48,583 | 10,508 |
| Total | 1,413,985 | 1,198,954 | 215,031 |
| Emergency telephone | | | |
| Salaries and employee benefits | 2,350,307 | 2,030,605 | 319,702 |
| Operating expenditures | 98,116 | 70,785 | 27,331 |
| Capital outlay | 75,358 | 75,253 | 105 |
| Total | 2,523,781 | 2,176,643 | 347,138 |
| Inspectors | | | |
| Salaries and employee benefits | 617,713 | 581,277 | 36,436 |
| Operating expenditures | 78,541 | 60,446 | 18,095 |
| Capital outlay | 34,730 | 34,730 | - |
| Total | 730,984 | 676,453 | 54,531 |
| Emergency medical services | | | |
| Salaries and employee benefits | 8,730,677 | 8,303,293 | 427,384 |
| Operating expenditures | 6,271,102 | 5,209,437 | 1,061,665 |
| Total | 15,001,779 | 13,512,730 | 1,489,049 |
| Animal control | | | |
| Salaries and employee benefits | 989,346 | 773,406 | 215,940 |
| Operating expenditures | 297,271 | 272,310 | 24,961 |
| Capital outlay | 21,815 | 21,815 | - |
| Total | 1,308,432 | 1,067,531 | 240,901 |
| Total public safety | \$ 47,574,132 | \$ 42,831,161 | \$ 4,742,971 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|--|----------------------|---------------------|---|
| Transportation | | | |
| Salaries and employee benefits | \$ 77,028 | \$ 35,603 | \$ 41,425 |
| Mount Olive Airport | 33,281 | 8,320 | 24,961 |
| Mass transit | <u>487,309</u> | <u>370,053</u> | 117,256 |
| Total | <u>597,618</u> | <u>413,976</u> | <u>183,642</u> |
| Total transportation | \$ 597,618 | \$ 413,976 | \$ 183,642 |
| Economic and physical development | | | |
| Agricultural extension service | | | |
| Salaries and employee benefits | 193,508 | 172,051 | 21,457 |
| Operating expenditures | <u>772,663</u> | <u>700,113</u> | 72,550 |
| Total | <u>966,171</u> | <u>872,164</u> | <u>94,007</u> |
| Soil conservation service | | | |
| Salaries and employee benefits | 314,820 | 310,680 | 4,140 |
| Operating expenditures | 42,053 | 19,682 | 22,371 |
| Capital outlay | <u>2,923,092</u> | <u>39,257</u> | 2,883,835 |
| Total | <u>3,279,965</u> | <u>369,619</u> | <u>2,910,346</u> |
| Hazardous mitigation | | | |
| Operating expenditures | <u>1,688,490</u> | <u>1,217,616</u> | 470,874 |
| Total | <u>1,688,490</u> | <u>1,217,616</u> | <u>470,874</u> |
| Economic development | | | |
| Other | 3,722,607 | 984,094 | 2,738,513 |
| Capital Outlay | <u>1,872,610</u> | <u>1,777,056</u> | 95,554 |
| Total | <u>5,595,217</u> | <u>2,761,150</u> | <u>2,834,067</u> |
| Economic Development Commission | | | |
| Salaries and employee benefits | 93,871 | 93,896 | (25) |
| Operating expenditures | <u>757,236</u> | <u>444,705</u> | 312,531 |
| Total | <u>851,107</u> | <u>538,601</u> | <u>312,506</u> |
| Total economic and physical development | \$ 12,380,950 | \$ 5,759,150 | \$ 6,621,800 |
| Human services | | | |
| Veterans service officer | | | |
| Salaries and employee benefits | 273,281 | 252,681 | 20,600 |
| Operating expenditures | <u>22,400</u> | <u>12,934</u> | 9,466 |
| Total | <u>295,681</u> | <u>265,615</u> | <u>30,066</u> |
| WAGES/Communities in School | | | |
| Transportation | <u>822,766</u> | <u>854,602</u> | (31,836) |
| Total | <u>\$ 822,766</u> | <u>\$ 854,602</u> | <u>\$ (31,836)</u> |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---|-----------|-----------|------------------------------------|
| | | | |
| Expenditures (cont'd) | | | |
| 4-H Program | | | |
| Salaries and employee benefits | \$ 4,939 | \$ 3,984 | \$ 955 |
| Operating expenditures | 120,585 | 47,204 | 73,381 |
| Total | 125,524 | 51,188 | 74,336 |
| <i>Children and youth council</i> | | | |
| Youth council | | | |
| Operating expenditures | 657,641 | 656,929 | 712 |
| Total | 657,641 | 656,929 | 712 |
| <i>Total children and youth council</i> | 657,641 | 656,929 | 712 |
| <i>Senior citizens</i> | | | |
| Chore | | | |
| Salaries and employee benefits | 581,293 | 478,005 | 103,288 |
| Operating expenditures | 55,941 | 40,821 | 15,120 |
| Total | 637,234 | 518,826 | 118,408 |
| Transportation | | | |
| Salaries and employee benefits | 31,053 | 22,741 | 8,312 |
| Transportation | 47,850 | 32,600 | 15,250 |
| Total | 78,903 | 55,341 | 23,562 |
| Senior center health promotion | | | |
| Salaries and employee benefits | 7,588 | 5,812 | 1,776 |
| Operating expenditures | 17,073 | 12,952 | 4,121 |
| Total | 24,661 | 18,764 | 5,897 |
| Transportation general | | | |
| Salaries and employee benefits | 31,074 | 22,742 | 8,332 |
| Operating expenditures | 5,440 | 4,054 | 1,386 |
| Transportation | 80,626 | 36,201 | 44,425 |
| Total | 117,140 | 62,997 | 54,143 |
| <i>Information/care assistance</i> | | | |
| Salaries and employee benefits | 68,727 | 50,547 | 18,180 |
| Operating expenditures | 10,664 | 8,212 | 2,452 |
| Total | 79,391 | 58,759 | 20,632 |
| <i>State chore</i> | | | |
| Salaries and employee benefits | 28,338 | 29,193 | (855) |
| Operating expenditures | 3,350 | 2,319 | 1,031 |
| Total | \$ 31,688 | \$ 31,512 | \$ 176 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| Expenditures (cont'd) | Budget | Actual | Variance Positive (Negative) |
|--------------------------------------|------------------|------------------|---|
| | | | |
| Family care givers | | | |
| Operating expenditures | \$ 25,800 | \$ 22,043 | \$ 3,757 |
| Total | 25,800 | 22,043 | 3,757 |
| Senior citizens program | | | |
| Salaries and employee benefits | 243,510 | 232,393 | 11,117 |
| Operating expenditures | 676,057 | 357,665 | 318,392 |
| Capital outlay | 32,995 | 213,929 | (180,934) |
| Total | 952,562 | 803,987 | 148,575 |
| SHIIP | | | |
| Salaries and employee benefits | 23,301 | 10,287 | 13,014 |
| Operating expenditures | 2,197 | 740 | 1,457 |
| Total | 25,498 | 11,027 | 14,471 |
| <i>Total senior citizens program</i> | <i>1,972,877</i> | <i>1,583,256</i> | <i>389,621</i> |
| <i>Social services</i> | | | |
| Administration | | | |
| Salaries and employee benefits | 1,143,466 | 882,851 | 260,615 |
| Operating expenditures | 12,160 | 11,485 | 675 |
| Total | 1,155,626 | 894,336 | 261,290 |
| Child support - Title IV-D | | | |
| Operating expenditures | 1,335,047 | 1,333,413 | 1,634 |
| Professional services | 196,745 | 161,431 | 35,314 |
| Total | 1,531,792 | 1,494,844 | 36,948 |
| Energy assistance | | | |
| Crisis intervention program | 582,542 | 19,297 | 563,245 |
| Progress Energy assistance | 806,400 | 50,759 | 755,641 |
| Total | 1,388,942 | 70,056 | 1,318,886 |
| Other administrative expenditures | | | |
| Operating expenditures | 2,468,912 | 1,962,382 | 506,530 |
| Capital outlay | 75,384 | - | 75,384 |
| Total | 2,544,296 | 1,962,382 | 581,914 |
| Regular service administrative | | | |
| Salaries and employee benefits | 6,025,547 | 4,504,683 | 1,520,864 |
| Operating expenditures | 132,450 | 118,901 | 13,549 |
| Total | 6,157,997 | 4,623,584 | 1,534,413 |
| Income maintenance | | | |
| Salaries and employee benefits | 7,119,067 | 6,237,285 | 881,782 |
| Operating expenditures | 83,000 | 45,047 | 37,953 |
| Total | \$ 7,202,067 | \$ 6,282,332 | \$ 919,735 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| Expenditures (cont'd) | Budget | Actual | Variance Positive (Negative) |
|--------------------------------|-------------------|-------------------|---|
| | | | |
| Public assistance programs | | | |
| Special assistance to adults | \$ 1,023,552 | \$ 1,000,780 | \$ 22,772 |
| Adoption assistance | 71,972 | 13,540 | 58,432 |
| Miscellaneous | 174,752 | 27,433.00 | 147,319 |
| Total | 1,270,276 | 1,041,753 | 228,523 |
| Purchased services | | | |
| Foster care | 824,426 | 823,083 | 1,343 |
| Transportation | 91,437 | 44,847 | 46,590 |
| Professional services | 105,000 | 70,133 | 34,867 |
| Miscellaneous | 41,793 | 42,497 | (704) |
| Total | 1,062,656 | 980,560 | 82,096 |
| Work first block grant | | | |
| Education | 5,000 | - | 5,000 |
| Transportation | 60,000 | 44,975 | 15,025 |
| Total | 65,000 | 44,975 | 20,025 |
| County only assistance | | | |
| Miscellaneous services | 49,600 | 12,325 | 37,275 |
| Clothing | 45,000 | 42,621 | 2,379 |
| Total | 94,600 | 54,946 | 39,654 |
| <i>Total social services</i> | <i>22,473,252</i> | <i>17,449,768</i> | <i>5,023,484</i> |
| <i>Public health</i> | | | |
| Health administration | | | |
| Salaries and employee benefits | 1,206,295 | 509,370 | 696,925 |
| Operating expenditures | 704,282 | 309,553 | 394,729 |
| Total | 1,910,577 | 818,923 | 1,091,654 |
| Communicable diseases | | | |
| Salaries and employee benefits | 79,450 | 33,832 | 45,618 |
| Operating expenditures | 685,005 | 14,594 | 670,411 |
| Total | 764,455 | 48,426 | 716,029 |
| Tuberculosis | | | |
| Salaries and employee benefits | 276,771 | 167,068 | 109,703 |
| Operating expenditures | 34,013 | 23,742 | 10,271 |
| Total | 310,784 | 190,810 | 119,974 |
| Smart Start health services | | | |
| Salaries and employee benefits | 66,268 | 51,921 | 14,347 |
| Operating expenditures | 10,355 | 4,195 | 6,160 |
| Total | \$ 76,623 | \$ 56,116 | \$ 20,507 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| Expenditures (cont'd) | Budget | Actual | Variance Positive (Negative) |
|--------------------------------|---------------|---------------|---|
| | | | |
| Health promotion | | | |
| Salaries and employee benefits | \$ 410,744 | \$ 283,869 | \$ 126,875 |
| Operating expenditures | 430,165 | 184,504 | 245,661 |
| Total | 840,909 | 468,373 | 372,536 |
| Adult health | | | |
| Salaries and employee benefits | 360,733 | 305,744 | 54,989 |
| Operating expenditures | 184,361 | 127,668 | 56,693 |
| Total | 545,094 | 433,412 | 111,682 |
| Maternity care project | | | |
| Salaries and employee benefits | 1,819,450 | 1,604,371 | 215,079 |
| Operating expenditures | 359,824 | 178,753 | 181,071 |
| Total | 2,179,274 | 1,783,124 | 396,150 |
| Child health | | | |
| Salaries and employee benefits | 437,050 | 344,515 | 92,535 |
| Operating expenditures | 448,188 | 159,585 | 288,603 |
| Total | 885,238 | 504,100 | 381,138 |
| Child services coordinator | | | |
| Salaries and employee benefits | 528,236 | 511,492 | 16,744 |
| Operating expenditures | 34,572 | 18,636 | 15,936 |
| Total | 562,808 | 530,128 | 32,680 |
| Dental program | | | |
| Salaries and employee benefits | 158,501 | 122,484 | 36,017 |
| Operating expenditures | 317,651 | 96,607 | 221,044 |
| Capital outlay | 17,850 | 17,850 | - |
| Total | 494,002 | 236,941 | 257,061 |
| Family planning | | | |
| Salaries and employee benefits | 1,192,310 | 1,076,906 | 115,404 |
| Operating expenditures | 271,089 | 185,873 | 85,216 |
| Total | 1,463,399 | 1,262,779 | 200,620 |
| AIDS control | | | |
| Salaries and employee benefits | 335,883 | 280,830 | 55,053 |
| Operating expenditures | 49,558 | 25,275 | 24,283 |
| Total | \$ 385,441 | \$ 306,105 | \$ 79,336 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| Expenditures (cont'd) | Budget | Actual | Variance Positive (Negative) |
|--------------------------------|----------------------|----------------------|---|
| | | | |
| Women, infants and children | | | |
| Salaries and employee benefits | \$ 1,078,187 | \$ 997,426 | \$ 80,761 |
| Operating expenditures | 141,807 | 92,905 | 48,902 |
| Total | 1,219,994 | 1,090,331 | 129,663 |
| Environmental health | | | |
| Salaries and employee benefits | 850,445 | 828,626 | 21,819 |
| Operating expenditures | 70,516 | 54,973 | 15,543 |
| Total | 920,961 | 883,599 | 37,362 |
| Bioterrorism program | | | |
| Salaries and employee benefits | 49,437 | 49,437 | - |
| Operating expenditures | 32,667 | 15,888 | 16,779 |
| Total | 82,104 | 65,325 | 16,779 |
| Opiod Action Plan | | | |
| Salaries and employee benefits | 11,430 | 9,456 | 1,974 |
| Operating expenditures | 36,569 | 35,302 | 1,267 |
| Total | 47,999 | 44,758 | 3,241 |
| Project Connect | | | |
| Operating expenditures | 2,310 | 2,295 | 15 |
| Total | 2,310 | 2,295 | 15 |
| Minority Health | | | |
| Salaries and employee benefits | 23,194 | 21,314 | 1,880 |
| Operating expenditures | 7,694 | 9,989 | (2,295) |
| Total | 30,888 | 31,303 | (415) |
| Maternal care coordinator | | | |
| Salaries and employee benefits | 490,340 | 458,167 | 32,173 |
| Operating expenditures | 980 | - | 980 |
| Total | 491,320 | 458,167 | 33,153 |
| School nurse initiative | | | |
| Operating expenditures | 250,000 | 250,000 | - |
| Total | 250,000 | 250,000 | - |
| Primary Care | | | |
| Operating expenditures | 2,000 | - | 2,000 |
| Total | 2,000 | - | 2,000 |
| <i>Total public health</i> | \$ 13,466,180 | \$ 9,465,015 | \$ 4,001,165 |
| <i>Mental health</i> | | | |
| Administration | | | |
| Mental health services | \$ 73,500 | \$ 10,500 | \$ 63,000 |
| Total human services | \$ 39,887,421 | \$ 30,336,873 | \$ 9,550,548 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|-----------------------|-----------------------|---|
| Cultural and recreational | | | |
| Wayne County Public Library | | | |
| Salaries and employee benefits | \$ 2,292,265 | \$ 2,100,644 | \$ 191,621 |
| Operating expenditures | 775,609 | 618,610 | 156,999 |
| Capital outlay | 169,954 | 169,954 | - |
| Total | <u>3,237,828</u> | <u>2,889,208</u> | <u>348,620</u> |
| Literacy Connections | | | |
| Salaries and employee benefits | 221,366 | 206,798 | 14,568 |
| Operating expenditures | <u>103,277</u> | <u>102,233</u> | <u>1,044</u> |
| Total | <u>324,643</u> | <u>309,031</u> | <u>15,612</u> |
| County aid | | | |
| Parks and recreation | 50,000 | 50,000 | - |
| Miscellaneous | 58,000 | 58,000 | - |
| Total | <u>108,000</u> | <u>108,000</u> | <u>-</u> |
| Total cultural and recreational | \$ 3,670,471 | \$ 3,306,239 | \$ 364,232 |
| Education | | | |
| Wayne Community College | | | |
| Current expenditures | 4,976,317 | 4,976,317 | - |
| Capital outlay | <u>1,988,560</u> | <u>80,279</u> | <u>1,908,281</u> |
| Total | <u>6,964,877</u> | <u>5,056,596</u> | <u>1,908,281</u> |
| Wayne County Public Schools | | | |
| Current expenditures | 24,430,625 | 22,856,476 | 1,574,149 |
| Capital outlay | <u>4,303,074</u> | <u>2,930,586</u> | <u>1,372,488</u> |
| Total | <u>28,733,699</u> | <u>25,787,062</u> | <u>2,946,637</u> |
| Total education | \$ 35,698,576 | \$ 30,843,658 | \$ 4,854,918 |
| Debt Service | | | |
| Principal payments | 10,180,177 | 9,108,749 | 1,071,428 |
| SBITA principal payments | 293,137 | 293,137 | - |
| Lease principal payments | 240,351 | 240,351 | - |
| Interest payments - debt | 5,697,276 | 5,695,657 | 1,619 |
| Interest payments - SBITA | 6,695 | 6,695 | - |
| Interest payments - leases | 125 | 125 | - |
| Total debt service | \$ 16,417,761 | \$ 15,344,714 | \$ 1,073,047 |
| Total Expenditures | \$ 177,928,488 | \$ 147,350,778 | \$ 30,527,812 |
| Revenues over (under) expenditures | \$ (19,962,429) | \$ 344,506 | \$ 20,306,935 |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|--|-------------------|-----------------------------|---|
| Other Financing Sources (Uses) | | | |
| Proceeds from SBITA financing | \$ 62,486 | \$ 62,486 | \$ - |
| Proceeds from lease financing | 231,373 | 231,373 | - |
| Transfers in | | | |
| General Fund | 17,916,321 | 17,916,321 | - |
| Capital Projects Funds | 872,882 | 872,882 | - |
| Special Revenue Funds | 185,000 | 185,000 | - |
| Transfers out | | | |
| Capital Projects Funds | (1,391,605) | (1,391,605) | - |
| Proprietary Funds | (2,429,844) | (2,429,844) | - |
| Sale of capital assets | - | 60,925 | (60,925) |
| Total other financing sources | <u>15,446,613</u> | <u>15,507,538</u> | <u>(60,925)</u> |
| Revenues and other financing sources over (under) expenditures | (4,515,816) | 15,852,044 | 20,367,860 |
| Appropriated fund balance | <u>4,515,816</u> | - | <u>(4,515,816)</u> |
| Revenues and other sources over (under) expenditures | <u>\$ -</u> | <u>15,852,044</u> | <u>\$ 15,852,044</u> |
| Fund balance - July 1 | | 73,179,229 | |
| Fund balances - June 30 | | <u>\$ 89,031,273</u> | |

Wayne County, North Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

Special Revenue Funds

| | Emergency Telephone Service Fund | Fire District Fund | Fines and Forfeitures Fund | Representative Payee Fund | NC Court Pilot Program |
|---|---|-------------------------------|---|--------------------------------------|-----------------------------------|
| Assets | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and equivalents | 1,233,706 | 76,879 | - | 76,780 | 27,264 |
| Taxes receivable, net | 19,737 | 164,102 | - | - | - |
| Due from other governments | 38,014 | 356,899 | - | - | 119 |
| Total assets | 1,291,457 | 597,880 | - | 76,780 | 27,383 |
| Liabilities and Fund Balance | | | | | |
| Liabilities | | | | | |
| Accounts payable | - | - | - | - | 2,373 |
| Unearned revenue | - | - | - | - | 6,818 |
| Total liabilities | - | - | - | - | 9,191 |
| Deferred Inflows of Resources | | | | | |
| Taxes receivable, net | - | 165,923 | - | - | - |
| Total deferred inflows of resources | - | 165,923 | - | - | - |
| Fund balances | | | | | |
| Non-spendable: | | | | | |
| Senior Center-principal | - | - | - | - | - |
| Restricted: | | | | | |
| Stabilization by state statute | 55,032 | 355,078 | - | - | 5,678 |
| Fire protection | - | 76,879 | - | - | - |
| Public safety | 1,236,425 | - | - | - | - |
| Court facilities | - | - | - | - | 12,514 |
| Public schools | - | - | - | - | - |
| Debtors | - | - | - | - | - |
| Transportation | - | - | - | - | - |
| Social services/senior center | - | - | - | 76,780 | - |
| Committed: | | | | | |
| Capital Projects | - | - | - | - | - |
| Unassigned: | | | | | |
| Total fund balances | 1,291,457 | 431,957 | - | 76,780 | 18,192 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 1,291,457 | \$ 597,880 | \$ - | \$ 76,780 | \$ 27,383 |

Special Revenue Funds

| SCIF Grant | Sheriffs State Grant | Utility Fund | Street Assessment Fund | Total Nonmajor Special Revenue Funds |
|-------------|----------------------|------------------|------------------------|--------------------------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - |
| - | 5,902 | 42,193 | 439,743 | 1,902,467 |
| - | - | - | 417,920 | 601,759 |
| - | - | 3,285 | - | 398,317 |
| - | 5,902 | 45,478 | 857,663 | 2,902,543 |
| <hr/> | | | | |
| - | - | 1,480 | - | 3,853 |
| - | - | - | - | 6,818 |
| - | - | 1,480 | - | 10,671 |
| <hr/> | | | | |
| - | - | 4 | - | 165,927 |
| - | - | 4 | - | 165,927 |
| <hr/> | | | | |
| - | - | - | - | - |
| - | 5,902 | 3,040 | 417,920 | 842,650 |
| - | - | - | - | 76,879 |
| - | - | - | - | 1,236,425 |
| - | - | - | - | 12,514 |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | 40,954 | 439,743 | 480,697 |
| - | - | - | - | 76,780 |
| <hr/> | | | | |
| - | - | - | - | - |
| - | 5,902 | 43,994 | 857,663 | 2,725,945 |
| <hr/> | | | | |
| \$ - | \$ 5,902 | \$ 45,478 | \$ 857,663 | \$ 2,902,543 |

Wayne County, North Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

| Capital Project Funds | | | | | |
|---|---------------------------------|---|--------------------------------|---|--|
| | DSS-Health Debt Project Fund | County Public School Capital Project Fund- Meadow Lane | County Capital Project Fund | County Public School Capital Project Fund- School Buildings | |
| Assets | | | | | |
| Cash and cash equivalents | \$ (6,161,271) | \$ 338,282 | \$ 1,076,163 | \$ 514,935 | |
| Restricted cash and equivalents | 20,881,190 | - | 615,400 | - | |
| Taxes receivable, net | - | - | - | - | |
| Due from other governments | 462,248 | - | 1,154 | - | |
| Total assets | <u>15,182,167</u> | <u>338,282</u> | <u>1,692,717</u> | <u>514,935</u> | |
| Liabilities and Fund Balance | | | | | |
| Liabilities | | | | | |
| Accounts payable | - | - | - | - | |
| Unearned revenue | - | - | - | - | |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | |
| Deferred Inflows of Resources | | | | | |
| Taxes receivable, net | - | - | - | - | |
| Total deferred inflows of resources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | |
| Fund balances | | | | | |
| Non-spendable: | | | | | |
| Senior Center-principal | - | - | - | - | |
| Restricted: | | | | | |
| Stabilization by state statute | - | - | - | - | |
| Fire protection | - | - | - | - | |
| Public safety | - | - | - | - | |
| Court facilities | - | - | - | - | |
| Public schools | - | 338,282 | - | 514,935 | |
| Debtors | <u>15,182,167</u> | <u>-</u> | <u>-</u> | <u>-</u> | |
| Transportation | - | - | - | - | |
| Social services/senior center | - | - | - | - | |
| Committed: | | | | | |
| Capital Projects | - | - | 1,692,717 | - | |
| Unassigned: | | | | | |
| Total fund balances | <u>15,182,167</u> | <u>338,282</u> | <u>1,692,717</u> | <u>514,935</u> | |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 15,182,167</u> | <u>\$ 338,282</u> | <u>\$ 1,692,717</u> | <u>\$ 514,935</u> | |

| Capital Project Funds | | | Permanent Fund | |
|--|---|---|-------------------------------------|-----------------------------|
| County Capital Reserve Project Fund | County Capital Project-911 Call Center | Total Nonmajor Capital Project Funds | Permanent Fund-Senior Center | Total Nonmajor Funds |
| \$ 13,576,608 | \$ (2,687,522) | \$ 6,657,195 | \$ - | \$ 6,657,195 |
| - | 3,316,967 | 24,813,557 | 9,376 | 26,725,400 |
| - | - | - | - | 601,759 |
| - | - | 463,402 | - | 861,719 |
| 13,576,608 | 629,445 | 31,934,154 | 9,376 | 34,846,073 |
| - | - | - | - | 3,853 |
| - | - | - | - | 6,818 |
| - | - | - | - | 10,671 |
| - | - | - | - | 165,927 |
| - | - | - | - | 165,927 |
| - | - | - | 8,600 | 8,600 |
| - | - | - | - | 842,650 |
| - | - | - | - | 76,879 |
| - | - | - | - | 1,236,425 |
| - | - | - | - | 12,514 |
| - | - | 853,217 | - | 853,217 |
| - | - | 15,182,167 | - | 15,182,167 |
| - | - | - | - | 480,697 |
| - | - | - | 776 | 77,556 |
| 13,576,608 | 629,445 | 15,898,770 | - | 15,898,770 |
| - | - | - | - | - |
| 13,576,608 | 629,445 | 31,934,154 | 9,376 | 34,669,475 |
| \$ 13,576,608 | \$ 629,445 | \$ 31,934,154 | \$ 9,376 | \$ 34,846,073 |

Wayne County, North Carolina
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

| Special Revenue Funds | | | | |
|--|---|-------------------------------|---|--------------------------------------|
| | Emergency Telephone Service Fund | Fire District Fund | Fines and Forfeitures Fund | Representative Payee Fund |
| Revenues | | | | |
| Property taxes | \$ - | \$ 4,133,109 | \$ - | \$ - |
| Sales and miscellaneous taxes | - | 2,089,176 | - | - |
| Fees and fines | - | - | 548,868 | - |
| Restricted intergovernmental | 468,705 | - | - | - |
| Investment earnings | 45,948 | 26,819 | - | - |
| Miscellaneous | - | - | - | - |
| Client account income | - | - | - | 390,759 |
| Total revenues | <u>514,653</u> | <u>6,249,104</u> | <u>548,868</u> | <u>390,759</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | - | - | - | - |
| Public safety | 330,627 | 5,930,505 | - | - |
| Human services | - | - | - | 416,874 |
| Education | - | - | 548,868 | - |
| Transportation | - | - | - | - |
| Debt Service | | | | |
| Debt payment | - | 15,570 | - | - |
| SBITA debt payment | 117,459 | - | - | - |
| Interest and other charges | 6,795 | - | - | - |
| Capital outlay | - | - | - | - |
| Total expenditures | <u>454,881</u> | <u>5,946,075</u> | <u>548,868</u> | <u>416,874</u> |
| Excess (deficiency) of revenues over expenditures | <u>59,772</u> | <u>303,029</u> | <u>-</u> | <u>(26,115)</u> |
| Other Financing Sources (Uses) | | | | |
| Proceeds from SBITA financing | 85,506 | - | - | - |
| Other use | | | | |
| Transfers from other funds | 2,719 | - | - | - |
| Transfers to other funds | - | - | - | - |
| Total other financing sources and uses | <u>88,225</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | <u>147,997</u> | <u>303,029</u> | <u>-</u> | <u>(26,115)</u> |
| Fund balances - beginning | <u>1,143,460</u> | <u>128,928</u> | <u>-</u> | <u>102,895</u> |
| Fund balances - ending | <u>\$ 1,291,457</u> | <u>\$ 431,957</u> | <u>\$ -</u> | <u>\$ 76,780</u> |

Special Revenue Funds

| NC Court Pilot Program | SCIF Grant | Sheriffs State Grant | Utility Fund | Street Assessment Fund | Total Nonmajor Special Revenue Funds |
|------------------------|----------------|----------------------|------------------|------------------------|--------------------------------------|
| \$ - | \$ - | \$ - | \$ 16,766 | \$ - | \$ 4,133,109 |
| - | - | - | - | - | 2,105,942 |
| - | - | - | - | - | 548,868 |
| 100,707 | - | - | - | - | 569,412 |
| 2,741 | - | 205 | 1,627 | 45,173 | 122,513 |
| - | - | - | - | - | - |
| - | - | - | - | - | 390,759 |
| 103,448 | - | 205 | 18,393 | 45,173 | 7,870,603 |
| | | | | | |
| 87,207 | - | - | - | - | 87,207 |
| - | - | - | - | - | 6,261,132 |
| - | - | - | - | - | 416,874 |
| - | - | - | - | - | 548,868 |
| - | - | - | 16,690 | - | 16,690 |
| | | | | | |
| 13,212 | - | - | - | - | 15,570 |
| 288 | - | - | - | - | 130,671 |
| - | 6,131 | - | - | - | 7,083 |
| 100,707 | 6,131 | - | 16,690 | - | 7,490,226 |
| | | | | | |
| 2,741 | (6,131) | 205 | 1,703 | 45,173 | 380,377 |
| | | | | | |
| - | - | - | - | - | 85,506 |
| 12,514 | - | - | - | - | 15,233 |
| - | - | - | - | (185,000) | (185,000) |
| 12,514 | - | - | - | (185,000) | (84,261) |
| 15,255 | (6,131) | 205 | 1,703 | (139,827) | 296,116 |
| 2,937 | 6,131 | 5,697 | 42,291 | 997,490 | 2,429,829 |
| \$ 18,192 | \$ - | \$ 5,902 | \$ 43,994 | \$ 857,663 | \$ 2,725,945 |

Wayne County, North Carolina
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

| Capital Project Funds | | | | | |
|--|-------------------------------------|--|------------------------------------|---|------|
| | DSS-Health Debt Project Fund | County Public School Capital Project Fund-Meadow Lane | County Capital Project Fund | County Public School Capital Project Fund-School Buildings | |
| Revenues | | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - | \$ - |
| Sales and miscellaneous taxes | - | - | - | - | - |
| Fees and fines | - | - | - | - | - |
| Restricted intergovernmental | - | - | - | - | - |
| Investment earnings | 1,722,469 | 33,037 | 47,486 | 38,615 | |
| Miscellaneous | - | - | 10,675 | - | |
| Client account income | - | - | - | - | |
| Total revenues | 1,722,469 | 33,037 | 58,161 | 38,615 | |
| Expenditures | | | | | |
| Current: | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | - | - |
| Human services | - | - | - | - | - |
| Education | - | - | - | - | - |
| Transportation | - | - | - | - | - |
| Debt Service | | | | | |
| Debt payment | - | - | - | - | - |
| SBITA debt payment | - | - | - | - | - |
| Interest and other charges | - | - | - | - | - |
| Capital outlay | 20,578,835 | - | 7,110 | - | |
| Total expenditures | 20,578,835 | - | 7,110 | - | |
| Excess (deficiency) of revenues over expenditures | (18,856,366) | 33,037 | 51,051 | 38,615 | |
| Other Financing Sources (Uses) | | | | | |
| Proceeds from SBITA financing | - | - | - | - | - |
| Other use | | | | | |
| Transfers from other funds | 167,348 | - | - | - | - |
| Transfers to other funds | (347,933) | (365,313) | (187,175) | (349,419) | |
| Total other financing sources and uses | (180,585) | (365,313) | (187,175) | (349,419) | |
| Net change in fund balances | (19,036,951) | (332,276) | (136,124) | (310,804) | |
| Fund balances - beginning | 34,219,118 | 670,558 | 1,828,841 | 825,739 | |
| Fund balances - ending | \$ 15,182,167 | \$ 338,282 | \$ 1,692,717 | \$ 514,935 | |

| Capital Project Funds | | | Permanent Fund | |
|-------------------------------------|--|--------------------------------------|------------------------------|----------------------|
| County Capital Reserve Project Fund | County Capital Project-911 Call Center | Total Nonmajor Capital Project Funds | Permanent Fund-Senior Center | Total Nonmajor Funds |
| \$ - | \$ - | \$ - | \$ - | \$ 4,133,109 |
| - | - | - | - | 2,105,942 |
| - | - | - | - | 548,868 |
| - | - | - | - | 569,412 |
| 513,780 | 1,660 | 2,357,047 | 344 | 2,479,904 |
| - | - | 10,675 | - | 10,675 |
| - | - | - | - | 390,759 |
| 513,780 | 1,660 | 2,367,722 | 344 | 10,238,669 |
| | | | | |
| - | - | - | - | 87,207 |
| - | - | - | - | 6,261,132 |
| - | - | - | - | 416,874 |
| - | - | - | - | 548,868 |
| - | - | - | - | 16,690 |
| - | - | - | - | 15,570 |
| - | - | - | - | 130,671 |
| - | - | - | - | 7,083 |
| - | - | 20,585,945 | - | 20,592,076 |
| - | - | 20,585,945 | - | 28,076,171 |
| 513,780 | 1,660 | (18,218,223) | 344 | (17,837,502) |
| | | | | |
| - | - | - | - | 85,506 |
| 1,362,807 | - | 1,530,155 | - | 1,545,388 |
| (1,148,128) | - | (2,397,968) | - | (2,582,968) |
| 214,679 | - | (867,813) | - | (952,074) |
| 728,459 | 1,660 | (19,086,036) | 344 | (18,789,576) |
| 12,848,149 | 627,785 | 51,020,190 | 9,032 | 53,459,051 |
| \$ 13,576,608 | \$ 629,445 | \$ 31,934,154 | \$ 9,376 | \$ 34,669,475 |

Special Revenue Funds

Major and Nonmajor Funds

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

Major Fund

American Rescue Plan Fund – This fund accounts for moneys received from the federal government for the American Rescue Plan Act (ARP). These funds are used to speed up the country's recovery from the economic and health effects of the COVID-19 pandemic and the ongoing recession in the United States.

OSBM State Grants Fund – This fund accounts for moneys received from the State of North Carolina for State capital infrastructure improvements (SCIF) and State directed grant funds.

Opioid Settlement Fund – This fund accounts for moneys received through the Federal Opioid Settlement to bring relief to communities impacted by opioid addictions.

Nonmajor Funds

Emergency Telephone System Fund - This fund accounts for the 911 revenues collected by the telephone industry to fund the 911 emergency system.

Fire District Fund - This fund accounts for the ad valorem tax levies of the 26 fire districts in Wayne County.

Fines and Forfeitures Fund - This fund accounts for fines and forfeitures collected by the County that are required to be remitted to the Wayne County Board of Education.

Representative Payee Fund - This fund accounts for moneys held by the Social Services Department for the benefit of certain individuals in the County.

Special Revenue Funds, continued

North Carolina Court Pilot Program Fund – This fund accounts for moneys from the NC Judicial Branch. The funds are used to improve case management, create innovative court pilot programs, and provide program support positions.

State Capital Infrastructure (SCIF) Grant Fund – This fund accounts for moneys received from the State of North Carolina for capital infrastructure improvements.

Sheriff's State Grant Fund – This fund accounts for moneys received through the North Carolina Office of the State Controllers. The funds will be used to improve Sheriff Department operations.

Utility Fund – This fund accounts for the costs of street lights and the collection of resources from residents in specific neighborhoods in Wayne County.

Street Assessment Fund – This fund accounts for the costs of improvements to the streets and the collection of resources from residents in specific neighborhoods in Wayne County.

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
American Rescue Plan Fund
For the Fiscal Year Ended June 30, 2024

| | Project Author- ization | Prior Years | Actual | Total to Date | Variance Positive (Negative) |
|---|--|------------------------|--------------------|--------------------------|---|
| Revenues | | | | | |
| ARP Funds | \$ 23,916,753 | \$ 5,615,676 | \$ 9,247,373 | \$ 14,863,049 | \$ (9,053,704) |
| Investment earnings | - | 370,241 | 587,122 | 957,363 | 957,363 |
| Total revenues | 23,916,753 | 5,985,917 | 9,834,495 | 15,820,412 | (8,096,341) |
| Expenditures | | | | | |
| Current: | | | | | |
| General government | 23,916,753 | 58,868 | 3,567,547 | - | 23,916,753 |
| Capital Outlay | | | | | |
| General Government Projects | - | 2,709,821 | 4,150,931 | 6,860,752 | (6,860,752) |
| Total expenditures | 23,916,753 | 2,768,689 | 7,718,478 | 6,860,752 | 17,056,001 |
| Revenues over (under) expenditures | - | 3,217,228 | 2,116,017 | 5,333,245 | 5,333,245 |
| Other Financing Sources (Uses) | | | | | |
| Proceeds-bond issuance, par amount | - | - | - | - | - |
| Proceeds-bond issuance, premium | - | - | - | - | - |
| Proceeds from long-term debt, net | - | - | - | - | - |
| Other use | - | - | - | - | - |
| Transfers in: | | | | | |
| Special Revenue Funds | - | - | 47,500 | 47,500 | 47,500 |
| Transfers out | | | | | |
| General Fund | - | (2,700,000) | (1,488,495) | (4,188,495) | 4,188,495 |
| Capital Projects Funds | - | - | - | - | - |
| Debt Service Fund | - | - | - | - | - |
| Proprietary Funds | - | (146,987) | (87,900) | (234,887) | 234,887 |
| Special Revenue Funds | - | - | - | - | - |
| Total financing sources (uses) | - | (2,846,987) | (1,528,895) | 47,500 | 47,500 |
| Appropriated fund balance | - | - | - | - | - |
| Revenues other sources, and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>\$ 370,241</u> | 587,122 | <u>\$ 5,380,745</u> | <u>\$ 5,380,745</u> |
| Fund balance - July 1 | | | 370,241 | | |
| Fund balance - June 30 | | | <u>\$ 957,363</u> | | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
OSBM State Grants
For the Fiscal Year Ended June 30, 2024

| | Project Author- ization | Prior Years | Actual | Total to Date | Variance Positive (Negative) |
|---|--|------------------------|------------------|--------------------------|---|
| Revenues | | | | | |
| Restricted intergovernmental (State) | \$ 20,000,000 | \$ 46,000 | \$ 566,911 | \$ 612,911 | \$ (19,387,089) |
| Restricted intergovernmental (SCIF) | 7,000,000 | - | - | - | (7,000,000) |
| Investment earnings | - | 322,948 | 812,466 | 1,135,414 | 1,135,414 |
| Total revenues | <u>27,000,000</u> | <u>368,948</u> | <u>1,379,377</u> | <u>1,748,325</u> | <u>(25,251,675)</u> |
| Expenditures | | | | | |
| Current: | | | | | |
| Education | - | - | - | - | - |
| Capital Outlay | | | | | |
| Education - Rosewood | 27,000,000 | 46,000 | 566,911 | 612,911 | 26,387,089 |
| Total expenditures | <u>27,000,000</u> | <u>46,000</u> | <u>566,911</u> | <u>612,911</u> | <u>26,387,089</u> |
| Revenues over (under) expenditures | - | 322,948 | 812,466 | 1,135,414 | 1,135,414 |
| Other Financing Sources (Uses) | | | | | |
| Transfers out | | | | | |
| General Fund | - | - | - | - | - |
| Capital Projects Funds | - | - | - | - | - |
| Debt Service Fund | - | - | - | - | - |
| Proprietary Funds | - | - | - | - | - |
| Special Revenue Funds | - | - | - | - | - |
| Total financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Appropriated fund balance | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues other sources, and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>\$ 322,948</u> | <u>812,466</u> | <u>\$ 1,135,414</u> | <u>\$ 1,135,414</u> |
| Fund balance - July 1 | | | 322,948 | | |
| Fund balance - June 30 | | | | <u>\$ 1,135,414</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Opioid Settlement Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|---------------|---------------------|---|
| Revenues | | | |
| Opioid settlement funds | \$ 15,000 | \$ 2,526,538 | \$ 2,511,538 |
| Investment earnings | - | 64,238 | 64,238 |
| Total revenues | <u>15,000</u> | <u>2,590,776</u> | <u>2,575,776</u> |
| Expenditures | | | |
| Current: | | | |
| Health and human services | 15,000 | 15,000 | - |
| Capital outlay | - | - | - |
| Total expenditures | <u>15,000</u> | <u>15,000</u> | <u>-</u> |
| Revenues over (under) expenditures | - | 2,575,776 | 2,575,776 |
| Other Financing Sources | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Total other financing sources | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and other financing sources over (under) expenditures | - | 2,575,776 | 2,575,776 |
| Appropriated fund balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>2,575,776</u> | <u>\$ 2,575,776</u> |
| Fund balance - July 1 | | 10,564 | |
| Fund balance - June 30 | | <u>\$ 2,586,340</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Emergency Telephone Service Fund
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|--|----------------|---------------------|---|
| Revenues | | | |
| Restricted intergovernmental | \$ 460,790 | \$ 456,164 | 456,164 |
| Investment earnings | - | 45,948 | 45,948 |
| Municipality reimbursements | 12,541 | 12,541 | - |
| Total revenues | <u>473,331</u> | <u>514,653</u> | <u>502,112</u> |
| Expenditures | | | |
| Current: | | | |
| Public safety | 473,242 | 330,627 | 142,615 |
| Debt Service | | | |
| Subscription based IT debt payment | 117,459 | 117,459 | - |
| Interest and other charges | 6,795 | 6,795 | - |
| Capital outlay | 253,814 | - | 253,814 |
| Total expenditures | <u>851,310</u> | <u>454,881</u> | <u>396,429</u> |
| Revenues over (under) expenditures | (377,979) | 59,772 | 437,751 |
| Other Financing Sources | | | |
| Proceeds from subscription based IT financing | 85,506 | 85,506 | - |
| Transfers in | 2,719 | 2,719 | - |
| Transfers out | - | - | - |
| Total other financing sources | <u>88,225</u> | <u>88,225</u> | <u>-</u> |
| Revenues and other financing sources over (under) expenditures | (289,754) | 147,997 | 437,751 |
| Appropriated fund balance | <u>289,754</u> | <u>-</u> | <u>(289,754)</u> |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>147,997</u> | <u>\$ 147,997</u> |
| Fund balance - July 1 | | 1,143,460 | |
| Fund balance - June 30 | | <u>\$ 1,291,457</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Fire District Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> <u>Positive</u> <u>(Negative)</u> |
|--|------------------|-------------------|---|
| Revenues | | | |
| Ad valorem taxes | | | |
| Current year | \$ 3,614,962 | \$ 3,473,965 | \$ (140,997) |
| Vehicle tax | 612,218 | 610,375 | (1,843.00) |
| Prior year tax | 55,791 | 48,769 | (7,022) |
| County sales taxes | 2,104,436 | 2,089,176 | (15,260) |
| Investment earnings | - | 26,819 | 26,819 |
| Total revenues | <u>6,387,407</u> | <u>6,249,104</u> | <u>(138,303)</u> |
| Expenditures | | | |
| Current: | | | |
| Public safety | 6,382,352 | 5,930,505 | 451,847 |
| Debt Service | | | |
| Principal | 15,570 | 15,570 | - |
| Interest and other charges | - | - | - |
| Total expenditures | <u>6,397,922</u> | <u>5,946,075</u> | <u>451,847</u> |
| Revenues over (under) expenditures | (10,515) | 303,029 | 313,544 |
| Appropriated fund balance | <u>10,515</u> | <u>-</u> | <u>(10,515)</u> |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>303,029</u> | <u>\$ 303,029</u> |
| Fund balance - July 1 | | 128,928 | |
| Fund balance - June 30 | | <u>\$ 431,957</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Fines and Forfeitures Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|----------------|----------------|---|
| Revenues | | | |
| Fines and forfeitures | \$ 598,750 | \$ 548,868 | \$ (49,882) |
| Late listing penalties | - | - | - |
| Total revenues | <u>598,750</u> | <u>548,868</u> | <u>(49,882)</u> |
| Expenditures | | | |
| Current: | | | |
| Education | 598,750 | 548,868 | 49,882 |
| Total expenditures | <u>598,750</u> | <u>548,868</u> | <u>49,882</u> |
| Revenues over (under) expenditures | - | - | - |
| Other Financing Sources | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Total other financing sources | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and other financing sources over (under) expenditures | - | - | - |
| Appropriated fund balance | - | - | - |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | - | <u>\$ -</u> |
| Fund balance - July 1 | | | - |
| Fund balance - June 30 | | <u>\$ -</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Representative Payee Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|----------------|------------------|---|
| Revenues | | | |
| Client Account Income | \$ 416,874 | \$ 390,759 | \$ (26,115) |
| Total revenues | <u>416,874</u> | <u>390,759</u> | <u>(26,115)</u> |
| Expenditures | | | |
| Current: | | | |
| Health and sanitation | 416,874 | 416,874 | - |
| Total expenditures | <u>416,874</u> | <u>416,874</u> | <u>-</u> |
| Revenues over (under) expenditures | - | (26,115) | (26,115) |
| Other Financing Sources | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Total other financing sources | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and other financing sources over (under) expenditures | - | (26,115) | (26,115) |
| Appropriated fund balance | - | - | - |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | (26,115) | <u>\$ (26,115)</u> |
| Fund balance - July 1 | | 102,895 | |
| Fund balance - June 30 | | <u>\$ 76,780</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
NC Court Pilot Program
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|----------------|------------------|---|
| Revenues | | | |
| Restricted intergovernmental | \$ 3,397 | \$ 100,707 | \$ 97,310 |
| Investment earnings | - | 2,741 | 2,741 |
| Total revenues | <u>3,397</u> | <u>103,448</u> | <u>100,051</u> |
| Expenditures | | | |
| Current: | | | |
| General government | 123,661 | 87,207 | 36,454 |
| Debt Service | - | - | - |
| Subscription based IT debt payment | 13,212 | 13,212 | - |
| Interest and other charges | 288 | 288 | - |
| Capital outlay | - | - | - |
| Total expenditures | <u>137,161</u> | <u>100,707</u> | <u>36,454</u> |
| Revenues over (under) expenditures | (133,764) | 2,741 | 136,505 |
| Other Financing Sources | | | |
| Proceeds from subscription based IT financing | - | - | - |
| Transfers in | 12,514 | 12,514 | - |
| Transfers out | - | - | - |
| Total other financing sources | <u>12,514</u> | <u>12,514</u> | <u>-</u> |
| Revenues and other financing sources over (under) expenditures | (121,250) | 15,255 | 136,505 |
| Appropriated fund balance | <u>121,250</u> | <u>-</u> | <u>(121,250)</u> |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>15,255</u> | <u>\$ 15,255</u> |
| Fund balance - July 1 | | 2,937 | |
| Fund balance - June 30 | | <u>\$ 18,192</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
SCIF Grant
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------|---------------|---|
| Revenues | | | |
| Restricted intergovernmental | \$ - | \$ - | \$ - |
| Investment earnings | - - | - - | - - |
| Total revenues | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Expenditures | | | |
| Current: | | | |
| Public Safety | - - | - - | - - |
| Capital outlay | 6,131 | 6,131 | - - |
| Total expenditures | <u>6,131</u> | <u>6,131</u> | <u>- -</u> |
| Revenues under expenditures | (6,131) | (6,131) | - - |
| Other Financing Sources | | | |
| Transfers in | - - | - - | - - |
| Transfers out | - - | - - | - - |
| Total other financing sources | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Revenues and other financing sources under expenditures | (6,131) | (6,131) | - - |
| Appropriated fund balance | 6,131 | - - | (6,131) |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ - -</u> | (6,131) | <u>\$ (6,131)</u> |
| Fund balance - July 1 | | 6,131 | |
| Fund balance - June 30 | <u>\$ - -</u> | | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Sheriffs State Grant
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|---------------|-----------------|---|
| Revenues | | | |
| Restricted intergovernmental | \$ - | \$ - | \$ - |
| Investment earnings | - - | 205 | 205 |
| Total revenues | <u>- -</u> | <u>205</u> | <u>205</u> |
| Expenditures | | | |
| Current: | | | |
| Public safety | - - | - - | - - |
| Capital outlay | - - | - - | - - |
| Total expenditures | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Revenues over (under) expenditures | - - | 205 | 205 |
| Other Financing Sources | | | |
| Transfers in | - - | - - | - - |
| Transfers out | - - | - - | - - |
| Total other financing sources | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Revenues and other financing sources over (under) expenditures | - - | 205 | 205 |
| Appropriated fund balance | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ - -</u> | <u>205</u> | <u>\$ 205</u> |
| Fund balance - July 1 | | 5,697 | |
| Fund balance - June 30 | | <u>\$ 5,902</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Utility Fund-Street Lights
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|---------------|------------------|---|
| Revenues | | | |
| Ad valorem taxes | | | |
| Special Assessment | \$ 29,000 | \$ 16,766 | \$ (12,234) |
| Investment earnings | - | 1,627 | 1,627 |
| Total revenues | <u>29,000</u> | <u>18,393</u> | <u>(10,607)</u> |
| Expenditures | | | |
| Current: | | | |
| Transportation | 29,000 | 16,690 | 12,310 |
| Total expenditures | <u>29,000</u> | <u>16,690</u> | <u>12,310</u> |
| Revenues over (under) expenditures | - | 1,703 | 1,703 |
| Appropriated fund balance | - | - | - |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | 1,703 | <u>\$ 1,703</u> |
| Fund balance - July 1 | | 42,291 | |
| Fund balance - June 30 | | <u>\$ 43,994</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Transportation Fund-Street Assessment
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> <u>Positive</u> <u>(Negative)</u> |
|--|------------------|-------------------|---|
| Revenues | | | |
| Miscellaneous taxes | \$ 116,062 | \$ - | \$ (116,062) |
| Investment earnings | 27,389 | 45,173 | 17,784 |
| Total revenues | <u>143,451</u> | <u>45,173</u> | <u>(98,278)</u> |
| Expenditures | | | |
| Current: | | | |
| Transportation | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues over expenditures | 143,451 | 45,173 | (98,278) |
| Other Financing Sources | | | |
| Transfers in | - | - | - |
| Transfers out | <u>(185,000)</u> | <u>(185,000)</u> | <u>-</u> |
| Total other financing sources | <u>(185,000)</u> | <u>(185,000)</u> | <u>-</u> |
| Revenues and other financing sources under expenditures | (41,549) | (139,827) | (98,278) |
| Appropriated fund balance | <u>41,549</u> | <u>-</u> | <u>(41,549)</u> |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | <u>(139,827)</u> | <u>\$ (139,827)</u> |
| Fund balance - July 1 | | 997,490 | |
| Fund balance - June 30 | | <u>\$ 857,663</u> | |

Capital Projects Funds

Major and Nonmajor Funds

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

Major Fund

Jail Debt Project Fund – This fund accounts for the construction of a new Detention Center related to specific debt issuance.

Fremont School Project Fund – This fund accounts for the costs of construction and related funding sources for school related capital projects.

Nonmajor Funds

DSS-Health Debt Project Fund – This fund accounts for the construction of new DSS/Health Building related to specific debt issuance.

Wayne County Public School Capital Projects Fund-Meadow Lane - This fund accounts for the costs of construction and related funding sources for school related capital projects

County Capital Projects Fund - This fund accounts for the costs of construction and related funding sources for capital projects of a general nature.

Wayne County Public School Capital Projects Fund-School Buildings - This fund accounts for the costs of construction and related funding sources for school related capital projects.

County Capital Reserve Project Fund – This fund accounts for the accumulation of resources for future capital projects.

County Capital Outlay-911 Call Center Fund – This fund accounts for the costs of construction and related funding sources for capital projects of a 911 Call Center.

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Jail Debt Project Fund
For the Fiscal Year Ended June 30, 2024

| | Project Authorization | Prior Years | Actual | Total To-Date | Variance Positive (Negative) |
|---|----------------------------------|--------------------|---------------|----------------------|---|
| Revenues | | | | | |
| Restricted intergovernmental | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment earnings | - | 365,907 | 1,246,677 | 1,612,584 | (1,612,584) |
| Total revenues | - | 365,907 | 1,246,677 | 1,612,584 | (1,612,584) |
| Expenditures | | | | | |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest and other charges | 126,678 | 105,395 | - | 105,395 | 21,283 |
| Capital Outlay | | | | | |
| DSS/Health Building | - | 347,933 | - | 347,933 | (347,933) |
| Detention Center Project | 56,151,288 | 10,961,264 | 26,741,469 | 37,702,733 | 18,448,555 |
| WCC Advanced Manufacturing | - | 434,062 | - | 434,062 | (434,062) |
| Total expenditures | 56,277,966 | 11,848,654 | 26,741,469 | 38,590,123 | 17,687,843 |
| Revenues under expenditures | (56,277,966) | (11,482,747) | (25,494,792) | (36,977,539) | (19,300,427) |
| Other Financing Sources | | | | | |
| Issuance from long-term debt, net | 48,256,000 | 48,256,000 | - | 48,256,000 | - |
| Transfers in | | | | | |
| General Fund | 8,021,966 | 7,952,967 | 69,000 | 8,021,967 | (1) |
| Capital Projects Funds | 1,837,352 | - | 1,837,352 | 1,837,352 | - |
| Transfers out | | | | | |
| General Fund | (3,332,287) | (3,332,287) | - | (3,332,287) | - |
| Total other financing sources | 54,783,031 | 52,876,680 | 1,906,352 | 54,783,032 | (1) |
| Appropriated fund balance | 1,494,935 | - | - | - | 1,494,935 |
| Revenues and other sources over (under) expenditures | \$ - | \$ 41,393,933 | (23,588,440) | \$ 17,805,493 | \$ (17,805,493) |
| Fund balance - July 1 | | | 41,393,933 | | |
| Fund balance - June 30 | | | | \$ 17,805,493 | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Fremont School Project Fund
For the Fiscal Year Ended June 30, 2024

| | Project Authorization | Prior Years | Actual | Total To-Date | Variance Positive (Negative) |
|---|----------------------------------|----------------------|---------------------|----------------------|---|
| Revenues | | | | | |
| Restricted intergovernmental | \$ 30,000,000 | \$ 25,245,287 | \$ 2,743,428 | \$ 27,988,715 | \$ 2,011,285 |
| Investment earnings | - | 722 | 652 | 1,374 | (1,374) |
| Total revenues | <u>30,000,000</u> | <u>25,246,009</u> | <u>2,744,080</u> | <u>27,990,089</u> | <u>2,009,911</u> |
| Expenditures | | | | | |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest and other charges | - | - | - | - | - |
| Capital Outlay | 38,485,251 | 29,725,672 | 7,428,621 | 37,154,293 | 1,330,958 |
| Total expenditures | <u>38,485,251</u> | <u>29,725,672</u> | <u>7,428,621</u> | <u>37,154,293</u> | <u>1,330,958</u> |
| Revenues under expenditures | (8,485,251) | (4,479,663) | (4,684,541) | (9,164,204) | (678,953) |
| Other Financing Sources | | | | | |
| Issuance from long-term debt, net | 8,000,000 | 8,000,000 | - | 8,000,000 | - |
| Transfers in | | | | | |
| General Fund | 18,778,603 | 18,778,251 | - | 18,778,251 | 352 |
| Transfers out | | | | | |
| General Fund | (18,603,000) | - | (16,928,615) | - | (18,603,000) |
| Prior Year Land Purchase | 309,648 | - | - | - | (309,648) |
| Total other financing sources | <u>8,485,251</u> | <u>26,778,251</u> | <u>(16,928,615)</u> | <u>26,778,251</u> | <u>18,293,000</u> |
| Appropriated fund balance | - | - | - | - | - |
| Revenues and other sources over (under) expenditures | <u>\$ -</u> | <u>\$ 22,298,588</u> | <u>(21,613,156)</u> | <u>\$ 17,614,047</u> | <u>\$ 17,614,047</u> |
| Fund balance - July 1 | | | 22,298,587 | | |
| Fund balance - June 30 | | | <u>\$ 685,431</u> | | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
DSS-Health Debt Project Fund
For the Fiscal Year Ended June 30, 2024

| | Project Authorization | Prior Years | Actual | Total To-Date | Variance Positive (Negative) |
|---|----------------------------------|--------------------|---------------|----------------------|---|
| Revenues | | | | | |
| Restricted intergovernmental | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment earnings | - | 241,920 | 1,722,469 | 1,964,389 | (1,964,389) |
| Total revenues | - | 241,920 | 1,722,469 | 1,964,389 | (1,964,389) |
| Expenditures | | | | | |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest and other charges | - | 102,436 | - | - | - |
| Capital Outlay | 38,392,000 | 2,692,936 | 20,578,835 | 23,271,771 | 15,120,229 |
| Total expenditures | 38,392,000 | 2,795,372 | 20,578,835 | 23,271,771 | 15,120,229 |
| Revenues under expenditures | (38,392,000) | (2,553,452) | (18,856,366) | (21,307,382) | (17,084,618) |
| Other Financing Sources | | | | | |
| Issuance from long-term debt, net | 38,392,000 | 38,392,000 | - | 38,392,000 | 38,392,000 |
| Transfers in | | | | | |
| General Fund | - | - | 167,348 | 167,348 | (167,348) |
| Transfers out | | | | | |
| General Fund | - | (1,619,430) | (347,933) | (1,967,363) | (1,967,363) |
| Total other financing sources | 38,392,000 | 36,772,570 | (180,585) | 36,591,985 | 36,257,289 |
| Appropriated fund balance | - | - | - | - | - |
| Revenues and other sources over (under) expenditures | \$ - | \$ 34,219,118 | (19,036,951) | \$ 15,182,167 | \$ 15,182,167 |
| Fund balance - July 1 | | | 34,219,118 | | |
| Fund balance - June 30 | | | | \$ 15,182,167 | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
County Public School Capital Project Fund-Meadow Lane
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---|------------------|-------------------|---|
| Revenues | | | |
| Investment earnings | \$ - | \$ 33,037 | \$ 33,037 |
| Total revenues | <u>-</u> | <u>33,037</u> | <u>33,037</u> |
| Expenditures | | | |
| Current: | | | |
| Capital outlay | 1,142,999 | - | 1,142,999 |
| Total expenditures | <u>1,142,999</u> | <u>-</u> | <u>1,142,999</u> |
| Revenues over (under) expenditures | (1,142,999) | 33,037 | 1,176,036 |
| Other Financing Sources | | | |
| Transfers in | | | |
| General Fund | - | - | - |
| Transfers out | | | |
| General Fund | (365,313) | (365,313) | - |
| Total other financing sources | <u>(365,313)</u> | <u>(365,313)</u> | <u>-</u> |
| Revenues and other financing sources under expenditures | (1,508,312) | (332,276) | 1,176,036 |
| Appropriated fund balance | <u>1,508,312</u> | <u>-</u> | <u>(1,508,312)</u> |
| Revenues and other sources over (under) expenditures | \$ - | (332,276) | \$ (332,276) |
| Fund balance - July 1 | | 670,558 | |
| Fund balance - June 30 | | <u>\$ 338,282</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
County Capital Project Fund
For the Fiscal Year Ended June 30, 2024

| | Project Author- ization | Prior Years | Actual | Total to Date | Variance Positive (Negative) |
|---|--|------------------------|------------------|--------------------------|---|
| Revenues | | | | | |
| Private grant | \$ 15,000 | \$ 15,000 | \$ - | \$ 15,000 | \$ - |
| Investment earnings | - | 211,213 | 47,486 | 258,699 | 258,699 |
| Miscellaneous | - | 308,637 | 10,675 | 319,312 | 319,312 |
| Total revenues | <u>15,000</u> | <u>534,850</u> | <u>58,161</u> | <u>593,011</u> | <u>578,011</u> |
| Expenditures | | | | | |
| Current: | | | | | |
| Transportation - Street Assessment | 1,940,585 | 1,912,251 | - | 1,912,251 | 28,334 |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest and other charges | - | - | - | - | - |
| Capital Outlay | | | | | |
| General Government Projects | 5,164,004 | 4,702,624 | 810 | 4,703,434 | 460,570 |
| Fiber Optic Loop Project | 870,007 | 565,455 | - | 565,455 | 304,552 |
| Spillman/Superion Project | 1,460,164 | 1,445,656 | 6,300 | 1,451,956 | 8,208 |
| Advanced Manufacturing Project | 3,700,000 | 3,343,031 | - | 3,343,031 | 356,969 |
| Total expenditures | <u>13,134,760</u> | <u>11,969,017</u> | <u>7,110</u> | <u>11,976,127</u> | <u>1,158,633</u> |
| Revenues over (under) expenditures | (13,119,760) | (11,434,167) | 51,051 | (11,383,116) | 1,736,644 |
| Other Financing Sources (Uses) | | | | | |
| Bond issuance, par amount | 3,260,000 | 3,260,000 | - | 3,260,000 | - |
| Bond issuance, premium | 444,076 | 444,076 | - | 444,076 | - |
| Issuance from long-term debt, net | 4,899,759 | 5,006,193 | - | 5,006,193 | 106,434 |
| Other use | - | - | - | - | - |
| Transfers in: | | | | | |
| General Fund | | | | | |
| General Fund | 5,200,302 | 5,400,302 | - | 5,400,302 | 200,000 |
| Transportation - Street | 142,982 | 142,982 | - | 142,982 | - |
| Advance Manufacturing Center | 3,700,000 | 3,500,000 | - | 3,500,000 | (200,000) |
| Spillman/Superion Project | 144,600 | 144,600 | - | 144,600 | - |
| Proprietary Funds | 200,000 | 200,000 | - | 200,000 | - |
| Transfers out | | | | | |
| General Fund | (4,871,959) | (4,835,145) | (187,175) | (5,022,320) | 150,361 |
| Total financing sources (uses) | <u>13,119,760</u> | <u>13,263,008</u> | <u>(187,175)</u> | <u>18,098,153</u> | <u>106,434</u> |
| Appropriated fund balance | - | - | - | - | - |
| Revenues other sources, and appropriated fund balance over (under) expenditures | \$ - | \$ 1,828,841 | (136,124) | \$ 6,715,037 | \$ 6,715,037 |
| Fund balance - July 1 | | | 1,828,841 | | |
| Fund balance - June 30 | | | | \$ 1,692,717 | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
County Public School Capital Project Fund-School Buildings
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---|------------------|-------------------|---|
| Revenues | | | |
| Investment earnings | \$ - | \$ 38,615 | \$ 38,615 |
| Total revenues | <u>-</u> | <u>38,615</u> | <u>38,615</u> |
| Expenditures | | | |
| Current: | | | |
| Capital outlay | 6,394,900 | - | 6,394,900 |
| Total expenditures | <u>6,394,900</u> | <u>-</u> | <u>6,394,900</u> |
| Revenues over (under) expenditures | (6,394,900) | 38,615 | 6,433,515 |
| Other Financing Sources | | | |
| Transfers in | | | |
| General Fund | 3,165,132 | - | 3,165,132 |
| Capital Projects Funds | 717,084 | - | 717,084 |
| Transfers out | | | |
| General Fund | (349,419) | (349,419) | - |
| Total other financing sources | <u>3,532,797</u> | <u>(349,419)</u> | <u>3,882,216</u> |
| Revenues and other financing sources under expenditures | (2,862,103) | (310,804) | 2,551,299 |
| Appropriated fund balance | <u>2,862,103</u> | <u>-</u> | <u>(2,862,103)</u> |
| Revenues and other sources over (under) expenditures | \$ - | (310,804) | \$ (310,804) |
| Fund balance - July 1 | | 825,739 | |
| Fund balance - June 30 | | <u>\$ 514,935</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
County Capital Reserve Project Fund
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|------------------|----------------------|---|
| Revenues | | | |
| Investment earnings | \$ - | \$ 513,780 | \$ 513,780 |
| Total revenues | <u>-</u> | <u>513,780</u> | <u>513,780</u> |
| Expenditures | | | |
| Current: | | | |
| General government | - | - | - |
| Capital Outlay | 1,808,389 | - | 1,808,389 |
| Total expenditures | <u>1,808,389</u> | <u>-</u> | <u>1,808,389</u> |
| Revenues over (under) expenditures | (1,808,389) | 513,780 | 2,322,169 |
| Other Financing Sources | | | |
| Transfers in | | | |
| General Fund | 1,362,807 | 1,362,807 | - |
| Special Revenue Funds | 1,386,160 | (207,550) | 1,593,710 |
| Transfers out | | | |
| General Fund | (940,578) | (940,578) | - |
| Total other financing sources | <u>1,808,389</u> | <u>214,679</u> | <u>1,593,710</u> |
| Appropriated fund balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and other sources over (under) expenditures | <u>\$ -</u> | <u>728,459</u> | <u>\$ 728,459</u> |
| Fund balance - July 1 | | 12,848,149 | |
| Fund balance - June 30 | | <u>\$ 13,576,608</u> | |

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
County Capital Project-911 Call Center
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|------------------|-------------------|---|
| Revenues | | | |
| Restricted intergovernmental | \$ 1,530,693 | \$ - | \$ (1,530,693) |
| Investment earnings | - | 1,660 | 1,660 |
| Total revenues | <u>1,530,693</u> | <u>1,660</u> | <u>(1,529,033)</u> |
| Expenditures | | | |
| Current: | | | |
| Capital Outlay | 6,274,339 | - | 6,274,339 |
| Total expenditures | <u>6,274,339</u> | <u>-</u> | <u>6,274,339</u> |
| Revenues over (under) expenditures | (4,743,646) | 1,660 | 4,745,306 |
| Other Financing Sources | | | |
| Issuance from long-term debt, net | 4,953,858 | - | (4,953,858) |
| Transfers in | | | |
| General Fund | 523,026 | - | 523,026 |
| Capital Projects Funds | 15,755 | - | 15,755 |
| Transfers out | | | |
| General Fund | (4,503,026) | - | (4,503,026) |
| Total other financing sources | <u>989,613</u> | <u>-</u> | <u>(8,918,103)</u> |
| Appropriated fund balance | <u>3,754,033</u> | <u>-</u> | <u>(3,754,033)</u> |
| Revenues and other sources over (under) expenditures | <u>\$ -</u> | <u>1,660</u> | <u>\$ 1,660</u> |
| Fund balance - July 1 | | 627,785 | |
| Fund balance - June 30 | | <u>\$ 629,445</u> | |

Permanent Funds

Nonmajor Fund

Permanent Funds are used to account for resources received by other entities, whereby the use of the resources is restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's programs.

Nonmajor Fund

Permanent Fund-Senior Center – This fund accounts for the principal funds and earnings of an endowment for the specific purpose of funding projects and expenses related to the Senior Center.

Wayne County, North Carolina
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Permanent Fund-Senior Center
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|---------------|-----------------|---|
| Revenues | | | |
| Investment earnings | \$ - | \$ 344 | \$ 344 |
| Total revenues | <u>-</u> | <u>344</u> | <u>344</u> |
| Expenditures | | | |
| Senior Center | - - | - - | - - |
| Total expenditures | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Revenues over (under) expenditures | - - | 344 | 344 |
| Other Financing Sources | | | |
| Permanent fund donation | - - | - - | - - |
| Total other financing sources | <u>- -</u> | <u>- -</u> | <u>- -</u> |
| Revenues and other financing sources over (under) expenditures | - - | 344 | 344 |
| Appropriated fund balance | - - | - - | - - |
| Revenues and appropriated fund balance over (under) expenditures | <u>\$ -</u> | 344 | <u>\$ 344</u> |
| Fund balance - July 1 | | 9,032 | |
| Fund balance - June 30 | | <u>\$ 9,376</u> | |

Enterprise Funds

Major Funds

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

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

Maxwell Regional Agricultural and Convention Center Fund (Maxwell Center) – This fund is used to account for the costs of construction and related funding sources for capital projects of an agricultural center.

Jetport Fund - This fund is used to account for the operations of the County's municipal airport.

Enterprise Funds

Nonmajor Funds

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

Sewer Fund - This fund is used to account for the operations of the County's sewer activities.

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Solid Waste Disposal
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|------------------|-------------------|---|
| Revenues | | | |
| Operating revenues | | | |
| User fees - solid waste | \$ 4,911,704 | \$ 5,433,896 | \$ 522,192 |
| User fees - household | 1,450,000 | 1,345,880 | (104,120) |
| Recycling fees | 231,000 | 269,534 | 38,534 |
| Lease revenue | - | 1,489 | 1,489 |
| Total operating revenues | <u>6,592,704</u> | <u>7,050,799</u> | <u>458,095</u> |
| Non-operating revenues | | | |
| Restricted intergovernmental revenues | 350,000 | 342,353 | (7,647) |
| Interest and investment revenue | - | 543,578 | 543,578 |
| Miscellaneous revenue | 59,611 | 33,052 | (26,559) |
| Operating grants and contributions | <u>13,000</u> | <u>14,651</u> | <u>1,651</u> |
| Total non-operating revenues | <u>422,611</u> | <u>933,634</u> | <u>511,023</u> |
| Appropriated retained earnings | <u>1,339,719</u> | <u>-</u> | <u>(1,339,719)</u> |
| Total revenues | <u>8,355,034</u> | <u>7,984,433</u> | <u>(370,601)</u> |
| Expenditures | | | |
| Operating expenditures | | | |
| Salaries and employee benefits | 2,796,152 | 2,992,574 | (196,422) |
| Contractual services | 279,380 | 236,616 | 42,764 |
| Repairs and maintenance | 556,817 | 450,434 | 106,383 |
| Other departmental expenses | 1,034,625 | 782,463 | 252,162 |
| Other supplies and expenses | 706,703 | 474,799 | 231,904 |
| Indirect costs | <u>443,863</u> | <u>443,863</u> | <u>-</u> |
| Total | <u>5,817,540</u> | <u>5,380,749</u> | <u>436,791</u> |
| Budgetary appropriations | | | |
| Capital outlay | <u>2,538,994</u> | <u>2,306,324</u> | <u>232,670</u> |
| Total | <u>2,538,994</u> | <u>2,306,324</u> | <u>232,670</u> |
| Total expenditures | <u>8,356,534</u> | <u>7,687,073</u> | <u>669,461</u> |
| Revenues over (under) expenditures | (1,500) | 297,360 | 295,860 |
| Other financing sources (uses): | | | |
| Transfers in (out) | <u>1,500</u> | <u>1,500</u> | <u>-</u> |
| Total other financing sources | <u>1,500</u> | <u>1,500</u> | <u>-</u> |
| Revenues over (under) expenditures and other sources | <u>\$ -</u> | <u>\$ 298,860</u> | <u>\$ 298,860</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Solid Waste Disposal
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

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

| | 2024 |
|--|---------------------|
| Total revenues | \$ 7,984,433 |
| Total expenditures | (7,687,073) |
| Other financing | <u>1,500</u> |
| Revenues and expenditures | 298,860 |
| Reconciling items: | |
| Capital outlay | 2,306,324 |
| Depreciation and amortization | (1,116,691) |
| Loss on disposal of asset | (26,725) |
| Bad debt allowance | 1,113 |
| Increase in Landfill closure & postclosure costs | (591,171) |
| Increase (decrease) in lease receivable | 46,312 |
| Increase (decrease) in accrued interest receivable - leases | 631 |
| (Increase) decrease in deferred inflows of resources - leases | (47,801) |
| (Increase) decrease in OPEB liability | (97,715) |
| Increase (decrease) in deferred outflows of resources - OPEB | (76,891) |
| (Increase) decrease in deferred inflows of resources - OPEB | 103,983 |
| (Increase) decrease in net pension liability | 222,921 |
| Increase (decrease) in deferred outflows of resources - pensions | 28,629 |
| (Increase) decrease in deferred inflows of resources - pensions | 21,846 |
| (Increase) decrease in accrued vacation pay | <u>(4,763)</u> |
| Change in net position | <u>\$ 1,068,862</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Maxwell Center Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|------------------------------------|------------------|-------------------|---|
| Revenues | | | |
| Operating revenues | | | |
| User fees | \$ 1,444,626 | \$ 1,361,459 | \$ (83,167) |
| Total operating revenues | <u>1,444,626</u> | <u>1,361,459</u> | <u>(83,167)</u> |
| Non-operating revenues | | | |
| Restricted intergovernmental | - | 5,000 | 5,000 |
| Interest and investment revenue | - | 49,202 | 49,202 |
| Donations | - | 6,233 | 6,233 |
| Miscellaneous | - | 55 | 55 |
| Total non-operating revenues | <u>-</u> | <u>60,490</u> | <u>60,490</u> |
| Appropriated retained earnings | 95,033 | - | (95,033) |
| Total revenues | <u>1,539,659</u> | <u>1,421,949</u> | <u>(117,710)</u> |
| Expenditures | | | |
| Operating expenditures | | | |
| Salaries and employee benefits | 698,975 | 634,890 | 64,085 |
| Contractual services | 20,200 | 15,850 | 4,350 |
| Utilities | 92,770 | 76,693 | 16,077 |
| Repairs and maintenance | 153,814 | 102,152 | 51,662 |
| Other departmental expenses | 73,156 | 45,116 | 28,040 |
| Other supplies and expenses | 125,840 | 71,277 | 54,563 |
| Indirect costs | 955,845 | 955,845 | - |
| Interest expense | 341,150 | 341,002 | 148 |
| Debt principal | 661,877 | 661,877 | - |
| Total | <u>3,123,627</u> | <u>2,904,702</u> | <u>218,925</u> |
| Budgetary appropriations | | | |
| Capital outlay | 62,500 | 62,500 | - |
| Total | <u>62,500</u> | <u>62,500</u> | <u>-</u> |
| Total expenditures | <u>3,186,127</u> | <u>2,967,202</u> | <u>(218,925)</u> |
| Other financing sources | | | |
| Transfers in (out) | 1,646,468 | 1,646,468 | - |
| Total | <u>1,646,468</u> | <u>1,646,468</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>\$ -</u> | <u>\$ 101,215</u> | <u>\$ 101,215</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Maxwell Center Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

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

| | 2024 |
|--|-------------------|
| Total revenues | \$ 1,421,949 |
| Total expenditures | (2,967,202) |
| Other financing | <u>1,646,468</u> |
| Revenues, other financing sources, and expenditures | 101,215 |
| Reconciling items: | |
| Capital outlay | 62,500 |
| Depreciation and amortization | (642,374) |
| (Increase) decrease in accrued vacation | 2,535 |
| (Increase) decrease in net pension liability | (64,992) |
| Increase (decrease) in deferred outflows of resources - pensions | 22,096 |
| (Increase) decrease in deferred inflows of resources - pensions | 2,974 |
| (Increase) decrease in subscription based IT liability | 10,663 |
| Bad debt | (1,498) |
| Debt principal | 661,877 |
| (Increase) decrease in accrued interest payable | <u>1,869</u> |
| Change in net position | <u>\$ 156,865</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Jetport Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|------------------------------------|------------------|-------------------|---|
| Revenues | | | |
| Operating revenues | | | |
| User fees | \$ 1,190,889 | \$ 1,037,013 | \$ (153,876) |
| Lease revenue | - | 68,291 | 68,291 |
| Total operating revenues | <u>1,190,889</u> | <u>1,105,304</u> | <u>(85,585)</u> |
| Non-operating revenues | | | |
| Interest and investment revenue | - | 3,319 | 3,319 |
| Miscellaneous revenue | 4,500 | 3,926 | (574) |
| Operating grants and contributions | <u>5,454,027</u> | <u>475,074</u> | <u>(4,978,953)</u> |
| Total non-operating revenues | <u>5,458,527</u> | <u>482,319</u> | <u>(4,976,208)</u> |
| Appropriated retained earnings | <u>437,607</u> | <u>-</u> | <u>(437,607)</u> |
| Total revenues | <u>7,087,023</u> | <u>1,587,623</u> | <u>(5,499,400)</u> |
| Expenditures | | | |
| Operating expenditures | | | |
| Salaries and employee benefits | 179,663 | 190,454 | (10,791) |
| Contractual services | 22,364 | 18,200 | 4,164 |
| Repairs and maintenance | 82,121 | 75,577 | 6,544 |
| Other departmental expenses | 159,423 | 148,281 | 11,142 |
| Other supplies and expenses | 713,550 | 650,864 | 62,686 |
| Indirect costs | <u>162,043</u> | <u>162,043</u> | <u>-</u> |
| Total | <u>1,319,164</u> | <u>1,245,419</u> | <u>73,745</u> |
| Budgetary appropriations | | | |
| Capital outlay | <u>6,478,521</u> | <u>828,638</u> | <u>5,649,883</u> |
| Total | <u>6,478,521</u> | <u>828,638</u> | <u>5,649,883</u> |
| Total expenditures | <u>7,797,685</u> | <u>2,074,057</u> | <u>5,723,628</u> |
| Other financing sources | | | |
| Transfers in (out) | <u>710,662</u> | <u>710,662</u> | <u>-</u> |
| Total | <u>710,662</u> | <u>710,662</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>\$ -</u> | <u>\$ 224,228</u> | <u>\$ 224,228</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Jetport Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

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

| | 2024 |
|--|-------------------|
| Total revenues | \$ 1,587,623 |
| Total expenditures | (2,074,057) |
| Other financing | <u>710,662</u> |
| Revenues and expenditures | 224,228 |
| Reconciling items: | |
| Capital outlay | 828,638 |
| Depreciation and amortization | (635,230) |
| Disposal of capital assets | - |
| Increase (decrease) in lease receivable | (15,668) |
| Increase (decrease) in accrued interest receivable - leases | (64) |
| (Increase) decrease in deferred inflows of resources - leases | 14,032 |
| (Increase) decrease in accrued vacation pay | (2,031) |
| (Increase) decrease in OPEB liability | (21,728) |
| Increase (decrease) in deferred outflows of resources - OPEB | (6,349) |
| (Increase) decrease in deferred inflows of resources - OPEB | 20,211 |
| (Increase) decrease in net pension liability | (12,468) |
| Increase (decrease) in deferred outflows of resources - pensions | 516 |
| (Increase) decrease in deferred inflows of resources - pensions | <u>1,490</u> |
| Change in net position | <u>\$ 395,577</u> |

Wayne County, North Carolina
Combining Statement of Net Position
Nonmajor Proprietary Funds
June 30, 2024

| | Business-type Activities | |
|---|-------------------------------------|---------------------|
| | Sewer Fund | Total |
| Assets | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 955,506 | \$ 955,506 |
| Accounts receivable, net | 123,418 | 123,418 |
| Receivables from other governments | 1,869 | 1,869 |
| Total current assets | <u>1,080,793</u> | <u>1,080,793</u> |
| Capital assets: | | |
| Land | 23,628 | 23,628 |
| Other capital assets, net of depreciation | <u>3,423,140</u> | <u>3,423,140</u> |
| Total capital assets | 3,446,768 | 3,446,768 |
| Total non-current assets | <u>3,446,768</u> | <u>3,446,768</u> |
| Total assets | <u>4,527,561</u> | <u>4,527,561</u> |
| Deferred Outflows of Resources | 1,075 | 1,075 |
| Liabilities | | |
| Current liabilities: | | |
| Accounts payable | 25,121 | 25,121 |
| Accrued interest payable | 3,949 | 3,949 |
| Due to other funds | 467,298 | 467,298 |
| Compensated absences | 775 | 775 |
| Bonds, notes and loans payable | 80,000 | 80,000 |
| Total current liabilities | <u>577,143</u> | <u>577,143</u> |
| Non-current liabilities: | | |
| OPEB liability | 13,521 | 13,521 |
| Bonds, notes and loans payable | <u>1,050,000</u> | <u>1,050,000</u> |
| Total non-current liabilities | <u>1,063,521</u> | <u>1,063,521</u> |
| Total liabilities | <u>1,640,664</u> | <u>1,640,664</u> |
| Deferred Inflows of Resources | 5,882 | 5,882 |
| Net Position | | |
| Net investment in capital assets | 2,316,768 | 2,316,768 |
| Unrestricted | 565,322 | 565,322 |
| Total net position | <u>\$ 2,882,090</u> | <u>\$ 2,882,090</u> |

Wayne County, North Carolina
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Nonmajor Proprietary Funds
For the Fiscal Year Ended June 30, 2024

| | Business-type Activities | |
|--|-------------------------------------|---------------------|
| | Sewer Fund | Total |
| Operating revenues: | | |
| User fees | \$ 729,404 | \$ 729,404 |
| Total operating revenues | <u>729,404</u> | <u>729,404</u> |
| Operating expenses: | | |
| Salaries and employee benefits | 25,069 | 25,069 |
| Contractual services | 7,125 | 7,125 |
| Utilities and other operating costs | 406,336 | 406,336 |
| Repairs and maintenance | 42,010 | 42,010 |
| Indirect costs | 34,487 | 34,487 |
| Depreciation and amortization | 166,912 | 166,912 |
| Total Operating Expenses | <u>681,939</u> | <u>681,939</u> |
| Operating income (loss) | <u>47,465</u> | <u>47,465</u> |
| Non-operating revenues (expenses) | | |
| Interest and investment revenue | 31,325 | 31,325 |
| Operating grants and contributions | 145,350 | 145,350 |
| Interest expense | (52,411) | (52,411) |
| Total non-operating revenues | <u>124,264</u> | <u>124,264</u> |
| Income (loss) before contributions/transfers | <u>171,729</u> | <u>171,729</u> |
| Transfers in | 107,780 | 107,780 |
| Transfers out | <u>(8,677)</u> | <u>(8,677)</u> |
| Change in net position | <u>270,832</u> | <u>270,832</u> |
| Total net position - beginning | 2,611,258 | 2,611,258 |
| Total net position - ending | <u>\$ 2,882,090</u> | <u>\$ 2,882,090</u> |

Wayne County, North Carolina
Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended June 30, 2024

| | <u>Business-type</u> <u>Nonmajor</u> | |
|--|---|-----------------------|
| | <u>Sewer Fund</u> | <u>Totals</u> |
| Cash flows from operating activities: | | |
| Receipts from customers | \$ 678,089 | \$ 678,089 |
| Payments to employees for services | (24,040) | (24,040) |
| Payments to suppliers of goods & services | <u>(498,910)</u> | <u>(498,910)</u> |
| Net cash provided (used) by operating activities | 155,139 | 155,139 |
| Cash flows from noncapital financing activities: | | |
| Grant proceeds | 145,350 | 145,350 |
| Due (to) from other government | - | - |
| Transfers (to) from other funds | <u>99,105</u> | <u>99,105</u> |
| Net cash provided (used) by noncapital financing activities | 244,455 | 244,455 |
| Cash flows from capital & related financing activities: | | |
| Principal payments related to capital debt | (90,000) | (90,000) |
| Interest payments related to capital debt | <u>(52,784)</u> | <u>(52,784)</u> |
| Net cash provided (used) by capital and related financing activities | (142,784) | (142,784) |
| Cash flows from investing activities | | |
| Interest payments received | <u>31,325</u> | <u>34,580</u> |
| Net cash provided (used) by investing activities | <u>31,325</u> | <u>31,325</u> |
| Net increase (decrease) in cash and cash equivalents | 288,135 | 288,135 |
| Cash and cash equivalents, July 1 | <u>667,371</u> | <u>667,371</u> |
| Cash and cash equivalents, June 30 | <u>955,506</u> | <u>955,506</u> |

Wayne County, North Carolina
Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended June 30, 2024

| | | |
|--|-------------------|-------------------|
| Operating income | 47,465 | 47,465 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | |
| Depreciation | 166,912 | 166,912 |
| Non operating income (expense) | - | - |
| Changes in assets and liabilities | | |
| (Increase) decrease | | |
| Accounts receivable | (51,315) | (51,315) |
| Increase (decrease) | | |
| Accounts payable | (8,952) | (8,952) |
| Postemployment liability | 1,062 | 1,062 |
| Other liabilities | <u>(33)</u> | <u>(33)</u> |
| Total adjustments | <u>107,674</u> | <u>107,674</u> |
| Net cash provided (used) by operating activities | <u>\$ 155,139</u> | <u>\$ 155,139</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Sewer Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|-------------------------------------|---------------|-------------------|---|
| Revenues | | | |
| Operating revenues | | | |
| User fees | \$ 644,973 | 729,404 | \$ 84,431 |
| Total operating revenues | 644,973 | 729,404 | 84,431 |
| Non-operating revenues | | | |
| Interest and investment revenue | - | 31,325 | 31,325 |
| Operating grants and contributions | - | 145,350 | 145,350 |
| Total non-operating revenues | - | 176,675 | 176,675 |
| Appropriated retained earnings | 45,215 | - | (45,215) |
| Total revenues | 690,188 | 906,079 | 215,891 |
| Expenditures | | | |
| Operating expenditures | | | |
| Salaries and employee benefits | 34,087 | 24,007 | 10,080 |
| Contractual services | 44,555 | 7,125 | 37,430 |
| Utilities and other operating costs | 482,017 | 406,336 | 75,681 |
| Repairs and maintenance | 51,365 | 42,010 | 9,355 |
| Indirect costs | 34,487 | 34,487 | - |
| Interest expense | 52,780 | 52,780 | - |
| Debt principal | 90,000 | 90,000 | - |
| Total | 789,291 | 656,745 | 132,546 |
| Budgetary appropriations | | | |
| Capital outlay | - | - | - |
| Total | - | - | - |
| Total expenditures | 789,291 | 656,745 | 132,546 |
| Other financing sources | | | |
| Transfers in (out) | 99,103 | 99,103 | - |
| Total | 99,103 | 99,103 | - |
| Revenues over (under) expenditures | <u>\$ -</u> | <u>\$ 348,437</u> | <u>\$ 348,437</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Sewer Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

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

| | 2024 |
|--|--------------------------|
| Total revenues | \$ 906,079 |
| Total expenditures | (656,745) |
| Other financing | <u>99,103</u> |
| Revenues and expenditures | 348,437 |
| Reconciling items: | |
| Capital outlay | - |
| Depreciation and amortization | (166,912) |
| Debt payments | 90,000 |
| (Increase) decrease in accrued interest | 369 |
| (Increase) decrease in OPEB liability | (1,380) |
| Increase (decrease) in deferred outflows of resources - OPEB | (900) |
| (Increase) decrease in deferred inflows of resources - OPEB | <u>1,218</u> |
| Change in net position | <u><u>\$ 270,832</u></u> |

Internal Service Funds

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the County on a cost reimbursement basis.

Hospital Self-Insurance Fund - This fund is used to account for the operation of the hospital self-insurance program for County employees.

Workmen's Compensation Self-Insurance Fund – This fund is used to account for the operation of the workmen's compensation self-insurance program for the County employees.

Wayne County, North Carolina
Combining Balance Sheet
Internal Service Funds
June 30, 2024

| | WC Self Insurance Fund | Hospital Self Insurance Fund | Total |
|---|-----------------------------------|---|---------------------|
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 934,279 | \$ 3,569,330 | \$ 4,503,609 |
| Accounts receivables, net | 12,685 | 21,338 | 34,023 |
| Total current assets | <u>946,964</u> | <u>3,590,668</u> | <u>4,537,632</u> |
| Non-current assets: | | | |
| Capital Assets: | | | |
| Other capital assets, net of depreciation | - | - | - |
| Total capital assets | - | - | - |
| Total assets | <u>946,964</u> | <u>3,590,668</u> | <u>4,537,632</u> |
| Liabilities | | | |
| Liabilities | | | |
| Accounts payable | - | 551,845 | 551,845 |
| Total current liabilities | - | 551,845 | 551,845 |
| Total liabilities | <u>-</u> | <u>551,845</u> | <u>551,845</u> |
| Net Position | | | |
| Invested in capital assets, net of related debt | - | - | - |
| Unrestricted | 946,964 | 3,038,823 | 3,985,787 |
| Total net position | <u>\$ 946,964</u> | <u>\$ 3,038,823</u> | <u>\$ 3,985,787</u> |

Wayne County, North Carolina
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2024

Exhibit J-2

| | WC Self Insurance Fund | Hospital Self Insurance Fund | Total |
|---|-----------------------------------|---|----------------------------|
| Operating revenues: | | | |
| Insurance premiums | \$ 657,140 | \$ 9,622,988 | \$ 10,280,128 |
| Total operating revenues | <u>657,140</u> | <u>9,622,988</u> | <u>10,280,128</u> |
| Operating expenses: | | | |
| Other departmental expenses | 2,464 | 8,538,051 | 8,540,515 |
| Insurance claims and expenses | <u>440,301</u> | <u>-</u> | <u>440,301</u> |
| Total operating expenses | <u>442,765</u> | <u>8,538,051</u> | <u>8,980,816</u> |
| Operating income (loss) | 214,375 | 1,084,937 | 1,299,312 |
| Non-operating revenues (expenses): | | | |
| Investment earnings | 28,962 | 119,994 | 148,956 |
| Miscellaneous revenue | <u>-</u> | <u>40</u> | <u>40</u> |
| Total non-operating revenues (expenses) | <u>28,962</u> | <u>120,034</u> | <u>148,996</u> |
| Transfers in | <u>-</u> | <u>-</u> | <u>-</u> |
| Transfers out | <u>-</u> | <u>(21,750)</u> | <u>(21,750)</u> |
| | <u>-</u> | <u>(21,750)</u> | <u>(21,750)</u> |
| Change in net position | 243,337 | 1,183,221 | 1,426,558 |
| Total net position - beginning | 703,627 | 1,855,602 | 2,559,229 |
| Total net position - ending | <u>\$ 946,964</u> | <u>\$ 3,038,823</u> | <u>\$ 3,985,787</u> |

Wayne County, North Carolina
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2024

| | <u>WC Self- Insurance Fund</u> | <u>Hospital Self- Insurance Fund</u> | <u>Totals</u> |
|--|------------------------------------|--|----------------------------|
| Cash flows from operating activities: | | | |
| Receipts from customers | \$ 657,140 | \$ 9,589,384 | \$ 10,246,524 |
| Payments to suppliers of goods & services | (450,634) | (8,579,629) | (9,030,263) |
| Proceeds from unrestricted revenues | - | 40 | 40 |
| Net cash provided (used) by operating activities | 206,506 | 1,009,795 | 1,216,301 |
| Cash flows from noncapital financing activities: | | | |
| Transfers (to) from other funds | - | (21,750) | (21,750) |
| Net cash provided (used) by noncapital financing activities | - | (21,750) | (21,750) |
| Cash flows from capital and related financing activities: | | | |
| Payments for the acquisition of capital assets | - | - | - |
| Net cash provided (used) by capital and related financing activities | - | - | - |
| Cash flows from investing activities | | | |
| Interest payments received | <u>28,962</u> | <u>119,990</u> | <u>148,952</u> |
| Net cash provided (used) by investing activities | <u>28,962</u> | <u>119,990</u> | <u>148,952</u> |
| Net increase (decrease) in cash and cash equivalents | 235,468 | 1,108,035 | 1,343,503 |
| Cash and cash equivalents, July 1 | <u>698,811</u> | <u>2,461,295</u> | <u>3,160,106</u> |
| Cash and cash equivalents, June 30 | <u>934,279</u> | <u>3,569,330</u> | <u>4,503,609</u> |
| Operating income | 214,375 | 1,084,937 | 1,299,312 |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | | | |
| Non operating income | - | 40 | 40 |
| Changes in assets and liabilities | | | |
| (Increase) decrease | | | |
| Accounts receivable | - | (33,605) | (33,605) |
| Increase (decrease) | | | |
| Accounts payable | <u>(7,869)</u> | <u>(41,577)</u> | <u>(49,446)</u> |
| Total adjustments | <u>(7,869)</u> | <u>(75,142)</u> | <u>(83,011)</u> |
| Net cash provided (used) by operating activities | <u><u>\$ 206,506</u></u> | <u><u>\$ 1,009,795</u></u> | <u><u>\$ 1,216,301</u></u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
WC - Self Insurance
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

Exhibit K-1

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|------------------------------------|----------------|-------------------|---|
| Revenues | | | |
| Insurance premiums | \$ 726,200 | \$ 657,140 | \$ (69,060) |
| Total operating revenues | <u>726,200</u> | <u>657,140</u> | <u>(69,060)</u> |
| Non-operating revenues: | | | |
| Investment earnings | - | 28,962 | 28,962 |
| Total non-operating revenues | <u>-</u> | <u>28,962</u> | <u>28,962</u> |
| Expenditures | | | |
| Contractual services | 4,800 | 2,464 | 2,336 |
| Operating expenditures | | | |
| Insurance claims and expenses | 969,145 | 440,301 | 528,844 |
| Total expenditures | <u>973,945</u> | <u>442,765</u> | <u>531,180</u> |
| Other financing sources | | | |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Appropriated fund balance | 247,745 | - | (247,745) |
| Total other financing sources | <u>247,745</u> | <u>-</u> | <u>(247,745)</u> |
| Revenues over (under) expenditures | <u>\$ -</u> | <u>\$ 243,337</u> | <u>\$ 243,337</u> |

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

| | <u>2024</u> |
|----------------------------|-------------------|
| Total revenues | \$ 686,102 |
| Total expenditures | <u>(442,765)</u> |
| Revenues over expenditures | 243,337 |
| Reconciling items: | |
| No reconciling items | <u>-</u> |
| Change in net position | <u>\$ 243,337</u> |

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Hospital - Self Insurance
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

Exhibit K-2

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|------------------|---------------------|---|
| Revenues | | | |
| Operating revenues: | | | |
| Insurance premiums | \$ 9,368,512 | \$ 9,622,988 | \$ 254,476 |
| Total operating revenues | <u>9,368,512</u> | <u>9,622,988</u> | <u>254,476</u> |
| Non-operating revenues: | | | |
| Investment earnings | - | 119,994 | 119,994 |
| Miscellaneous revenue | - | 40 | 40 |
| Total non-operating revenues | <u>-</u> | <u>120,034</u> | <u>120,034</u> |
| Total revenues | 9,368,512 | 9,743,022 | 374,510 |
| Expenditures | | | |
| Operating expenditures | | | |
| Insurance claims and expenses | 9,346,762 | 8,538,051 | 808,711 |
| Total expenditures | <u>9,346,762</u> | <u>8,538,051</u> | <u>808,711</u> |
| Revenues over expenditures | 21,750 | 1,204,971 | 1,183,221 |
| Other financing sources | | | |
| Transfers in | - | - | - |
| Transfers out | (21,750) | (21,750) | - |
| Appropriated fund balance | - | - | - |
| Total other financing sources | <u>(21,750)</u> | <u>(21,750)</u> | <u>-</u> |
| Revenues over (under) expenditures and other sources | <u>\$ -</u> | <u>\$ 1,183,221</u> | <u>\$ 1,183,221</u> |

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

| | <u>2024</u> |
|----------------------------|---------------------|
| Total revenues | \$ 9,743,022 |
| Total expenditures | (8,538,051) |
| Other financing | <u>(21,750)</u> |
| Revenues over expenditures | 1,183,221 |
| Reconciling items: | |
| No reconciling items | <u>-</u> |
| Change in net position | <u>\$ 1,183,221</u> |

Custodial Funds

Custodial Funds are used to account for assets held by the County as an agent for individuals and/or other governments.

Custodial Funds

Municipal Tax Fund - This fund accounts for property tax proceeds collected by the County and distributed to the municipalities within the County.

Inmate Accounts Fund – This fund accounts for moneys collected at the time of the inmate's booking process, any monies deposited by family/friends, less funds spent on commissary items or medical/damage charges. The balance is returned to the inmate upon their release or transfer.

Miscellaneous Custodial Funds - These funds account for moneys collected from various civic organizations and held in a fiduciary capacity to augment the activities financed by public funds.

Wayne County, North Carolina
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2024

| | Municipal Tax Fund | Inmate Accounts Fund | Miscellaneous Fund | Total Custodial Funds |
|---|---------------------------|-----------------------------|---------------------------|------------------------------|
| Assets | | | | |
| Cash and cash equivalents | \$ 36,795 | \$ 35,726 | \$ 5,416 | \$ 77,937 |
| Taxes receivable for other governments, net | 888,387 | - | 1,304 | 889,691 |
| Total assets | 925,182 | 35,726 | 6,720 | 967,628 |
| Liabilities | | | | |
| Miscellaneous liabilities | 6,264 | - | - | 6,264 |
| Total liabilities | 6,264 | - | - | 6,264 |
| Net Position | | | | |
| Individuals, organizations, other governments | 918,918 | 35,726 | 6,720 | 961,364 |
| Total fiduciary net position | \$ 918,918 | \$ 35,726 | \$ 6,720 | \$ 961,364 |

Wayne County, North Carolina
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Fiscal Year Ended June 30, 2024

| | Municipal Tax Fund | Inmate Account Fund | Miscellaneous Fund | Total Custodial Funds |
|--|-------------------------------|--------------------------------|-------------------------------|----------------------------------|
| Additions | | | | |
| Ad valorem taxes collected for other governments | \$ 23,689,246 | \$ - | \$ - | \$ 23,689,246 |
| Collections on behalf of inmates | - - | 747,868 | - - | 747,868 |
| Miscellaneous custodial funds | - - | - - | 21,569 | 21,569 |
| Total additions | 23,689,246 | 747,868 | 21,569 | 24,458,683 |
| Deductions | | | | |
| Tax distributions to other governments | 23,675,739 | - - | - - | 23,675,739 |
| Payments on behalf of inmates | - - | 759,941 | - - | 759,941 |
| Payments of miscellaneous custodial funds | - - | - - | 27,595 | 27,595 |
| Total deductions | 23,675,739 | 759,941 | 27,595 | 24,463,275 |
| Net increase (decrease) in fiduciary net position | 13,507 | (12,073) | (6,026) | (4,592) |
| Net position - beginning of year | 905,411 | 47,799 | 12,746 | 965,956 |
| Net position - end of year | \$ 918,918 | \$ 35,726 | \$ 6,720 | \$ 961,364 |

Other Schedules

This section includes additional information on property taxes, and Emergency Telephone System Unspent Balance.

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

Wayne County, North Carolina
General Fund
Schedule of Ad Valorem Taxes Receivables
June 30, 2024

| Fiscal Year | Uncollected | | | Uncollected | | | (c) |
|--------------------|---------------------|----------------------|------------------|----------------------|--------------------|------------------|----------------------|
| | Balance | June 30, 2023 | Additions | Collections | and Credits | Balance | |
| | | | | | | | June 30, 2024 |
| 2023-2024 | \$ - | \$ 61,452,702 | (a) | 60,450,149 | (b) | \$ 1,002,553 | |
| 2022-2023 | 929,123 | - | | 568,895 | | 360,228 | |
| 2021-2022 | 373,750 | - | | 141,843 | | 231,907 | |
| 2020-2021 | 207,003 | - | | 55,237 | | 151,766 | |
| 2019-2020 | 170,461 | - | | 39,820 | | 130,641 | |
| 2018-2019 | 124,145 | - | | 23,862 | | 100,283 | |
| 2017-2018 | 103,065 | - | | 14,885 | | 88,180 | |
| 2016-2017 | 86,896 | - | | 10,632 | | 76,264 | |
| 2015-2016 | 76,754 | - | | 6,296 | | 70,458 | |
| 2015 and before | 584,069 | - | | 12,565 | | 571,504 | |
| | \$ <u>2,655,266</u> | \$ <u>61,452,702</u> | | \$ <u>61,324,184</u> | (d) | <u>2,783,784</u> | |

Less: allowance for uncollectible accounts:
 General Fund (1,135,064)

Ad valorem taxes receivable - net:
 General Fund \$ 1,648,720

Reconcilement with revenues:

| | |
|---|--------------------------|
| Ad valorem taxes - General Fund | \$ 61,206,455 |
| Interest collected on ad valorem taxes-General Fund | <u>314,407</u> |
| <u>Reconciling items:</u> | |
| Interest collected | (314,407) |
| Rebates & releases | 37,708 |
| Late listing | 80,021 |
| Total reconciling items | <u>(196,678)</u> |
| Total collections and credits | \$ <u>61,324,184</u> (d) |

Wayne County, North Carolina
Analysis of Current Tax Levy
County-wide Levy
For the Fiscal Year Ended June 30, 2024

| | County - wide | | | Total Levy | Registered Motor Vehicles |
|------------------------------------|-------------------------------|----------------------|---------------------------|---|--|
| | Property Valuation | Rate | Amount of Levy | Property excluding Registered Motor Vehicles | |
| Original levy: | | | | | |
| Property taxes | | | | | |
| at current year's rate | \$ 9,568,595,974 | 0.7425 | \$ 71,046,825 | \$ 61,393,449 | \$ 9,653,376 |
| Penalties | - | | 72,414 | 72,414 | - |
| Total | <u>9,568,595,974</u> | | <u>71,119,239</u> | <u>61,465,863</u> | <u>9,653,376</u> |
| Discoveries: | | | | | |
| Current year taxes | 40,157,980 | 0.7425 | 298,173 | 298,173 | - |
| Penalties | - | | 7,606 | 7,606 | - |
| Total | <u>40,157,980</u> | | <u>305,779</u> | <u>305,779</u> | <u>-</u> |
| Abatements: | | | | | |
| Current year taxes | 42,954,882 | 0.7425 | 318,940 | 318,940 | - |
| Total property valuation | <u>\$ 9,565,799,072</u> | | | | |
| Net levy | | | 71,106,078 | 61,452,702 (a) | 9,653,376 |
| Uncollected taxes at June 30, 2024 | | | <u>1,002,553</u> | <u>1,002,553</u> (c) | <u>-</u> |
| Current year's taxes collected | | \$ <u>70,103,525</u> | \$ <u>60,450,149</u> (b) | \$ <u>9,653,376</u> | |
| Current levy collection percentage | | <u>98.59%</u> | <u>98.37%</u> | <u>100.00%</u> | |

Wayne County , North Carolina
Secondary Market Disclosures
County-wide Levy
For the Fiscal Year Ended June 30, 2024

Secondary Market Disclosures:

Assessed Valuation:

| | |
|---|-------------------------|
| Assessment Ratio ¹ | 100% |
| Real Property | \$ 6,764,515,588 |
| Personal Property | 2,167,269,268 |
| Public Service Companies ² | <u>634,014,216</u> |
| Assessed Valuation at Current Year Rates | <u>9,565,799,072</u> |
| Tax Rate per \$100 | <u>0.7425</u> |
| Penalties | <u>71,026,058</u> |
| Levy (includes discoveries, releases and abatements) ³ | <u>80,021</u> |
| | <u>71,106,079</u> |
| Total Assessed Valuation | <u>\$ 9,565,799,072</u> |
| Levy (includes discoveries, releases and abatements)-all rates | <u>\$ 71,106,079</u> |

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

| | |
|---------------------------|---------------------|
| School Districts | \$ - |
| Fire Protection Districts | <u>3,526,718</u> |
| Total | <u>\$ 3,526,718</u> |

¹ Percentage of appraised value has been established by statute.

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

³ The levy includes interest and penalties.

Statistical Section

Statistical Section

This part of the Wayne County'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.

| <u>Contents</u> | <u>Page</u> |
|--|-------------|
| Financial Trends <i>These tables contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i> | 202 |
| Revenue Capacity <i>These tables contain information to help the reader assess the County's most significant local revenue source, the property tax.</i> | 212 |
| Debt Capacity <i>These tables present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i> | 217 |
| Demographic and Economic Information <i>These tables offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i> | 222 |
| Operating Information <i>These tables contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i> | 224 |

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

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| Governmental Activities: | | | | |
| Net investment in capital assets | \$ 48,979,040 | \$ 74,488,975 | \$ 84,009,596 | \$ 83,342,500 |
| Restricted for: | | | | |
| General government | 2,568,863 | 1,260,698 | 1,183,193 | 928,043 |
| Future debt obligations | 3,215,487 | 4,287,311 | 5,359,241 | 6,431,278 |
| Opioid settlement funds | - | - | - | - |
| Capital improvements | - | - | 2,626,905 | - |
| Public safety | 1,886,348 | 1,696,044 | 485,593 | 1,505,969 |
| Education | 11,267,722 | 7,850,060 | 26,350,512 | 7,822,971 |
| Stabilization by State Statute | 6,717,578 | 7,110,594 | 9,693,425 | 6,864,086 |
| Register of Deeds pension plan | - | - | 183,300 | 166,701 |
| Senior Center-earnings | - | 6 | 26 | 170 |
| Restricted for (nonexpendable): | | | | |
| Senior Center-principal | 2,100 | 7,100 | 7,100 | 7,100 |
| Unrestricted | <u>53,457,527</u> | <u>36,385,546</u> | <u>6,014,025</u> | <u>563,477</u> |
| Total governmental activities net position | <u>128,094,665</u> | <u>133,086,334</u> | <u>135,912,916</u> | <u>107,632,295</u> |
| Business-type activities: | | | | |
| Net investment in capital assets | 28,469,555 | 30,696,293 | 33,151,761 | 42,870,075 |
| Unrestricted | <u>4,550,695</u> | <u>8,658,123</u> | <u>8,600,185</u> | <u>1,718,563</u> |
| Total business-type activities net position | <u>33,020,250</u> | <u>39,354,416</u> | <u>41,751,946</u> | <u>44,588,638</u> |
| Primary government: | | | | |
| Net investment in capital assets | 77,448,595 | 105,185,268 | 117,161,357 | 126,212,575 |
| Restricted for (expendable): | | | | |
| General government | 2,568,863 | 1,260,698 | 1,183,193 | 928,043 |
| Future debt obligations | 3,215,487 | 4,287,311 | 5,359,241 | 6,431,278 |
| Opioid settlement funds | - | - | - | - |
| Capital improvements | - | - | 2,626,905 | - |
| Public safety | 1,886,348 | 1,696,044 | 485,593 | 1,505,969 |
| Education | 11,267,722 | 7,850,060 | 26,350,512 | 7,822,971 |
| Stabilization by State Statute | 6,717,578 | 7,110,594 | 9,693,425 | 6,864,086 |
| Register of Deeds pension plan | - | - | 183,300 | 166,701 |
| Senior Center-earnings | - | 6 | 26 | 170 |
| Restricted for (nonexpendable): | | | | |
| Senior Center-principal | 2,100 | 7,100 | 7,100 | 7,100 |
| Unrestricted | <u>58,008,222</u> | <u>45,043,669</u> | <u>14,614,210</u> | <u>2,282,040</u> |
| Total primary government net position | <u>\$ 161,114,915</u> | <u>\$ 172,440,750</u> | <u>\$ 177,664,862</u> | <u>\$ 152,220,933</u> |

Note: See note disclosure I, D, 15 regarding the decline in unrestricted net position of the governmental activities net position.

Source: Annual audited financial statements of this entity.

| | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-------------|
| \$ | 86,075,786 | 93,027,599 | 101,332,091 | 97,579,730 | 51,033,241 | 114,488,574 |
| 1,118,262 | 1,464,076 | 1,395,982 | 6,256,466 | 88,721,561 | 45,463,682 | |
| 7,503,421 | 8,575,674 | 9,648,030 | 10,720,497 | 11,793,069 | 12,865,751 | |
| - | - | - | - | 10,564 | 10,522,598 | |
| - | - | - | - | - | - | |
| 1,701,848 | 2,198,358 | 1,519,014 | 884,916 | 1,066,523 | 1,456,707 | |
| 9,785,394 | 4,761,419 | 2,661,483 | 4,688,835 | 29,610,378 | 8,909,771 | |
| 9,141,828 | 11,730,429 | 13,506,416 | 18,712,599 | 17,682,256 | 15,479,098 | |
| 157,946 | 157,946 | 206,773 | 157,230 | 113,770 | 116,776 | |
| 189 | 280 | 285 | 290 | 432 | 776 | |
| 7,100 | 7,100 | 7,600 | 8,600 | 8,600 | 8,600 | |
| (6,313,473) | (17,506,924) | (15,395,017) | (2,232,330) | (6,678,551) | 3,670,902 | |
| <u>109,178,301</u> | <u>104,415,957</u> | <u>114,882,657</u> | <u>136,776,833</u> | <u>193,361,843</u> | <u>212,983,235</u> | |
| 45,685,683 | 50,048,457 | 46,851,856 | 47,454,577 | 48,570,330 | 49,833,236 | |
| 3,183,440 | 4,291,835 | 4,121,405 | 4,902,976 | 5,481,598 | 6,187,517 | |
| <u>48,869,123</u> | <u>54,340,292</u> | <u>50,973,261</u> | <u>52,357,553</u> | <u>54,051,928</u> | <u>56,020,753</u> | |
| 131,761,469 | 143,076,056 | 148,183,947 | 145,034,307 | 99,603,571 | 164,321,810 | |
| 1,118,262 | 1,464,076 | 1,395,982 | 6,256,466 | 88,721,561 | 45,463,682 | |
| 7,503,421 | 8,575,674 | 9,648,030 | 10,720,497 | 11,793,069 | 12,865,751 | |
| - | - | - | - | 10,564 | 10,522,598 | |
| - | - | - | - | - | - | |
| 1,701,848 | 2,198,358 | 1,519,014 | 884,916 | 1,066,523 | 1,456,707 | |
| 9,785,394 | 4,761,419 | 2,661,483 | 4,688,835 | 29,610,378 | 8,909,771 | |
| 9,141,828 | 11,730,429 | 13,506,416 | 18,712,599 | 17,682,256 | 15,479,098 | |
| 157,946 | 157,946 | 206,773 | 157,230 | 113,770 | 116,776 | |
| 189 | 280 | 285 | 290 | 432 | 776 | |
| 7,100 | 7,100 | 7,600 | 8,600 | 8,600 | 8,600 | |
| (3,130,033) | (13,215,089) | (11,273,612) | 2,670,646 | (1,196,953) | 9,858,419 | |
| <u>\$ 158,047,424</u> | <u>\$ 158,756,249</u> | <u>\$ 165,855,918</u> | <u>\$ 189,134,386</u> | <u>\$ 247,413,771</u> | <u>\$ 269,003,988</u> | |

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

| | 2015 | 2016 | 2017 |
|---|------------------------|------------------------|------------------------|
| <u>Expenses</u> | | | |
| Governmental Activities: | | | |
| General government | \$ 12,368,863 | \$ 12,325,585 | \$ 12,413,717 |
| Public safety | 21,654,541 | 24,195,295 | 27,757,877 |
| Transportation | 381,974 | 255,919 | 288,553 |
| Human services | 29,901,977 | 29,695,951 | 29,748,429 |
| Cultural and recreation | 2,334,770 | 2,151,928 | 2,398,219 |
| Education | 24,559,080 | 26,186,821 | 28,927,009 |
| Interest on long-term debt | 2,271,474 | 2,174,838 | 1,312,337 |
| Environmental protection | 775,891 | 852,483 | 883,895 |
| Economic and physical development | 2,216,080 | 1,696,922 | 1,201,470 |
| Total government activities expenses | <u>96,464,650</u> | <u>99,535,742</u> | <u>104,931,506</u> |
| Business-type activities: | | | |
| Solid waste disposal | 4,304,345 | 4,422,152 | 4,503,860 |
| EMS - EMS Net | 7,138,260 | 11,233,893 | 12,766,445 |
| Sewer | 629,487 | 654,838 | 470,379 |
| EMS nonemergency transportation | 1,223,057 | - | - |
| Jetport | 962,283 | 1,050,842 | 1,117,726 |
| Maxwell Center | - | - | 37,073 |
| Total business-type activities expenses | <u>14,257,432</u> | <u>17,361,725</u> | <u>18,895,483</u> |
| Total primary government expenses | <u>110,722,082</u> | <u>116,897,467</u> | <u>123,826,989</u> |
| <u>Program Revenues</u> | | | |
| Governmental Activities: | | | |
| Charges for services: | | | |
| General government | 2,913,747 | 3,605,184 | 4,284,428 |
| Public safety | 1,654,030 | 1,800,539 | 2,182,244 |
| Transportation | - | - | - |
| Human services | 2,264,735 | 2,128,060 | 2,058,240 |
| Culture and recreation | 62,162 | 68,559 | 67,090 |
| Environmental protection | 6,352 | 6,335 | 7,194 |
| Economic and physical development | - | - | - |
| Operating and capital grants, and contributions | 24,104,254 | 25,141,864 | 25,552,030 |
| Total governmental activities program revenues | <u>31,005,280</u> | <u>32,750,541</u> | <u>34,151,226</u> |
| Business-type activities: | | | |
| Charges for services: | | | |
| Solid waste disposal | 4,307,139 | 3,969,204 | 4,505,640 |
| EMS - EMS Net | 4,983,531 | 6,660,861 | 7,668,760 |
| Sewer | 373,186 | 460,580 | 390,201 |
| EMS Nonemergency transportation | 1,149,005 | - | - |
| Jetport | 525,894 | 495,218 | 603,961 |
| Maxwell Center | - | - | 1,537,039 |
| Operating grants and contributions | 1,394,245 | 4,267,065 | 2,491,345 |
| Total business-type activities program revenues | <u>12,733,000</u> | <u>15,852,928</u> | <u>17,196,946</u> |
| Total primary government program revenues | <u>43,738,280</u> | <u>48,603,469</u> | <u>51,348,172</u> |
| <u>Net (Expense)/Revenue</u> | | | |
| Governmental activities | (65,459,370) | (66,785,201) | (70,780,280) |
| Business-type activities | (1,524,432) | (1,508,797) | (1,698,537) |
| Total primary government net expense | <u>\$ (66,983,802)</u> | <u>\$ (68,293,998)</u> | <u>\$ (72,478,817)</u> |

| | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|---------------|
| \$ | 15,851,523 | \$ 14,113,920 | \$ 14,957,710 | \$ 15,003,046 | \$ 16,004,509 | \$ 19,274,069 | \$ 21,881,390 |
| 28,265,627 | 29,747,584 | 30,771,396 | 46,326,721 | 42,768,130 | 53,378,556 | 53,736,975 | |
| 342,179 | 401,409 | 444,493 | 216,595 | 487,403 | 493,520 | 405,484 | |
| 27,676,367 | 26,284,213 | 26,408,593 | 29,020,919 | 25,552,599 | 29,528,780 | 31,175,493 | |
| 2,458,207 | 2,559,040 | 2,528,812 | 2,728,431 | 2,574,396 | 2,952,180 | 3,337,306 | |
| 29,700,156 | 29,245,606 | 35,940,325 | 30,777,796 | 28,377,205 | 30,220,630 | 30,869,732 | |
| 1,604,188 | 1,554,463 | 1,484,537 | 2,302,473 | 2,367,500 | 2,223,525 | 5,641,606 | |
| 915,707 | 1,126,413 | 1,276,287 | 166,547 | 10,659 | 213,988 | 225,953 | |
| 1,330,486 | 1,991,925 | 5,852,543 | 3,031,739 | 2,913,894 | 2,973,234 | 4,596,268 | |
| <u>108,144,440</u> | <u>107,024,573</u> | <u>119,664,696</u> | <u>129,574,267</u> | <u>121,056,295</u> | <u>141,258,482</u> | <u>151,870,207</u> | |
| | | | | | | | |
| 4,552,742 | 4,564,560 | 5,081,978 | 5,638,128 | 5,130,774 | 6,255,215 | 6,834,748 | |
| 12,510,315 | 12,563,366 | 12,269,924 | - | - | - | - | |
| 760,054 | 852,243 | 719,211 | 935,340 | 807,738 | 963,882 | 733,638 | |
| - | - | - | - | - | - | - | |
| 1,249,400 | 1,338,975 | 1,240,259 | 1,284,183 | 1,360,647 | 1,903,753 | 1,890,718 | |
| 1,181,564 | 1,727,393 | 1,888,906 | 2,061,675 | 2,629,271 | 2,857,477 | 2,897,343 | |
| 20,254,075 | 21,046,537 | 21,200,278 | 9,919,326 | 9,928,430 | 11,980,327 | 12,356,447 | |
| <u>128,398,515</u> | <u>128,071,110</u> | <u>140,864,974</u> | <u>139,493,593</u> | <u>130,984,725</u> | <u>153,238,809</u> | <u>164,226,654</u> | |
| | | | | | | | |
| 4,215,884 | 2,682,513 | 3,913,478 | 2,126,043 | 2,835,583 | 2,271,719 | 3,639,530 | |
| 3,410,822 | 5,629,317 | 2,829,288 | 10,805,523 | 13,941,959 | 15,600,722 | 13,545,786 | |
| - | - | - | 105,674 | 116,880 | 120,396 | 93,256 | |
| 2,179,407 | 2,171,524 | 2,063,064 | 2,509,947 | 4,385,179 | 4,196,830 | 3,104,750 | |
| 65,323 | 59,062 | 41,912 | 206,488 | 202,360 | 213,865 | 252,698 | |
| 5,275 | 9,311 | 5,360 | - | - | - | - | |
| - | - | - | 72,641 | 84,917 | 2,078,220 | 161,313 | |
| <u>18,726,600</u> | <u>19,491,424</u> | <u>23,377,353</u> | <u>27,517,405</u> | <u>19,195,634</u> | <u>53,771,646</u> | <u>34,327,423</u> | |
| <u>28,603,311</u> | <u>30,043,151</u> | <u>32,230,455</u> | <u>43,343,721</u> | <u>40,762,512</u> | <u>78,253,398</u> | <u>55,124,756</u> | |
| | | | | | | | |
| 4,577,771 | 5,074,382 | 5,140,008 | 5,133,692 | 5,374,209 | 6,038,101 | 7,055,637 | |
| 7,470,911 | 7,934,981 | 7,096,141 | - | - | - | - | |
| 450,242 | 599,450 | 558,672 | 712,703 | 632,874 | 647,869 | 729,404 | |
| - | - | - | - | - | - | - | |
| 723,674 | 738,578 | 638,418 | 727,367 | 822,597 | 1,090,738 | 1,107,594 | |
| 795,521 | 1,243,600 | 1,123,683 | 845,228 | 1,169,535 | 1,424,516 | 1,366,513 | |
| 1,813,870 | 2,676,981 | 6,300,496 | 891,650 | 1,232,581 | 2,124,823 | 983,661 | |
| 15,831,989 | 18,267,972 | 20,857,418 | 8,310,640 | 9,231,796 | 11,326,047 | 11,242,809 | |
| 44,435,300 | 48,311,123 | 53,087,873 | 51,654,361 | 49,994,308 | 89,579,445 | 66,367,565 | |
| | | | | | | | |
| (79,541,129) | (76,981,422) | (87,434,241) | (86,230,546) | (80,293,783) | (63,005,084) | (96,745,451) | |
| (4,422,086) | (2,778,565) | (342,860) | (1,608,686) | (696,634) | (654,280) | (1,113,638) | |
| \$ <u>(83,963,215)</u> | \$ <u>(79,759,987)</u> | \$ <u>(87,777,101)</u> | \$ <u>(87,839,232)</u> | \$ <u>(80,990,417)</u> | \$ <u>(63,659,364)</u> | \$ <u>(97,859,089)</u> | |

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

General Revenues and Other Changes in Net Position

| | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|--------------------------------------|---------------------|----------------------|---------------------|
| Governmental activities: | | | |
| Taxes: | | | |
| Property taxes | \$ 56,375,308 | \$ 58,672,780 | \$ 57,741,770 |
| Local option sales tax | 18,683,423 | 19,379,479 | 21,073,395 |
| Other taxes and licenses | 357,554 | 306,924 | 311,970 |
| Investment earnings, unrestricted | 85,950 | 80,801 | 164,342 |
| Miscellaneous, unrestricted | 115,847 | 421,945 | 190,526 |
| Transfers | <u>(2,482,848)</u> | <u>(4,037,905)</u> | <u>(4,051,886)</u> |
| Total governmental activities | <u>73,135,234</u> | <u>74,824,024</u> | <u>75,430,117</u> |
| Business-type activities: | | | |
| Investment earnings, unrestricted | 9,278 | 28,741 | 44,183 |
| Miscellaneous, unrestricted | - | (461) | - |
| Transfers | <u>2,482,848</u> | <u>4,037,905</u> | <u>4,051,886</u> |
| Total business-type activities | <u>2,492,126</u> | <u>4,066,185</u> | <u>4,096,069</u> |
| Total primary government | <u>75,627,360</u> | <u>78,890,209</u> | <u>79,526,186</u> |
| <u>Change in Net Position</u> | | | |
| Governmental activities | 7,675,864 | 8,038,823 | 4,649,837 |
| Business activities | 967,694 | 2,557,388 | 2,397,532 |
| Total primary government | <u>\$ 8,643,558</u> | <u>\$ 10,596,211</u> | <u>\$ 7,047,369</u> |

Source: Annual audited financial statements of this entity.

| | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|---------------------|--------------------|---------------------|--------------------|---------------------|----------------------|----------------------|----------------------|
| \$ | 58,872,411 | 59,799,476 | 62,052,615 | 64,641,923 | 69,848,719 | 74,626,242 | 75,254,712 |
| 20,952,048 | 23,254,541 | 25,091,605 | 29,196,677 | 32,096,039 | 33,959,995 | 35,426,970 | |
| 283,924 | 314,324 | 318,340 | 261,155 | 240,400 | 276,074 | 299,569 | |
| 622,168 | 989,403 | 586,143 | 136,110 | 152,134 | 2,663,500 | 7,410,345 | |
| 242,115 | 122,409 | 229,261 | 558,410 | 474,025 | 552,282 | 432,981 | |
| <u>(12,387,837)</u> | <u>(6,832,220)</u> | <u>(5,055,778)</u> | <u>(1,431,259)</u> | <u>(2,058,556)</u> | <u>(2,095,868)</u> | <u>(2,457,734)</u> | |
| <u>68,584,829</u> | <u>77,647,933</u> | <u>83,222,186</u> | <u>93,363,016</u> | <u>100,752,761</u> | <u>109,982,225</u> | <u>116,366,843</u> | |
| | 112,228 | 286,829 | 208,251 | 24,781 | 22,370 | 252,787 | 624,734 |
| | - | - | - | - | - | - | - |
| 12,387,837 | 6,832,220 | 5,055,778 | 1,439,372 | 2,058,556 | 2,095,868 | 2,457,734 | |
| 12,500,065 | 7,119,049 | 5,264,029 | 1,464,153 | 2,080,926 | 2,348,655 | 3,082,468 | |
| <u>81,084,894</u> | <u>84,766,982</u> | <u>88,486,215</u> | <u>94,827,169</u> | <u>102,833,687</u> | <u>112,330,880</u> | <u>119,449,311</u> | |
| | | | | | | | |
| | (10,956,300) | 666,511 | (4,212,055) | 7,132,470 | 20,458,978 | 46,977,141 | 19,621,392 |
| | 8,077,979 | 4,340,484 | 4,921,169 | (144,533) | 1,384,292 | 1,694,375 | 1,968,830 |
| \$ | <u>(2,878,321)</u> | <u>\$ 5,006,995</u> | <u>\$ 709,114</u> | <u>\$ 6,987,937</u> | <u>\$ 21,843,270</u> | <u>\$ 48,671,516</u> | <u>\$ 21,590,222</u> |

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

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|---|-----------------------------|----------------------------|-----------------------------|-----------------------------|
| General Fund | | | | |
| Restricted for: | | | | |
| Stabilization by State Statute | \$ 6,309,654 | \$ 6,564,718 | \$ 9,428,553 | \$ 6,465,996 |
| Future debt payments, QSCB | 3,215,487 | 4,287,311 | 5,359,241 | 6,431,278 |
| Public schools | 5,579,616 | 5,767,329 | 7,268,541 | 6,158,969 |
| Law enforcement | 234,161 | 82,237 | 69,309 | 156,159 |
| Tax revaluation | 818,003 | 899,701 | 904,008 | 758,020 |
| Court facilities | - | - | - | 16,900 |
| Economic development | 1,554,352 | 35,459 | - | - |
| Grants | 121,554 | 235,736 | 119,007 | 67,205 |
| Committed for: | | | | |
| LEO Pension | - | 947,742 | - | - |
| Future capital projects | - | 32,000 | 1,258,000 | 1,294,968 |
| Community College | 764,812 | 704,925 | 445,566 | 169,497 |
| Public schools | 1,270,720 | 2,536,751 | 2,178,268 | 1,585,298 |
| Assigned for: | | | | |
| Subsequent year's expenditures | 5,876,487 | 1,549,268 | 766,743 | 310,198 |
| Donations | 34,811 | 1,200 | 31,244 | - |
| Unassigned | <u>26,346,813</u> | <u>34,806,329</u> | <u>29,456,661</u> | <u>22,023,497</u> |
| Total general fund | <u><u>52,126,470</u></u> | <u><u>58,450,706</u></u> | <u><u>57,285,141</u></u> | <u><u>45,437,985</u></u> |
| All Other Governmental Funds | | | | |
| Non-spendable: | | | | |
| Senior Center-principal | 2,100 | 7,100 | 7,100 | 7,100 |
| Restricted for: | | | | |
| Stabilization by State Statute | 404,723 | 442,256 | 264,872 | 398,090 |
| Fire protection | 6,360 | 4,651 | 7,249 | 285 |
| Public schools | 5,688,105 | 2,082,730 | 23,234,194 | 14,763,436 |
| Capital improvements | - | - | 2,626,905 | 57,396 |
| Public safety | 1,645,827 | 1,616,170 | 478,344 | 1,349,810 |
| Debtors | - | - | - | - |
| Community development | 74,954 | 82,789 | 90,869 | - |
| Transportation | - | - | - | 28,240 |
| Court facilities | - | - | - | - |
| Grants | - | - | - | - |
| Opioid settlement | - | - | - | - |
| Health services | - | 6 | 26 | 170 |
| Committed for: | | | | |
| Future capital projects | 15,526,441 | 4,705,007 | 7,701,140 | 10,396,237 |
| Community college | 6,447,561 | - | - | - |
| Assigned for: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Donations | - | - | - | - |
| Unassigned | - | - | - | - |
| Total all other governmental funds | <u><u>\$ 29,796,071</u></u> | <u><u>\$ 8,940,709</u></u> | <u><u>\$ 34,410,699</u></u> | <u><u>\$ 27,000,764</u></u> |

Source: Annual audited financial statements of this entity.

| | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|----------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|-------------|
| \$ | 7,432,110 | 10,190,047 | 12,220,676 | 17,624,490 | 17,042,897 | 14,636,449 |
| 7,503,421 | 8,575,674 | 9,648,030 | 10,720,497 | 11,793,069 | 12,865,751 | |
| 5,342,094 | 2,030,530 | 1,505,735 | 3,224,972 | 5,815,494 | 7,371,122 | |
| 124,896 | 168,267 | 175,352 | 355,076 | 407,889 | 220,282 | |
| 533,621 | 565,677 | 546,273 | 524,715 | 516,984 | 491,358 | |
| - | - | - | - | - | - | |
| - | - | - | 4,929,568 | 10,640,741 | 9,177,532 | |
| 37,392 | 318,881 | 172,310 | 192,145 | 612,278 | 67,485 | |
| - | - | - | - | - | - | |
| 1,097,207 | - | - | - | - | - | |
| 989,782 | 20,915 | 37,873 | 40,494 | 680,263 | 928,280 | |
| 1,516,675 | 1,177,099 | 1,506,696 | - | - | - | |
| 719,611 | 241,806 | 1,158,643 | 2,122,032 | 4,615,444 | 3,552,768 | |
| 40,262 | 47,157 | - | 15,000 | 71,592 | 109,958 | |
| 18,689,670 | 13,345,076 | 39,636,183 | 30,309,843 | 20,982,580 | 39,610,287 | |
| <u>44,026,741</u> | <u>36,681,130</u> | <u>66,607,772</u> | <u>70,058,833</u> | <u>73,179,232</u> | <u>89,031,273</u> | |
| | | | | | | |
| 7,100 | 7,100 | 7,600 | 8,600 | 8,600 | 8,600 | |
| 1,709,716 | 1,540,382 | 1,285,740 | 1,088,109 | 717,979 | 842,650 | |
| 3,159 | 2,398 | 39,340 | 39,771 | 50,305 | 76,879 | |
| 4,443,300 | 2,730,889 | 1,154,542 | 1,463,863 | 23,794,884 | 1,538,648 | |
| 169,385 | 372,158 | - | - | - | - | |
| 1,576,952 | 2,030,092 | 1,168,312 | 884,959 | 42,460,465 | 1,236,425 | |
| - | - | - | - | 34,322,444 | 32,987,660 | |
| - | 7,557 | - | - | - | - | |
| 374,708 | 398,283 | 464,708 | 479,079 | 485,986 | 480,697 | |
| - | - | - | - | - | 12,514 | |
| - | - | 1,238 | 11,970 | 699,320 | 2,092,777 | |
| - | - | - | - | 10,564 | 2,586,340 | |
| 189 | 280 | 73,868 | 79,483 | - | 77,556 | |
| 10,509,086 | 8,677,129 | 5,997,703 | 19,943,994 | 15,304,776 | 15,898,770 | |
| - | - | - | - | - | - | |
| - | - | - | - | - | - | |
| - | - | - | - | - | - | |
| \$ <u>18,793,595</u> | \$ <u>15,766,268</u> | \$ <u>10,193,051</u> | \$ <u>23,999,828</u> | \$ <u>117,855,323</u> | \$ <u>57,839,516</u> | |

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

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|--|---------------------|------------------------|----------------------|------------------------|
| Revenues | | | | |
| Ad valorem taxes | \$ 57,149,804 | \$ 58,611,538 | \$ 57,873,488 | \$ 58,783,137 |
| Local option sales taxes | 18,775,454 | 19,486,558 | 20,985,491 | 21,107,894 |
| Other taxes and licenses | 601,781 | 586,345 | 582,477 | 552,138 |
| Unrestricted intergovernmental | 3,675,237 | 799,519 | 642,827 | 595,438 |
| Restricted intergovernmental | 21,896,044 | 25,570,656 | 23,439,360 | 19,419,311 |
| Permits and fees | 1,982,384 | 2,115,803 | 2,260,700 | 2,241,981 |
| Sales and services | 3,741,525 | 3,882,954 | 3,456,995 | 5,305,173 |
| Investment earnings | 70,645 | 76,805 | 157,371 | 650,832 |
| Miscellaneous | 949,531 | 1,941,563 | 1,340,810 | 1,129,108 |
| Opioid settlement funds | - | - | - | - |
| Client account income | - | - | - | - |
| Payments from other municipalities | <u>195,988</u> | <u>190,955</u> | <u>210,656</u> | <u>210,366</u> |
| Total revenues | <u>109,038,393</u> | <u>113,262,696</u> | <u>110,950,175</u> | <u>109,995,378</u> |
| Expenditures | | | | |
| General government | 11,414,481 | 12,029,395 | 12,140,294 | 12,696,719 |
| Public safety | 21,965,497 | 23,514,436 | 26,539,211 | 26,649,302 |
| Transportation | 294,890 | 223,495 | 343,488 | 2,204,696 |
| Economic and physical development | 3,915,820 | 1,772,339 | 1,510,719 | 1,947,853 |
| Human services | 30,983,424 | 30,398,607 | 29,390,247 | 27,986,240 |
| Cultural and recreational | 2,305,648 | 2,181,044 | 2,388,494 | 2,427,910 |
| Intergovernmental: education | 24,546,990 | 24,538,805 | 26,835,179 | 27,299,175 |
| Capital outlay | 44,065,315 | 20,461,562 | 5,558,304 | 8,419,620 |
| Debt service: | | | | |
| Principal | 2,058,838 | 4,308,703 | 4,279,692 | 5,019,267 |
| Interest and other charges | <u>1,488,737</u> | <u>2,073,005</u> | <u>1,734,533</u> | <u>2,483,574</u> |
| Total expenditures | <u>143,039,640</u> | <u>121,501,391</u> | <u>110,720,161</u> | <u>117,134,356</u> |
| Excess of revenues over (under) expenditures | (34,001,247) | (8,238,695) | 230,014 | (7,138,978) |
| Other Financing Sources (Uses) | | | | |
| Issuance from long-term debt | - | - | - | - |
| Issuance from SBITA/lease financing | - | - | - | - |
| Transfers from other funds | 38,452,000 | 590,001 | 7,001,682 | 6,568,119 |
| Transfers to other funds | 28,260,732 | (5,229,354) | (11,057,292) | (18,963,786) |
| Permanent fund donation | 2,100 | 5,000 | - | - |
| Issuance of debt | (30,743,580) | 971,527 | 28,005,133 | - |
| Sale of capital assets | 690,687 | 414,351 | 124,892 | 277,443 |
| Total other financing sources (uses) | <u>36,661,939</u> | <u>(3,248,475)</u> | <u>24,074,415</u> | <u>(12,118,224)</u> |
| Net change in fund balances | <u>\$ 2,660,692</u> | <u>\$ (11,487,170)</u> | <u>\$ 24,304,429</u> | <u>\$ (19,257,202)</u> |
| Debt service as a percentage of noncapital expenditures | 3.6% | 6.3% | 5.7% | 6.9% |

Source: Annual audited financial statements of this entity.

| | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|-----------------------|------------------------|----------------------|----------------------|----------------------|------------------------|-------------|
| \$ | 59,700,310 | 61,947,311 | 64,777,343 | 69,875,885 | 74,586,678 | 75,237,539 |
| 25,299,702 | 25,265,261 | 28,663,508 | 32,104,621 | 33,875,817 | 35,578,704 | |
| 541,101 | 523,216 | 534,310 | 1,857,110 | 1,760,800 | 1,427,884 | |
| 461,815 | 657,955 | 1,533,607 | 2,226,188 | 792,802 | 731,317 | |
| 20,714,942 | 23,586,511 | 22,086,490 | 18,061,231 | 52,908,100 | 32,791,846 | |
| 2,305,821 | 2,739,881 | 3,029,219 | 1,995,270 | 1,969,946 | 2,082,621 | |
| 5,345,270 | 4,741,164 | 14,070,895 | 17,203,610 | 19,079,396 | 15,567,439 | |
| 1,014,569 | 664,534 | 80,092 | 107,671 | 2,564,817 | 7,263,402 | |
| 1,578,945 | 1,371,258 | 2,219,098 | 2,623,276 | 3,824,921 | 2,131,310 | |
| - | - | - | - | - | 2,526,538 | |
| - | - | 225,411 | 284,602 | 461,232 | 390,759 | |
| 210,077 | 59,444 | 63,981 | 20,635 | 10,540 | - | |
| <u>117,172,552</u> | <u>121,556,535</u> | <u>137,283,954</u> | <u>146,360,099</u> | <u>191,835,049</u> | <u>175,729,359</u> | |
| 12,061,266 | 13,036,811 | 13,721,176 | 13,429,401 | 19,081,286 | 22,169,761 | |
| 28,220,163 | 28,773,357 | 41,221,937 | 42,876,594 | 50,083,693 | 49,092,293 | |
| 386,776 | 430,519 | 220,785 | 478,367 | 472,952 | 430,666 | |
| 4,369,580 | 7,474,373 | 2,456,432 | 2,782,884 | 5,044,019 | 5,759,150 | |
| 27,388,883 | 25,750,258 | 26,398,199 | 26,524,812 | 28,533,780 | 30,768,747 | |
| 2,537,030 | 2,368,228 | 2,480,640 | 2,701,527 | 2,836,872 | 3,306,239 | |
| 26,920,372 | 33,669,871 | 29,213,559 | 27,963,903 | 29,808,806 | 31,392,526 | |
| 10,551,952 | 9,318,264 | 5,893,797 | 2,433,337 | 45,587,535 | 59,480,008 | |
| 5,049,747 | 3,674,484 | 3,303,000 | 4,410,497 | 4,827,094 | 9,788,478 | |
| 2,447,434 | 2,370,220 | 2,270,536 | 2,343,330 | 2,221,661 | 5,709,560 | |
| <u>119,933,203</u> | <u>126,866,385</u> | <u>127,180,061</u> | <u>125,944,652</u> | <u>188,497,698</u> | <u>217,897,428</u> | |
| (2,760,651) | (5,309,850) | 10,103,893 | 20,415,447 | 3,337,351 | (42,168,069) | |
| - | - | - | - | 94,648,000 | - | |
| - | - | - | 293,646 | 925,928 | 379,365 | |
| 641,673 | 13,414,433 | 15,784,044 | 28,445,641 | 31,258,293 | 30,195,929 | |
| (7,551,133) | (18,640,744) | (17,215,892) | (30,429,668) | (33,354,162) | (32,631,914) | |
| - | - | 500 | 1,000 | - | - | |
| - | - | 9,930,468 | - | - | - | |
| 51,796 | 163,223 | 313,552 | 214,031 | 33,339 | 60,925 | |
| (6,857,664) | (5,063,088) | 8,812,672 | (1,475,350) | 93,511,398 | (1,995,695) | |
| <u>\$ (9,618,315)</u> | <u>\$ (10,372,938)</u> | <u>\$ 18,916,565</u> | <u>\$ 18,940,097</u> | <u>\$ 96,848,749</u> | <u>\$ (44,163,764)</u> | |
| 7.1% | 5.3% | 4.6% | 5.5% | 3.8% | 7.4% | |

Wayne County, North Carolina
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
(Amounts expressed in thousands)

| Fiscal Year Ended June 30, | Real Property | Personal Property | Less: Tax-Exempt Property | Subtotal Property | Public Service Property | Total Taxable Assessed Value | Total Direct Tax Rate |
|---|--------------------------|------------------------------|--|------------------------------|--|---|--------------------------------------|
| 2015 | \$ 6,267,862 | \$ 633,307 | \$ 472,242 | \$ 6,428,927 | \$ 642,458 | \$ 7,071,385 | 0.664 |
| 2016 | 6,329,035 | 1,602,490 | 473,012 | 7,458,513 | 669,929 | 8,128,442 | 0.664 |
| 2017 | 6,383,407 | 1,669,376 | 473,849 | 7,578,934 | 653,525 | 8,232,459 | 0.664 |
| 2018 | 6,445,468 | 1,608,667 | 472,927 | 7,581,208 | 723,603 | 8,304,811 | 0.664 |
| 2019 | 6,513,018 | 1,663,347 | 472,927 | 7,703,438 | 721,099 | 8,424,537 | 0.664 |
| 2020 | 6,951,909 | 1,708,416 | 608,808 | 8,051,517 | 719,509 | 8,771,026 | 0.664 |
| 2021 | 7,043,074 | 1,878,188 | 608,680 | 8,312,582 | 791,188 | 9,103,770 | 0.708 |
| 2022 | 6,553,112 | 1,918,868 | 605,772 | 7,866,208 | 812,983 | 8,679,191 | 0.743 |
| 2023 | 7,427,508 | 2,040,261 | 605,283 | 8,862,486 | 778,861 | 9,641,347 | 0.743 |
| 2024 | 7,398,530 | 2,167,269 | 601,244 | 8,964,555 | 634,014 | 9,598,569 | 0.743 |

Source: Original levy as reported by the Tax Assessor for the entity.

Wayne County, North Carolina
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

| Fiscal Year Ended June 30, | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|-----------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Wayne County (Note 2) | 0.768 | 0.743 | 0.743 | 0.708 | 0.664 | 0.664 | 0.664 | 0.664 | 0.664 | 0.664 |
| Municipality Rates: | | | | | | | | | | |
| City of Goldsboro | 0.825 | 0.730 | 0.680 | 0.680 | 0.650 | 0.650 | 0.650 | 0.650 | 0.650 | 0.650 |
| Town of Mount Olive | 0.750 | 0.670 | 0.670 | 0.680 | 0.640 | 0.640 | 0.640 | 0.640 | 0.640 | 0.640 |
| Town of Seven Springs | 0.540 | 0.540 | 0.540 | 0.540 | 0.540 | 0.540 | 0.540 | 0.540 | 0.540 | 0.540 |
| Town of Fremont | 0.700 | 0.680 | 0.680 | 0.680 | 0.670 | 0.660 | 0.650 | 0.650 | 0.650 | 0.650 |
| Town of Pikeville | 0.690 | 0.690 | 0.690 | 0.690 | 0.690 | 0.690 | 0.690 | 0.690 | 0.600 | 0.600 |
| Town of Eureka | 0.750 | 0.750 | 0.750 | 0.750 | 0.750 | 0.750 | 0.750 | 0.750 | 0.750 | 0.750 |
| Village of Walnut Creek | 0.480 | 0.480 | 0.480 | 0.420 | 0.420 | 0.420 | 0.420 | 0.420 | 0.380 | 0.380 |
| Fire Districts: | | | | | | | | | | |
| Antioch Fire District | N/A | 0.080 | 0.080 | 0.080 |
| Arrington Fire District | 0.076 | 0.076 | 0.076 | 0.076 | 0.076 | 0.076 | 0.076 | 0.076 | 0.076 | 0.076 |
| Belfast Fire District | 0.057 | 0.057 | 0.057 | 0.057 | 0.057 | 0.057 | 0.057 | 0.057 | 0.057 | 0.057 |
| Boon Hill Fire District | 0.080 | 0.080 | 0.080 | 0.080 | 0.050 | 0.050 | 0.050 | 0.050 | 0.050 | 0.050 |
| Dudley Fire District | 0.080 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 |
| East Wayne Fire District | N/A |
| Elroy Fire District | 0.060 | 0.060 | 0.060 | 0.060 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 |
| Eureka Fire District | N/A |
| Faro Fire District | N/A |
| Grantham Fire District | 0.069 | 0.069 | 0.069 | 0.069 | 0.069 | 0.069 | 0.069 | 0.069 | 0.069 | 0.069 |
| Indian Springs Fire District | 0.070 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 |
| Jordan Chapel Fire District | 0.060 | 0.060 | 0.060 | 0.060 | 0.061 | 0.061 | 0.061 | 0.061 | 0.061 | 0.061 |
| Little River Fire District | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 |
| Mar Mac Fire District | 0.070 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 | 0.060 |
| Moseley Hall Fire District | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 |
| Nahunta Fire District | 0.080 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 |
| New Hope Fire District | 0.080 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.063 | 0.063 |
| Northeast Wayne Fire District | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 |
| Northern Wayne Fire District | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 |
| Oakland Fire District | 0.070 | 0.070 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 |
| Patetown Fire District | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.063 | 0.070 | 0.063 |
| Pinewood Fire District | N/A |
| Pleasant Grove Fire District | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 |
| Polly Watson Fire District | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.080 | 0.060 | 0.060 | 0.060 | 0.060 |
| Pricetown Fire District | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 | 0.053 |
| Rosewood Fire District | 0.065 | 0.055 | 0.055 | 0.055 | 0.055 | 0.055 | 0.055 | 0.055 | 0.055 | 0.055 |
| Saulston Fire District | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.060 | 0.060 | 0.055 |
| Seven Springs Fire District | 0.050 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 | 0.040 |
| Smith Chapel Fire District | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 |
| Thoroughfare Fire District | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 | 0.075 |
| Waylin Fire District | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.070 | 0.045 | 0.045 | 0.045 |
| Downtown Special Service District | 0.235 | 0.235 | 0.235 | 0.235 | 0.235 | 0.235 | 0.235 | 0.235 | 0.235 | 0.235 |

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

Note 2: Wayne County does not allocate any of the total direct rate to any special funds.

Source: Tax Assessor of Wayne County.

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

| Name of Taxpayer | Type of Business | 2024 | | 2015 | | Percentage of Total Assessed Value | |
|----------------------------------|-------------------------|-----------------------|------|----------------|-----------------------|------------------------------------|---------------|
| | | Assessed Value | Rank | Assessed Value | Rank | | |
| Duke Progress Energy | Electric/Utility | \$ 494,780,854 | 1 | 5.58% | \$ 524,908,733 | 1 | 7.42% |
| Mount Olive Pickle, Inc. | Pickle Processing | 85,193,939 | 2 | 0.96% | 36,094,029 | 6 | 0.51% |
| Georgia Pacific Corporation | Wood Processing | 79,905,770 | 3 | 0.90% | 38,549,278 | 4 | 0.55% |
| Case Farms Processing, Inc. | Poultry Prod/Processing | 69,858,000 | 4 | 0.79% | 40,171,944 | 3 | 0.57% |
| Piedmont Natural Gas | Gas/Utility | 55,373,546 | 5 | 0.62% | 45,599,986 | 2 | 0.64% |
| Walmart Stores East LP | Retail Stores | 32,392,846 | 6 | 0.37% | 29,532,038 | 7 | 0.42% |
| Franklin Baking | Baking Manufacturer | 25,217,851 | 7 | 0.28% | 23,732,030 | 10 | 0.34% |
| Bobby Denning Properties, LLC | Real Estate | 24,215,240 | 8 | 0.27% | | | |
| Tri-County EMC | Electric/Utility | 23,833,445 | 9 | 0.27% | 26,510,001 | 8 | 0.37% |
| Berkeley Mall, LLC | Retail Stores | 21,528,020 | 10 | 0.24% | | | |
| Cooper-Standard Automotive, Inc. | Auto Parts Manufacturer | | | | 36,677,899 | 5 | 0.52% |
| BellSouth Telephone Company | Telephone/Utility | | | | 25,281,789 | 9 | 0.36% |
| Total | | \$ <u>912,299,511</u> | | <u>10.28%</u> | \$ <u>827,057,727</u> | | <u>11.70%</u> |

Source: Tax Assessor of Wayne County.

Wayne County , North Carolina
Property Tax Levy (Ad Valorem) and Collections
Last Ten Fiscal Years
(Amounts expressed in thousands)

| Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|---|---|---|----------------------------|--|----------------------------------|----------------------------|
| | | Amount | Percent of Levy | | Amount | Percent of Levy |
| 2015 | \$ 47,173 | \$ 46,210 | 97.96% | \$ 1,741 | \$ 47,951 | 101.65% |
| 2016 | 47,820 | 46,754 | 97.77% | 1,165 | 47,919 | 100.21% |
| 2017 | 48,159 | 47,059 | 97.72% | 1,163 | 48,222 | 100.13% |
| 2018 | 48,928 | 47,997 | 98.10% | 1,019 | 49,016 | 100.18% |
| 2019 | 49,455 | 48,516 | 98.10% | 1,026 | 49,542 | 100.18% |
| 2020 | 51,668 | 50,665 | 98.06% | 940 | 51,605 | 99.88% |
| 2021 | 52,931 | 52,076 | 98.38% | 948 | 53,024 | 100.18% |
| 2022 | 57,533 | 56,643 | 98.45% | 913 | 57,556 | 100.04% |
| 2023 | 61,319 | 60,390 | 98.48% | 858 | 61,248 | 99.88% |
| 2024 | 61,453 | 60,450 | 98.37% | 874 | 61,324 | 99.79% |

Source: Original levy as reported by the Tax Assessor for the entity.

Table 2-E

Wayne County, North Carolina
Taxable Sales by Category
Last Ten Fiscal Years
(in thousands of dollars)

| | \$ | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-----------|
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| Apparel stores | \$ 41,369 | \$ 45,938 | \$ 47,334 | \$ 47,569 | \$ 51,624 | \$ 49,391 | \$ 68,167 | \$ 73,180 | \$ 86,249 | \$ 86,249 | \$ 81,238 |
| Automotive | 82,502 | 91,737 | 98,760 | 95,839 | 100,684 | 106,059 | 116,625 | 124,368 | 134,863 | 139,152 | |
| Food | 199,681 | 215,165 | 214,756 | 219,211 | 234,088 | 232,880 | 257,750 | 282,292 | 303,077 | 318,141 | |
| Furniture | 38,087 | 38,649 | 40,616 | 43,656 | 54,660 | 52,541 | 48,364 | 49,379 | 48,489 | 49,570 | |
| General merchandise | 334,453 | 352,116 | 380,903 | 362,419 | 388,098 | 414,840 | 505,709 | 524,084 | 550,370 | 581,607 | |
| Lumber and building material | 106,667 | 103,803 | 114,143 | 120,676 | 134,567 | 148,613 | 155,674 | 167,394 | 183,359 | 200,686 | |
| Unclassified | 241,149 | 244,945 | 265,501 | 275,256 | 298,311 | 325,442 | 369,497 | 416,052 | 426,751 | 449,996 | |
| Total | 1,043,908 | 1,092,353 | 1,162,013 | 1,164,626 | 1,262,032 | 1,329,766 | 1,521,786 | 1,636,749 | 1,733,158 | 1,820,390 | |
| 1% Tax | - | - | - | - | - | - | - | - | - | - | |
| 2%, 2.5%, 3%, 4.75% Tax | 5,538 | 7,035 | 6,975 | 9,148 | 10,176 | 13,759 | 15,439 | 20,132 | 22,501 | 22,186 | |
| Total Taxable Sales | \$ 1,049,446 | \$ 1,099,388 | \$ 1,168,988 | \$ 1,173,774 | \$ 1,272,208 | \$ 1,343,525 | \$ 1,537,225 | \$ 1,656,881 | \$ 1,755,659 | \$ 1,842,576 | |
| County direct sales tax rate | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% | 2.00% |

Wayne County, North Carolina
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands)

| Fiscal Year | Governmental Activities | | | | | | SBITA & Leases Payable |
|--------------------|---------------------------------|---------------------------------|--------------------------------------|---------------------------------------|---------------------------------|--|-----------------------------------|
| | General Obligation Bonds | Limited Obligation Bonds | Certificates of Participation | Installment Purchase Contracts | Promissory Notes Payable | | |
| 2015 | \$ - | \$ - | \$ - | \$ 58,518 | \$ 2,455 | | \$ - |
| 2016 | - | - | - | 56,614 | 1,842 | | - |
| 2017 | - | 24,945 | - | 52,948 | 1,228 | | - |
| 2018 | - | 21,615 | - | 49,502 | 614 | | - |
| 2019 | - | 20,555 | - | 46,126 | - | | - |
| 2020 | - | 19,720 | - | 43,837 | - | | - |
| 2021 | - | 18,340 | - | 51,914 | - | | - |
| 2022 | - | 16,965 | - | 49,061 | - | | - |
| 2023 | - | 15,595 | - | 140,856 | - | | 647,490 |
| 2024 | - | 14,220 | - | 133,136 | - | | 653,357 |

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

| Business-Type Activities | | | | | | |
|--------------------------------|--------------------------------------|--------------------------------|------------------------------|--------------------------------|-------------------------------------|---------------|
| Limited Obligation Bonds | Installment Purchase Contracts | Promissory Notes Payable | SBITA & Leases Payable | Total Primary Government | Percentage of Personal Income | Per Capita |
| \$ | \$ | \$ | \$ | \$ | | \$ |
| \$ - | \$ - | \$ - | \$ - | \$ 60,973 | 1.21% | \$ 489 |
| - | 699 | - | - | 59,155 | 1.17% | 473 |
| 11,000 | 528 | - | - | 90,649 | 1.92% | 708 |
| 12,820 | 2,480 | - | - | 87,031 | 1.90% | 701 |
| 12,270 | 2,073 | - | - | 81,024 | 1.77% | 657 |
| 11,200 | 1,662 | - | - | 76,419 | 1.61% | 620 |
| 10,680 | 1,430 | - | - | 82,364 | 1.72% | 669 |
| 10,160 | 1,198 | - | - | 77,384 | 1.54% | 661 |
| 9,640 | 966 | - | 42,116 | 856,663 | 25.30% | 7,304 |
| 9,120 | 734 | - | 31,453 | 842,020 | 24.32% | 7,021 |

Wayne County, North Carolina
Ratios of General Bonded Debt Outstanding and Legal Debt Margin
Last Ten Fiscal Years
(amounts expressed in thousands)

| | 2015 | 2016 | 2017 | 2018 |
|--|-------------------|-------------------|-------------------|-------------------|
| General bonded debt outstanding | | | | |
| General obligation bonds | \$ - | \$ - | \$ - | \$ - |
| Total | - - | - - | - - | - - |
| Assessed value | 7,071,385 | 8,128,442 | 8,232,459 | 8,304,811 |
| Percentage of estimated actual property value | 0.000% | 0.000% | 0.000% | 0.000% |
| Per capita | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Amounts set aside to repay general debt | - - | - - | - - | - - |
| Total net debt applicable to debt limit | - - | - - | - - | - - |
| Legal debt limit - eight percent (8%) of assessed valuation | <u>565,711</u> | <u>650,275</u> | <u>658,597</u> | <u>664,385</u> |
| Legal debt margin | <u>\$ 565,711</u> | <u>\$ 650,275</u> | <u>\$ 658,597</u> | <u>\$ 664,385</u> |
| Legal debt margin as a percentage of the debt limit | 100.00% | 100.00% | 100.00% | 100.00% |

Source: Annual audited financial statements of this entity.

| 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 8,424,537 | 8,771,026 | 9,103,769 | 9,276,833 | 9,467,769 | 9,565,799 |
| 0.000% | 0.000% | 0.000% | 0.000% | 0.000% | 0.000% |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| — | — | — | — | — | — |
| — | — | — | — | — | — |
| 673,963 | 701,682 | 728,302 | 742,147 | 757,422 | 765,264 |
| \$ <u>673,963</u> | \$ <u>701,682</u> | \$ <u>728,302</u> | \$ <u>742,147</u> | \$ <u>757,422</u> | \$ <u>765,264</u> |
| 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

Wayne County, North Carolina
Direct and Overlapping Governmental Activities Debt
As of June 30, 2024
 (amounts expressed in thousands)

| Governmental Unit | Debt Outstanding | Estimated Percentage Applicable | Estimated Share of Overlapping Debt |
|--|-------------------------|--|--|
| Debt repaid with property taxes | | | |
| Direct Bonded Debt | | | |
| Wayne County | \$ - | 100% | \$ - |
| Overlapping Bonded Debt | | | |
| Goldsboro | 39,169 | 100% | 39,169 |
| Eureka | - | 100% | - |
| Fremont | 528 | 100% | 528 |
| Town of Mount Olive | 6,097 | 100% | 6,097 |
| Pikeville | 2,118 | 100% | <u>2,118</u> |
| Subtotal, overlapping debt | | | 47,912 |
| Other debt | | | |
| Limited Obligation Bonds | 23,340 | 100% | 23,340 |
| Installment Purchase Contracts | 133,870 | 100% | 133,870 |
| Promissory Notes Payable | - | 100% | - |
| Leases & SBITA Payable | - | 100% | <u>684,810</u> |
| Total direct and overlapping debt | | | \$ <u>889,932</u> |

Source: Assessed value data used to estimate applicable percentages provided by Wayne County and Assessment Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt, of each overlapping government.

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

| Fiscal Year | Population (1) | Personal Income (thousands) | Per Capita Income (1) | School Enrollment (2) | Unemployment Rate (3) | County Gross Retail Sales (thousands) |
|-------------|----------------|-----------------------------|-----------------------|-----------------------|-----------------------|---------------------------------------|
| 2015 | 124,583 | \$ N/A | \$ N/A | \$ 19,021 | 6.5% | \$ 1,049,446 |
| 2016 | 124,775 | N/A | N/A | 18,713 | 5.6% | 1,099,388 |
| 2017 | 124,984 | N/A | N/A | 18,460 | 4.8% | 1,168,988 |
| 2018 | 128,020 | N/A | N/A | 18,460 | 4.5% | 1,173,773 |
| 2019 | 124,172 | N/A | N/A | 18,223 | 4.7% | 1,272,208 |
| 2020 | 123,248 | N/A | 25,520 | 18,037 | 8.2% | 1,343,525 |
| 2021 | 123,131 | N/A | N/A | 17,352 | 6.3% | 1,537,225 |
| 2022 | 116,989 | N/A | N/A | 17,402 | 3.8% | 1,656,881 |
| 2023 | 117,286 | N/A | 28,874 | 17,224 | 4.0% | 1,755,659 |
| 2024 | 119,923 | N/A | 28,874 | 16,947 | 3.7% | 1,842,576 |

(1) US Census Bureau and Bureau of Economic Analysis

(2) NC Dept of Public Instruction, Statistical Research & Data

(3) Employment Security Commission

N/A -Not Available

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

| Name of Taxpayer | Type of Business | 2024 | | | 2015 | | |
|----------------------------------|-------------------------------------|----------------------|------|------------------------------|----------------------|------|------------------------------|
| | | Number of Employees | Rank | % of Total County Employment | Number of Employees | Rank | % of Total County Employment |
| Seymour Johnson Air Force Base | Military Base | 7,336 | 1 | 14.80% | 6,482 | 1 | 11.96% |
| Wayne UNC Healthcare | Health Care | 2,925 | 2 | 5.90% | 1,814 | 3 | 3.35% |
| Wayne County Public Schools | Public Education | 2,390 | 3 | 4.82% | 2,997 | 2 | 5.53% |
| Mount Olive Pickle Company, Inc. | Pickle Production (seasonal) | 1,234 | 4 | 2.49% | 638 | 10 | 1.18% |
| Case Farms Processing, Inc. | Poultry Processing | 1,100 | 5 | 2.22% | 1,049 | 5 | 1.93% |
| County of Wayne | Local Government (full & part-time) | 1,005 | 6 | 2.03% | 980 | 4 | 1.81% |
| O'Berry Center | State Center for Handicapped | 624 | 7 | 1.26% | 817 | 7 | 1.51% |
| City of Goldsboro | Local Government (full & part-time) | 582 | 8 | 1.17% | | | |
| Cherry Hospital | State Psychiatric Hospital | 580 | 9 | 1.17% | 978 | 6 | 1.80% |
| AP Exhaust Technologies | Auto Parts Manufacturer | 550 | 10 | 1.11% | | | |
| Goldsboro Milling Company | Turkey Feed Products | | | | 800 | 8 | 1.48% |
| Cooper Standard Automotive Co. | Auto Parts Manufacturer | | | | 789 | 9 | 1.46% |
| Total | | <u><u>18,326</u></u> | | <u><u>36.98%</u></u> | <u><u>17,344</u></u> | | <u><u>31.99%</u></u> |
| Total County Employment | | <u><u>49,551</u></u> | | | <u><u>54,213</u></u> | | |

Source: Wayne County Development Alliance, Inc.

Table 5A

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

| Function/Program | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|------|------|------|------|------|------|------|------|------|------|
| General government | | | | | | | | | | |
| Board of commissioners | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 |
| County manager | 4 | 4 | 5 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Finance | 8 | 9 | 9 | 9 | 9 | 9 | 10 | 12 | 11 | 11 |
| Human resources | 3 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 6 | 9 |
| Tax administration | 15 | 15 | 16 | 15 | 14 | 15 | 14 | 15 | 14 | 15 |
| GIS | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| County attorney | 1 | 1 | 1 | 2 | 2 | 2 | 3 | 3 | 1 | 1 |
| Court facility | 1 | 2 | 2 | 2 | 4 | 4 | 3 | - | - | - |
| Public affairs | 2 | 2 | 2 | 3 | 3 | 3 | 3 | 2 | 2 | 2 |
| Board of elections | 5 | 5 | 5 | 4 | 4 | 4 | 4 | 5 | 7 | 7 |
| Register of deeds | 8 | 8 | 8 | 8 | 7 | 8 | 9 | 7 | 8 | 8 |
| Central services | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 1 | 2 | 2 |
| IT department | 9 | 10 | 10 | 11 | 14 | 14 | 16 | 14 | 14 | 12 |
| Building and grounds | 35 | 37 | 38 | 39 | 40 | 40 | 42 | 38 | 40 | 40 |
| Public safety | | | | | | | | | | |
| Sheriff | 100 | 119 | 127 | 128 | 151 | 120 | 132 | 124 | 121 | 127 |
| Detention center | 64 | 80 | 94 | 103 | 99 | 107 | 98 | 94 | 94 | 104 |
| Day reporting | 6 | 6 | 6 | 6 | 6 | 6 | 7 | 5 | 5 | 6 |
| NC school resource officers | 11 | 12 | 12 | 11 | 16 | 17 | 18 | 18 | 18 | 20 |
| Emergency management | 34 | 38 | 38 | 38 | 32 | 33 | 26 | 32 | 32 | 32 |
| Inspections | 7 | 7 | 7 | 7 | 7 | 7 | 8 | 7 | 7 | 7 |
| Animal control | 13 | 13 | 14 | 15 | 15 | 15 | 13 | 12 | 12 | 14 |
| EM telephone | 1 | 1 | 1 | - | - | - | 3 | 4 | 4 | 2 |
| 622 EMS | 97 | 107 | 108 | 110 | 110 | 106 | 124 | 120 | 120 | 121 |
| Wayne Net | 22 | 26 | 50 | 49 | 40 | 30 | 3 | - | - | - |
| Transportation | | | | | | | | | | |
| Goldsboro Wayne Airport | 3 | 3 | 3 | 3 | 2 | 3 | 2 | 3 | 3 | 3 |
| Goldsboro/Wayne Transp. Authority | 1 | - | - | 1 | 1 | 1 | 1 | 1 | 1 | - |
| Economic and physical development | | | | | | | | | | |
| Economic development | 4 | 3 | 3 | 4 | 4 | 4 | 2 | - | 1 | 1 |
| Cooperative extension | 2 | 2 | 3 | 3 | 2 | 2 | 3 | 3 | 3 | 3 |
| Soil and water conservation | 4 | 4 | 4 | 4 | 4 | 4 | 3 | 4 | 4 | 4 |
| Environmental protection | | | | | | | | | | |
| Planning | 4 | 3 | 4 | 5 | 5 | 5 | 5 | 4 | 4 | 5 |

Table 5A

| Function/Program | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|------------------------------|------|------|------|------|------|------|------|------|------|------|
| Education | | | | | | | | | | |
| Library | | | | | | | | | | |
| Literacy connection | 33 | 34 | 36 | 36 | 35 | 36 | 35 | 36 | 34 | 34 |
| Human services | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Smart start-PAT | 2 | - | - | - | - | - | - | - | - | - |
| 4-H | 7 | 10 | 10 | 5 | 3 | 3 | - | 1 | 1 | - |
| Veterans | 2 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 4 |
| Senior citizens | 16 | 15 | 16 | 17 | 16 | 16 | 17 | 16 | 17 | 16 |
| Social services | 210 | 201 | 232 | 218 | 194 | 207 | 215 | 165 | 154 | 157 |
| Health | 121 | 117 | 117 | 114 | 111 | 106 | 110 | 88 | 91 | 95 |
| Utilities | | | | | | | | | | |
| Solid waste | 46 | 45 | 45 | 45 | 47 | 51 | 44 | 45 | 45 | 46 |
| Genoa sewer | 1 | 1 | 1 | 1 | 1 | - | - | - | - | - |
| Convention Center | | | | | | | | | | |
| Maxwell | - | - | 3 | 3 | 5 | 7 | 7 | 6 | 8 | 8 |
| Internal Service Fund | | | | | | | | | | |
| Fleet Management | - | 2 | 2 | 2 | 3 | 3 | 3 | 3 | - | - |

Source: County payroll department. Transportation information provided by each entity.

N/A = Not Available

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

| Function/Program | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-----------|------------|------------|-----|
| Inspections department | | | | | | | | | | | |
| Building permits issued | 443 | 548 | 622 | 543 | 587 | 873 | 886 | 1,005 | 840 | 1,295 | |
| Building inspections conducted | 3,101 | 3,836 | 7,101 | 6,721 | 6,742 | 9,603 | 8,764 | 9,456 | 8,993 | 10,114 | |
| Sheriff | | | | | | | | | | | |
| Arrests | 3,862 | 4,560 | 5,041 | 4,503 | 4,793 | 4,335 | 3,973 | 4,503 | 3,423 | 4,120 | |
| Citations | 5,020 | 7,502 | 5,225 | 3,420 | 2,787 | 2,396 | 1,248 | 1,163 | 1,003 | 1,450 | |
| Fire | | | | | | | | | | | |
| Inspections | 175 | 174 | 92 | 91 | 104 | 110 | 113 | 101 | 105 | 119 | |
| Permits | 112 | 110 | 110 | 107 | 124 | 135 | 92 | 82 | 130 | 90 | |
| EMS | | | | | | | | | | | |
| Calls | 17,890 | 18,391 | 18,725 | 19,520 | 20,084 | 20,074 | 21,328 | 21,731 | 22,523 | 23,447 | |
| EMS Non-emergency | | | | | | | | | | | |
| Calls | 5,774 | 6,514 | 12,832 | 11,916 | 20,262 | 6,198 | N/A | N/A | N/A | N/A | |
| Solid waste disposal | | | | | | | | | | | |
| MSW (tons) | 70,312.17 | 67,161.82 | 77,780.31 | 75,427.14 | 82,805.84 | 91,377.35 | 97,144.61 | 97,561.34 | 118,163.06 | 119,852.42 | |
| C&D (tons) | 20,732.16 | 17,370.40 | 21,291.25 | 22,230.89 | 34,458.59 | 35,802.03 | 29,949.40 | 27,488.79 | 28,260.06 | 25,250.26 | |
| Storm debris (tons) | - | - | 12,526.36 | 2,93 | 5,770.15 | 2,39 | 19,57 | 21,25 | 19,78 | 104,13 | |
| Recycle (tons) | 5,710.74 | 5,710.13 | 6,174.14 | 5,111.46 | 4,152.12 | 4,426.98 | 5,012.44 | 5,154.54 | 5,504.91 | 5,432.09 | |
| Tires (count) | 1,943 | 1,971 | 2,145 | 2,163 | 2,222 | 2,403 | 2,444 | 2,458 | 2,493 | 2,412 | |
| Oil (gallons) | 14,965 | 16,750 | 16,250 | 24,500 | 22,500 | 18,192 | 18,850 | 19,247 | 14,877 | 28,825 | |
| Batteries (count) | 72 | - | - | - | 2 | 2 | 2 | 6 | 8 | 9 | |
| Jail | | | | | | | | | | | |
| Inmates admitted (average) | 561 | 579 | 545 | 538 | 4,300 | 3,643 | 2,642 | 7,428 | 6,018 | 3,443 | |
| Inmates (daily average) | 214 | 220 | 395 | 363 | 370 | 363 | 313 | 356 | 344 | 1,003 | |
| Department of social services | | | | | | | | | | | |
| Adult medicaid (active cases) | 40,477 | 100,551 | 140,143 | 145,302 | 138,255 | 136,059 | 131,791 | 131,780 | 132,871 | 147,047 | |
| Family and childrens medicaid (active cases) | 127,779 | 255,350 | 331,271 | 347,251 | 294,236 | 313,435 | 274,117 | 260,400 | 287,802 | 374,508 | |
| Food stamps (active cases) | 129,560 | 143,720 | 163,359 | 133,931 | 129,365 | 121,385 | 141,394 | 153,123 | 145,798 | 149,526 | |
| Children in foster care (avg per month) | 40 | 38 | 56 | 72 | 64 | 57 | 40 | 32 | 41 | 562 | |
| Children in DSS custody (avg per month) | 72 | 89 | 124 | 118 | 107 | 88 | 64 | 63 | 72 | 68 | |
| Day care (children served) | 14,863 | 13,532 | 12,898 | 12,898 | 13,125 | 11,419 | 10,816 | 11,135 | 12,270 | 11,928 | |
| Child support (collections) | \$13,979,704 | \$13,433,177 | \$12,763,225 | \$12,381,435 | \$12,869,734 | \$13,232,881 | \$13,565,475 | N/A | N/A | N/A | N/A |
| Work first (active cases) | 4,664 | 2,858 | 3,506 | 3,690 | 3,278 | 2,565 | 2,221 | 1,911 | 1,738 | 2,726 | |
| Reception services (clients seen) | 41,015 | 52,173 | 52,081 | 54,640 | 47,140 | 32,650 | 13,815 | 14,459 | 25,668 | 40,442 | |
| Health department | | | | | | | | | | | |
| TB (clients seen) | 475 | 340 | 385 | 552 | 815 | 927 | 195 | 1,182 | 1,429 | 1,084 | |
| Communicable disease/STD (client visits) | 3,421 | 3,508 | 3,143 | 2,573 | 2,721 | 2,271 | 400 | 1,069 | 1,098 | 1,700 | |
| Pharmacy (prescriptions filled) | 5,464 | 4,189 | 4,448 | 4,496 | 3,384 | 3,678 | 2,676 | 3,688 | 3,544 | 3,572 | |
| BCCCP (client visits) | 351 | 274 | 293 | 182 | 216 | 143 | 155 | 237 | 186 | 181 | |
| Wisewoman (client visits) | 171 | 129 | 134 | 81 | 26 | 36 | 30 | N/A | N/A | N/A | |
| HIV/AIDS (tests) | 2,425 | 2,181 | 3,780 | 1,723 | 3,448 | 2,539 | 1,943 | 2,466 | 2,496 | 2,232 | |
| Dental (client visits) | 2,331 | 1,860 | 517 | 801 | 338 | 527 | 636 | - | - | - | |
| Immunizations (administered) | 4,503 | 4,381 | 4,672 | 4,182 | 5,078 | 3,688 | 1,894 | 1,847 | 4,786 | 6,357 | |
| Lab (tests) | 45,611 | 39,979 | 43,008 | 43,297 | 40,197 | 30,648 | 22,164 | 31,273 | 27,365 | 20,568 | |
| Environmental health (onsite inspections) | 890 | 1,235 | 1,169 | 1,289 | 1,920 | 2,047 | 2,225 | 2,383 | 2,678 | 1,853 | |
| Environmental health (restaurant inspections) | 1,531 | 1,231 | 1,081 | 1,227 | 1,380 | 776 | 1,456 | 1,620 | 1,856 | 1,883 | |
| WIC (caseloads) | 4,373 | 4,387 | 4,152 | 3,916 | 3,952 | 4,207 | 4,118 | 4,118 | 4,508 | 4,961 | |
| Total prenatal visits | 6,723 | 6,634 | 5,936 | 6,286 | 6,810 | 6,698 | 5,369 | 6,948 | 6,875 | 6,992 | |

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

| Function/Program | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Health department, continued | | | | | | | | | | |
| Post partum home assessments | 432 | 387 | 280 | 391 | 261 | 171 | 407 | 510 | N/A | N/A |
| Family planning visits | 5,345 | 2,658 | 5,184 | 5,083 | 3,828 | 4,088 | 3,808 | 3,711 | 3,430 | 3,410 |
| Health Education/H.P. (persons reached) | 17,036 | 20,992 | 11,432 | 2,312 | 2,990 | 3,016 | 1,091 | 1,204 | 318 | 2,348 |
| 4-H | | | | | | | | | | |
| Elementary afterschool enrollment | 185 | 238 | 60 | 158 | 133 | 191 | - | - | - | - |
| Middle school afterschool enrollment | 92 | 126 | 50 | 45 | - | - | - | - | - | - |
| Elementary afterschool sites | 9 | 9 | 6 | 8 | 4 | 4 | - | - | - | - |
| Middle school afterschool sites | 3 | 2 | 1 | 1 | - | - | - | - | - | - |
| 4H volunteer hours | 3,000 | 4,400 | 4,819 | 4,818 | 1,406 | - | - | - | - | - |
| Youth workshop attendance | 1,050 | 1,440 | 1,052 | 2,849 | 1,247 | - | - | - | - | - |
| Cooperative extension | | | | | | | | | | |
| Workshop attendance | 27,965 | 16,738 | 32,737 | 13,069 | 15,312 | 14,137 | 23,385 | 12,731 | 11,345 | 11,215 |
| Extension training (farmers) | 3,483 | 3,550 | 4,162 | 2,968 | 2,591 | 3,137 | 928 | 2,273 | 1,162 | 2,372 |
| Home horticulture class attendance | 2,479 | 2,071 | 2,099 | 1,177 | 2,466 | 2,461 | 380 | 541 | 1,227 | 332 |
| Master gardeners volunteer hours | 2,009 | 2,372 | 2,199 | 2,401 | 2,591 | 2,818 | 552 | 1,195 | 2,400 | 1,338 |
| Equine training participants | - | - | - | - | - | - | - | - | - | - |
| Family and consumer science nutrition and wellness training attendance | 5,644 | 1,215 | 2,721 | 794 | 2,241 | 1,936 | 1,645 | 3,533 | 4,994 | 1,025 |
| Extension and community association volunteer hours | 9,378 | 9,000 | 9,800 | 7,856 | 9,259 | 4,874 | 998 | 1,432 | 17,461 | 23,597 |
| Tax | | | | | | | | | | |
| % of collections | 97.93% | 97.77% | 97.78% | 98.10% | 98.10% | 98.06% | 98.38% | 98.45% | 98.48% | 98.37% |
| Real estate parcels | 60,649 | 65,721 | 61,080 | 66,308 | 66,494 | 66,909 | 67,917 | 67,785 | 68,418 | 68,567 |
| Real property value | 5,795,619,962 | 5,880,791,751 | 5,922,885,319 | 5,972,540,856 | 6,040,090,705 | 6,343,100,365 | 6,434,393,407 | 6,544,981,743 | 6,655,546,768 | 6,768,054,448 |
| Personal property value | 1,295,625,527 | 1,360,313,955 | 1,326,370,989 | 1,608,666,874 | 687,656,540 | 718,204,126 | 746,177,941 | 766,323,296 | 791,663,404 | 855,737,240 |
| Licensed vehicles value (Old DMV System) | - | - | - | - | - | - | - | - | - | - |
| Licensed vehicles value (New VTS System) | 867,399,464 | 907,481,124 | 942,708,042 | 723,602,774 | 982,644,768 | 993,593,045 | 1,135,368,258 | 1,167,859,650 | 1,190,042,223 | 1,250,335,072 |
| Airport | | | | | | | | | | |
| Gallons-Aviation gas sold (yearly) | 39,401 | 50,782 | 55,182 | 64,691 | 63,577 | 45,340 | 57,107 | 50,777 | 54,749 | 65,224 |
| Gallons-Jet A fuel sold (yearly) | 51,319 | 48,825 | 76,694 | 90,910 | 81,685 | 61,069 | 64,105 | 74,081 | 94,841 | 95,483 |
| Total transient flights (yearly) | 698 | 627 | 482 | 563 | 357 | 1,104 | 557 | 576 | 726 | 730 |
| Library | | | | | | | | | | |
| Number of branches | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 3 | 3 |
| Number of hours open to public | 8,044 | 8,122 | 8,104 | 8,128 | 6,185 | 8,260 | 8,148 | 8,166 | 7,961 | 7,961 |
| Total book & serial volumes | 151,321 | 137,849 | 133,083 | 129,310 | 133,465 | 142,072 | 144,348 | 122,461 | 117,395 | 125,199 |
| Total circulation | 300,075 | 288,742 | 264,274 | 253,177 | 242,214 | 163,011 | 193,727 | 203,735 | 244,121 | 247,755 |
| Number of persons entering library | 295,405 | 280,344 | 260,598 | 235,677 | 211,057 | 136,557 | 95,555 | 114,113 | 119,281 | 142,766 |
| Total childrens program attendance | 15,537 | 16,704 | 20,521 | 24,368 | 20,572 | 10,133 | 3,381 | 10,038 | 14,530 | 14,530 |
| Total adult program attendance | 4,414 | 3,827 | 4,019 | 3,632 | 3,543 | 1,964 | 1,860 | 4,310 | 3,897 | 4,777 |

Sources: Various county departments
 N/A = Not Available

Table 5-C

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

| Function/Program | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--------------------------------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| General government | | | | | | | | | | |
| Buildings and grounds | | | | | | | | | | |
| Building values | \$ 72,778,938 | \$ 97,884,728 | \$ 107,334,228 | \$ 106,062,118 | \$ 105,760,268 | \$ 115,373,265 | \$ 124,462,836 | \$ 139,580,240 | \$ 203,945,320 | \$ 214,390,090 |
| Contents value | \$ 14,867,499 | \$ 17,473,912 | \$ 25,334,499 | \$ 27,896,313 | \$ 28,062,313 | \$ 27,771,313 | \$ 43,719,070 | \$ 44,375,130 | \$ 48,559,720 | \$ 48,559,720 |
| Sheriff | | | | | | | | | | |
| Patrol units | 124 | 135 | 138 | 148 | 148 | 150 | 150 | 150 | 180 | 203 |
| Canine units | 4 | 5 | 5 | 6 | 6 | 7 | 7 | 7 | 7 | 6 |
| Boats | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Helicopters | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| EMS | | | | | | | | | | |
| Stations | 9 | 9 | 9 | 10 | 10 | 11 | 11 | 11 | 11 | 11 |
| Ambulances | 18 | 16 | 18 | 16 | 16 | 16 | 17 | 21 | 19 | 19 |
| Difibrillator | 12 | 16 | 11 | 9 | 13 | 17 | 14 | 17 | 17 | 17 |
| WayneNet | | | | | | | | | | |
| Stations | 1 | 3 | 3 | 2 | 2 | 1 | - | - | - | - |
| Ambulances | 4 | 8 | 8 | 11 | 16 | 12 | - | - | - | - |
| Difibrillator | 1 | 1 | 1 | 2 | 13 | 1 | - | - | - | - |
| Wastewater | | | | | | | | | | |
| Sanitary sewers (miles) | 9.0 | N/A | 9.0 | N/A | 4.3 | N/A | 4.3 | N/A | 4.3 | N/A |
| Treatment capacity (gal) | N/A | 23,000 | N/A | 10,000 | N/A | 10,000 | N/A | 10,000 | N/A | 4.3 |
| Avg daily containment | 23,000 | 2 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | N/A |
| Pump stations | 2 | | | | | | | | | |
| Solid Waste Disposal | | | | | | | | | | |
| Sanitation trucks | 5 | 5 | 4 | 4 | 4 | 4 | 4 | 4 | 6 | 7 |
| Department of Social Services | | | | | | | | | | |
| Vehicles | 8 | 8 | 11 | 10 | 10 | 10 | 10 | 11 | 9 | 9 |
| Info Technology Services | | | | | | | | | | |
| Servers | 43 | 52 | 66 | 48 | 48 | 53 | 55 | 43 | 54 | 54 |
| Computers | 497 | 427 | 401 | 559 | 901 | 1,174 | 1,184 | 1,056 | 1,032 | 1,032 |
| Laptops | 268 | 260 | 131 | 184 | 288 | 354 | 416 | 487 | 503 | 611 |
| Thin Clients | 658 | 470 | 469 | 542 | 598 | 323 | - | - | - | - |
| 4-H | | | | | | | | | | |
| Vehicles | 3 | 3 | 3 | 2 | 3 | 3 | 3 | 3 | 3 | 3 |
| Airport | | | | | | | | | | |
| Vehicles | 3 | 3 | 3 | 2 | 3 | 3 | 3 | 3 | 3 | 3 |

Source: Various county departments
N/A = Not Available

Compliance Section

NUNN, BRASHEAR & UZZELL, P.A.
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS
1106 PARKWAY DRIVE
P.O. BOX 10127
GOLDSBORO, NORTH CAROLINA 27532-0127

PAUL L. NUNN, CPA
HAROLD D. BRASHEAR, CPA
DIANNE L. UZZELL, CPA
DANNA J. LAYNE, CPA, CFE

ALBERT S. WHITFIELD, CPA
MARJORIE C. FICKLNG, CPA
J.R. SABATELLI, CPA

TEL: (919) 778-1000
FAX: (919) 751-1782
E-Mail: NBCo@NBCo.com

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

Independent Auditors' Report

To the Board of Commissioners
And Management of Wayne County
Goldsboro, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Wayne County, North Carolina, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprises the Wayne County's basic financial statements, and have issued our report thereon dated November 25, 2024. Our report includes a reference to other auditors who audited the financial statements of the Wayne County ABC Board and our audit as a separate engagement of the Wayne County Tourism Development Authority, as described in our report on the Wayne County's financial statements. This report does not include the results of the other auditors' or our separate engagement'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 Wayne County ABC Board and the Wayne County Tourism Development Authority 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 the Wayne County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Wayne County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Nunn, Brashear, & Uzzell, P.A.

Goldsboro, North Carolina

November 25, 2024

NUNN, BRASHEAR & UZZELL, P.A.
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS
1106 PARKWAY DRIVE
P.O. BOX 10127
GOLDSBORO, NORTH CAROLINA 27532-0127

PAUL L. NUNN, CPA
HAROLD D. BRASHEAR, CPA
DIANNE L. UZZELL, CPA
DANNA J. LAYNE, CPA, CFE

ALBERT S. WHITFIELD, CPA
MARJORIE C. FICKLING, CPA
J.R. SABATELLI, CPA

TEL: (919) 778-1000
FAX: (919) 751-1782
E-Mail: NBCo@NBCo.com

Report On Compliance With Requirements Applicable To Each Major Federal Program And Internal Control Over Compliance In Accordance With OMB Uniform Guidance and the State Single Audit Implementation Act

Independent Auditors' Report

To the Board of Commissioners
and Management of Wayne County
Goldsboro, North Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of Wayne County, North Carolina, with the types of compliance requirements described in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect to each of its major federal programs of Wayne County for the year ended June 30, 2024. Wayne County, North Carolina'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, Wayne County complied, in all material respects, with the compliance requirements referred to above that are could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

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). 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 Wayne 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 Wayne County's compliance with the compliance requirements referred to above.

Responsibility 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 Wayne County's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Wayne 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 generally accepted auditing standards, 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 Wayne County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, 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 Wayne 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 Wayne 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 Wayne County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies 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, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance 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 OMB Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Nunn, Brashears & Uzzell, PA

Goldsboro, North Carolina
November 25, 2024

NUNN, BRASHEAR & UZZELL, P.A.
CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS
1106 PARKWAY DRIVE
P.O. BOX 10127
GOLDSBORO, NORTH CAROLINA 27532-0127

PAUL L. NUNN, CPA
HAROLD D. BRASHEAR, CPA
DIANNE L. UZZELL, CPA
DANNA J. LAYNE, CPA, CFE

ALBERT S. WHITFIELD, CPA
MARJORIE C. FICKLING, CPA
J.R. SABATELLI, CPA

TEL: (919) 778-1000
FAX: (919) 751-1782
E-Mail: NBCo@NBCo.com

Report On Compliance With Requirements Applicable To Each Major State Program And Internal Control Over Compliance In Accordance With Applicable Sections of OMB Uniform Guidance and the State Single Audit Implementation Act

Independent Auditors' Report

To the Board of Commissioners
and Management of Wayne County
Goldsboro, North Carolina

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Wayne County, North Carolina, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of the County's major state programs for the year ended June 30, 2024. Wayne 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, Wayne County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2024.

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.² 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 Wayne County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provides a reasonable basis for our opinion on compliance for each major State program. Our audit does not provide a legal determination of the Wayne 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 Wayne County State programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Wayne 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 Wayne 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 Wayne 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 Wayne 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 Wayne County's internal control over compliance.

Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A deficiency *in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a State program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 Auditors' Responsibilities for the Audit of Compliance section and above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies 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.

Nunn, Brashears & Uzzell, PA

Goldsboro, North Carolina
November 25, 2024

Wayne County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2024

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

| | | |
|--|------------------------------|---|
| Material weakness identified? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Significant Deficiency identified that is not considered to be material weaknesses | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> None reported |
| Noncompliance material to financial statements noted | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |

Federal Awards

Internal control over major federal programs:

| | | |
|---|------------------------------|---|
| Material weakness identified? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Significant Deficiencies identified that are not considered to be material weaknesses | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> None reported |

Type of auditors' report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major federal programs:

| <u>CFDA#</u> | <u>Program Name</u> |
|--------------|--|
| 21.027 | Coronavirus State Local Fiscal Recovery Funds - ARPA |
| 93.563 | Child Support Enforcement |
| 93.778 | Medical Assistance Program - Administrative Funds |
| | DSS Crosscutting Requirements |

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

Auditee qualified as low-risk auditee? Yes No

Wayne County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2024

State Awards

Internal control over major State programs:

| | | |
|--|------------------------------|---|
| Material weakness identified? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Significant Deficiency(s) identified that are not considered to be material weaknesses | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> None reported |
| Noncompliance material to State awards | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |

Type of auditors' 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 | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
|--|------------------------------|--|

Identification of major State programs:

Program Name

Public School Building Capital Fund
Rural Building Reuse Program
State Budget and Management - Special Appropriations

Wayne County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2024

II. Findings Related to the Audit of the Basic Financial Statements of Wayne County

None Noted

III. Federal Awards Findings and Questioned Costs

None Noted

IV. State Awards Findings and Questioned Costs

None Noted

Wayne County, North Carolina
Corrective Action Plan
For the Fiscal Year Ended June 30, 2024

II. Basic Financial Statement Findings and Questioned Costs

None Noted

III. Federal Awards Findings and Questioned Costs

None Noted

IV. State Awards Findings and Questioned Costs

None Noted

Wayne County, North Carolina
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2024

No Prior Year Findings

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| Federal Grantor/Program Title | U.S. Dept. of Agriculture | Federal Unit Assistance Listing | State/Pass-through Grantor's Number | Fed. (Direct & Pass-through) Expenditures | State Expenditures | Pass-through to Subrecipients | Local Expenditures |
|--|----------------------------------|--|--|--|---------------------------|--------------------------------------|---------------------------|
| Federal Awards: | | | | | | | |
| U.S. Dept. of Agriculture | | | | | | | |
| Food and Nutrition Service | | | | | | | |
| Passed-through the N.C. Dept. of Health and Human Services: | | | | | | | |
| Division of Social Services: | | | | | | | |
| Administration: | | | | | | | |
| Supplemental Nutrition Assistance Program (SNAP) (Note 5): | | | | | | | |
| SNAP Administrative | 10.561 | | | \$ 1,351,733 | \$ 54,513 | - | \$ 1,351,733 |
| ARPA-FNS Funds | 10.561 | | | | 145,436 | - | - |
| SNAP Fraud Administration | 10.561 | | | | | - | 145,436 |
| Total SNAP | | | | \$ 1,551,682 | | | \$ 1,497,169 |
| Passed-through the N.C. Dept. of Health and Human Services: | | | | | | | |
| Division of Public Health: | | | | | | | |
| Administration: | | | | | | | |
| Special Supplemental Nutrition Program for Women, Infants, & Children (Note 5) | | | | | | | |
| Coronavirus State Local Fiscal Recovery Funds | 10.557 | | | \$ 840,116 | \$ 227 | - | \$ 123,959 |
| Total U.S. Dept. of Agriculture | 21.027 | | | \$ 2,392,025 | | | 2,261 |
| U.S. Environmental Protection Agency | | | | | | | |
| Passed-through the N.C. Division of Soil and Water Conservation: | | | | | | | |
| Total U. S. Election Assistance Commission | | | | | | | |
| 10.761 | | | | \$ 26,816 | | | \$ 7,999 |
| | | | | | | | \$ 7,999 |
| U.S. Dept. of Justice | | | | | | | |
| Department of Justice | | | | | | | |
| Comprehensive Opiod, Stimulant, and Substance Use Program | | | | | | | |
| State Criminal Alien Assistance Program | 16.838 | | | \$ 321,839 | | - | - |
| Organized Crime Drug Enforcement | 16.606 | | | | 26,611 | - | - |
| Total U. S. Department of Justice | 16.111 | | | \$ 10,624 | | | - |
| | | | | | \$ 359,074 | | |
| U. S. Department of Homeland Security | | | | | | | |
| Passed-through N.C. Dept. of Public Safety: | | | | | | | |
| Division of Emergency Management | | | | | | | |
| Public Assistance Program | | | | | | | |
| Total U. S. Department of Homeland Security | | | | | | | |
| 97.036 | EMPG-2023-2320096 | | | \$ 19,073 | \$ 19,073 | \$ - | \$ - |

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| <u>Grantor/Pass-through Grantor/Program Title</u> | <u>Federal Unit Assistance Listing</u> | <u>State/ Pass-through Grantor's Number</u> | <u>Fed. (Direct & Pass-through) Expenditures</u> | <u>State Expenditures</u> | <u>Pass-through to Subrecipients</u> | <u>Local Expenditures</u> |
|--|--|---|--|-------------------------------|--|-------------------------------|
| U.S. Institute of Museum and Library Services | | | | | | |
| Passed-through the N.C. Dept. of Cultural Resources | | | | | | |
| Library Services & Technology Act - Various Grants | | | \$ 133,301 | \$ - | \$ - | \$ - |
| Total U.S. Institute of Museum and Library Services | 45,310 | | <u>\$ 133,301</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| U.S. Department of Treasury | | | | | | |
| Passed-through the N.C. Office of State Budget and Management: | | | | | | |
| NC Pandemic Recovery Office | | | | | | |
| ARPA - State Fiscal Recovery Funds | | | 9,247,373 | | | |
| Total U.S. Department of Treasury | 21,027 | | <u>9,247,373</u> | <u></u> | <u></u> | <u></u> |
| Total U.S. Department of Treasury | | | <u>9,247,373</u> | <u></u> | <u></u> | <u></u> |
| U.S. Dept. of Health & Human Services | | | | | | |
| Administration on Aging | | | | | | |
| Division of Aging and Adult Services | | | | | | |
| Passed-through Eastern Carolina Council: | | | | | | |
| Aging Cluster: | | | | | | |
| Title III Preventive Health - Title III-D | | | 6,783 | 399 | | 798 |
| ARPA - Title III Preventive Health - Title III-D | | | 2,100 | - | | - |
| Special Programs for the Aging - Title III B: | | | | | | |
| Access | | | 146,470 | 8,616 | | 17,232 |
| In-Home | | | 307,640 | 18,096 | | 36,193 |
| ARPA - Supportive Services | | | 219,168 | 38,677 | | - |
| Special Programs for the Aging - Title III C: | | | | | | |
| Congregate Nutrition C-1 | | | 86,984 | 5,117 | 102,334 | 10,233 |
| Home Delivered Meals C-2 | | | 198,043 | 11,650 | 232,992 | 23,299 |
| NSIP - Nutrition | | | 62,476 | - | 62,476 | - |
| Total Aging Cluster | | | <u>1,029,664</u> | <u>82,555</u> | <u>397,802</u> | <u>87,755</u> |
| Social Services Block Grant - In-Home Services | | | | | | |
| Family Caregiver Support | | | 93,667 | 1,468 | | |
| Total Eastern Carolina Council | 93,052 | | <u>22,023</u> | <u>1,468</u> | <u>397,802</u> | <u>919</u> |
| Administration for Children and Families | | | | | | |
| Division of Social Services: | | | | | | |
| Foster Care and Adoption | | | | | | |
| Title IV-E CPS | | | 101,867 | 60,477 | | 41,390 |
| Pre Training - CWS | | | 93,658 | 10,927 | | 6,994 |
| Title IV-E Foster Care Training | | | 93,658 | 12,426 | | 4,142 |
| Title IV-E Foster Care/Off Trn | | | 93,658 | - | | |
| Title IV-E Adoption/Off Trn | | | 93,659 | - | | |
| Title IV-E Extended and Regular | | | 93,658 | - | | |
| Title IV-E Admin County Paid to CCI | | | 93,658 | 65,985 | 19,754 | 19,754 |
| Total Foster Care and Adoption | | | <u>65,985</u> | <u>32,993</u> | <u>19,754</u> | <u>32,993</u> |
| Total Foster Care and Adoption | | | <u>471,119</u> | <u>\$ 113,224</u> | <u>\$ 304,227</u> | <u>\$ 304,227</u> |

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| <u>Grantor/Pass-through Grantor/Program Title</u> | <u>Federal Unit Assistance Listing</u> | <u>State/ Pass-through Grantor's Number</u> | <u>Fed. (Direct & Pass-through) Expenditures</u> | <u>State Expenditures</u> | <u>Pass-through to Subrecipients</u> | <u>Local Expenditures</u> |
|---|--|---|--|-------------------------------|--|-------------------------------|
| Temporary Assistance for Needy Families (TANF/Work First) - Administration | | | | | | |
| Work First Non-Reimbursable | 93.558 | | \$ 61,577 | \$ - | \$ - | \$ 249,672 |
| Division of Public Health: TANF | 93.558 | | 19,343 | - | - | 60,431 |
| Total Temporary Assistance for Needy Families (TANF/Work First) - Administration | | | 80,920 | | | 135,657 |
| N.C. Child Support Enforcement Section | | | | | | |
| Title IV-D Administration | 93.563 | | 1,155,764 | \$ - | | 595,394 |
| Title IV-D Offset Fees | 93.563 | | 511 | (2,590) | | 2,853 |
| Low-Income Home Energy Assistance Block Grant: | | | | | | |
| Administration | 93.568 | | 101,218 | - | - | - |
| ARPA - Low-Income Energy Assistance | 93.568 | | 22,447 | - | - | - |
| Low-Income Energy Assistance | 93.568 | | (5,239) | - | - | - |
| Crisis Intervention Program | 93.568 | | 5,188 | - | - | - |
| Total Energy Assistance | | | 123,614 | | | - |
| Child Welfare Services - State Grants | | | | | | |
| - Permanency Planning - Families for Kids-Special | 93.645 | | 34,950 | \$ 1,872 | | - |
| AFDC Payments and Penalties | 93.560 | | (703) | (193) | | (193) |
| SSBG - TANF to SSBG | 93.667 | | 215,007 | - | | - |
| SSBG - Other Service and Training | 93.667 | | 561,437 | 4 | | 187,147 |
| Adult Protective Services | 93.674 | | 10,699 | - | | - |
| Independent Living Transition | 93.674 | | 1,242 | 1,242 | | - |
| Independent Living Grant | 93.677 | | 17,397 | 4,349 | | 24,511 |
| Division of Public Health: | 93.994 | | 342,056 | 686 | | 490,244 |
| Maternal and Child Health Services Block Grant | | | | | | |
| Division of Aging and Adult Services: | | | | | | |
| Division of Social Services: | 93.667 | | 27,948 | - | - | 3,993 |
| SSBG - In Home Service Fund Over 60 | | | | | | |
| Division of Child Development: | | | | | | |
| <u>Child Care Development Fund:</u> | | | | | | |
| Division of Social Services: | 93.596 | | | | | |
| Child Care Development Fund Administration | | | | | | |
| Total Child Care Development | | | | | | |
| Centers for Medicare and Medicaid Services | | | | | | |
| Passed-through the N.C. Dept. of Health and Human Services: | | | | | | |
| Division of Medical Assistance (Note 5): | | | | | | |
| Medical Assistance Program (Public Health) | 93.778 | | \$ 595,249 | \$ - | \$ - | \$ - |
| CMHRR/CMARC Funds | | | | | | |

Centers for Medicare and Medicaid Services
Passed-through the N.C. Dept. of Health and Human Services:
Division of Medical Assistance (Note 5):
Medical Assistance Program (Public Health)
CMHRR/CMARC Funds

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| <u>Grantor/Pass-through Grantor/Program Title</u> | <u>Federal Unit Assistance Listing</u> | <u>State/ Pass-through Grantor's Number</u> | <u>Fed. (Direct & Pass-through) Expenditures</u> | <u>State Expenditures</u> | <u>Pass-through to Subrecipients</u> | <u>Local Expenditures</u> |
|---|--|---|--|-------------------------------|--|-------------------------------|
| Division of Social Services: | | | | | | |
| Medical Assistance Program/Administration: | | | | | | |
| Adult Care Home Case Mgmt/Spec | 93.778 | \$ 237,777 | \$ 17,748 | \$ 188,885 | - | \$ 220,029 |
| Medical Assistance Administration | 93.778 | 3,428,912 | - | - | - | 1,249,519 |
| Medical Transportation Administration | 93.778 | 124,050 | - | - | - | 124,050 |
| State County Special Assistance | 93.778 | 189,671 | - | - | - | 78,388 |
| State Children's Ins. Program - N.C. Health Choice (Note 5) | 93.767 | 190,719 | 5,548 | - | - | 51,981 |
| Passed-through Trillium Health Resources | 93.778 | 13,193 | - | - | - | - |
| Coalition for Addiction and Life Management | | | | | | |
| Office of Population Affairs | | | | | | |
| Passed-through the N.C. Dept. of Health and Human Services: | | | | | | |
| Division of Public Health | | | | | | |
| Family Planning Services | 93.217 | 86,870 | - | - | - | 590,813 |
| Division of Public Health | | | | | | |
| Centers for Disease Control | | | | | | |
| Passed-through the N.C. Dept. of Health and Human Services: | | | | | | |
| Division of Public Health: | | | | | | |
| Hospital Preparedness Program and Public Health | | | | | | |
| Public Health Emergency Preparedness | 93.069 | 34,036 | - | - | - | 30,472 |
| Maternal and Child Health Federal Consolidated Programs | 93.110 | 7,935 | - | - | - | - |
| Epidemiology and Laboratory Capacity for | | | | | | |
| Infectious Diseases (ELC) | | | | | | |
| Project Grants and Cooperative Agreements for | 93.323 | 93,158 | - | - | - | - |
| Tuberculosis Control Program | 93.116 | 18,221 | - | - | - | - |
| COVID-19 Public Health Emergency Response: | | | | | | |
| Cooperative Agreement for Emergency Response | 93.354 | 108,000 | - | - | - | 176,623 |
| Immunization Cooperation Agreements | 93.268 | 45,815 | - | - | - | - |
| COVID-19 - Immunization Cooperation Agreements | 93.268 | 78,089 | - | - | - | - |
| Preventive Health and Health Services Block Grant | 93.991 | 26,431 | - | - | - | - |
| Cancer Prevention and Control Programs for State | 93.898 | 30,400 | - | - | - | 73,913 |
| Collaboration with Academia to Strengthen Public Health | 93.967 | 263,625 | - | - | - | - |
| Total U.S. Dept. of Health and Human Services | | 9,901,169 | 413,556 | 397,802 | 397,802 | 4,765,586 |
| Total federal awards | | \$ 22,078,831 | \$ 413,556 | \$ 397,802 | \$ 397,802 | \$ 6,396,974 |

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| | <u>Federal Unit Assistance Listing</u> | <u>State/Pass-through Grantor's Number</u> | <u>Fed. (Direct & Pass-through) Expenditures</u> | <u>State Expenditures</u> | <u>Pass-through to Subrecipients</u> | <u>Local Expenditures</u> |
|---|--|--|--|---------------------------|--------------------------------------|---------------------------|
| State Awards: | | | | | | |
| <u>N.C. Administrative Office of the Courts</u> | | | | \$ 100,707 | \$ - | \$ - |
| NC Court Pilot Program Grant | | | | \$ 100,707 | \$ - | \$ - |
| Total N. C. Dept. of Commerce | | | | | | |
| <u>N.C. Dept. of Commerce:</u> | | | | | | |
| Rural Ready Sites Grant | | | 360,628 | | | - |
| One North Carolina Fund Grant | | | 200,000 | | | - |
| Building Reuse | | | 401,001 | | | - |
| Total N. C. Dept. of Commerce | | | \$ 961,629 | | | \$ 24,990 |
| <u>N.C. Dept. of Military & Veteran Affairs</u> | | | | | | |
| Veteran Services | | | 2,174 | | | - |
| Total N. C. Dept. of Military & Veteran Affairs | | | \$ 2,174 | | | \$ 2,217 |
| <u>N.C. Dept. of State Budget and Management:</u> | | | | | | |
| Special Appropriation | | | 566,911 | | | - |
| Passed-through United Way of Wayne County, Inc. | | | | | | |
| Special Appropriation | | | 100,000 | | | - |
| Total N. C. Dept. of State Budget and Management | | | \$ 666,911 | | | \$ - |
| <u>N.C. Department of Natural and Cultural Resources:</u> | | | | | | |
| State Library of North Carolina | | | | 195,193 | | - |
| Library State Aid Grant | | | | | | |
| Total N. C. Department of Cultural Resources | | | | \$ 195,193 | | \$ - |
| <u>N.C. Department of Environmental Quality</u> | | | | | | |
| Division of Environmental Health | | | | 11,570 | | - |
| Electronics Management | | | | 3,081 | | - |
| Scrap Tire Disposal Grant | | | | 145,350 | | - |
| Asset Inventory and Assessment Grant | | | | 123,789 | | - |
| Watershed Restoration | | | | 238,172 | | - |
| Stream Rehabilitation Assistance Program | | | | | | |
| Total N. C. Dept. of Environmental Quality | | | | \$ 521,962 | | \$ - |
| | | | | | | \$ 371,328 |
| <u>N.C. Dept. of Health and Human Services</u> | | | | | | |
| Division of Aging and Adult Services | | | | | 657 | - |
| Passed through Eastern Carolina Council: | | | | | | |
| Operation Fan | | | | | | - |
| Senior Center General Purpose | | | | | | \$ 2,726 |
| Total Eastern Carolina Council | | | | | | \$ 2,726 |
| | | | | \$ 8,178 | \$ - | \$ - |
| | | | | \$ 8,835 | \$ - | \$ - |

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| Grantor/Pass-through Grantor/Program Title | Federal Unit Assistance Listing | State/ Pass-through Grantor's Number | Fed. (Direct & Pass-through) Expenditures | State Expenditures | Pass-through to Subrecipients | Local Expenditures |
|---|--|---|---|-----------------------|-------------------------------------|-----------------------|
| Division of Social Services | | \$ | \$ | \$ | \$ | \$ |
| Non-Allocating County Cost | | | | | | 69,902 |
| County Funded Programs | | | | | | 1,489,660 |
| SFHF Maximization | | | | | | - |
| Foster Care Extended/Risk Maximization/Kinship | | | | | | 17,824 |
| Emergency Payment Foster Care | | | | | | - |
| AFDC Incentive/Prog Integrity | | | | | | - |
| State Foster Home | | | | | | - |
| Total Division of Social Service | | | | | | 101,849 |
| Division of Public Health | | | | | | 1,679,235 |
| DPH Aid to Counties | | | | | | |
| Food and Lodging Fees | | | | | | |
| General Communicable Disease Control | | | | | | |
| Healthy Community Activities | | | | | | |
| School Nurse Funding Initiative | | | | | | |
| Family Planning - State | | | | | | |
| Healthy Beginnings | | | | | | |
| Maternal Health | | | | | | |
| High Risk Maternity Clinics | | | | | | |
| Breast and Cervical Cancer Program | | | | | | |
| Child Health | | | | | | |
| Women's Health Service Fund | | | | | | |
| HIV/STD State | | | | | | |
| State Fiscal Recovery Funds | | | | | | |
| Tuberculosis Control | | | | | | |
| Total Division of Public Health | | | | | | |
| Total N. C. Department of Health and Human Services | | | | | | 4,761,708 |
| N.C. Dept. of Transportation | | | | | | |
| State Aid to Airports Program | | | | | | |
| NC DOT Cluster ROAP/SMAP | | | | | | |
| - ROAP Elderly and Disabled Transportation | | | | | | |
| Assistance Program | | | | | | |
| - ROAP Employment | | | | | | |
| - ROAP Rural General Public Program | | | | | | |
| Total ROAP Cluster | | | | | | |
| N.C. Dept. of Public Instruction: | | | | | | |
| Public School Building Capital Fund/Lottery Func | | | | | | |
| N.C. School Resource Officer Grant | | | | | | |
| Total N. C. Dept. of Public Instruction | | | | | | |
| LEA 960/2023-24 | | | | | | |
| 488015683 | | \$ | | | | |
| | | | | | | \$ |
| | | | | | | |

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| <u>N.C. Dept. of Public Safety</u> | <u>Grantor/Pass-through Grantor/Program Title</u> | <u>Federal Unit Assistance Listing</u> | <u>State/Pass-through Grantor's Number</u> | <u>Fed. (Direct & Pass-through) Expenditures</u> | <u>State Expenditures</u> | <u>Pass-through to Subrecipients</u> | <u>Local Expenditures</u> |
|--|--|--|--|--|---------------------------|--------------------------------------|---------------------------|
| | | | | \$ 536,301 | \$ 656,030 | \$ 656,030 | \$ 656,030 |
| <u>N.C. Dept. of Public Safety</u> | Juvenile Crime Prevention Programs | | | \$ - | \$ 656,030 | \$ 656,030 | \$ - |
| | Total Dept. of Public Safety | | | \$ - | \$ 656,030 | \$ 656,030 | \$ - |
| <u>Wayne County Partnership for Children</u> | | | | \$ - | \$ 60,671 | \$ - | \$ - |
| | Smart Start - Health Service Team | | | \$ - | \$ 60,671 | \$ - | \$ - |
| | Total Wayne County Partnership for Children | | | \$ - | \$ 9,863,765 | \$ 919,559 | \$ 5,189,151 |
| | Total State awards | | | \$ - | \$ - | \$ - | \$ - |
| Other Financial Assistance: | | | | | | | |
| <u>N.C. Department of Justice</u> | | | | \$ - | \$ 15,000 | \$ - | \$ - |
| | Opioid Settlement Fund (Note 6) | | | \$ - | \$ - | \$ - | \$ - |
| | Total federal, State and other financial assistance awards | | | \$ 22,078,831 | \$ 10,292,321 | \$ 1,317,361 | \$ 11,586,125 |

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

| <u>Federal Unit Assistance Listing</u> | <u>State/Pass-through Grantor's Number</u> | <u>Fed. (Direct & Pass-through) Expenditures</u> | <u>State Expenditures</u> | <u>Pass-through to Subrecipients</u> | <u>Local Expenditures</u> |
|---|--|--|---------------------------|--------------------------------------|---------------------------|
| <u>Grantor/Pass-through Grantor/Program Title</u> | | | | | |
| <u>Notes to the Schedule of Expenditures of Federal and State Financial Awards</u> | | | | | |
| 1. <u>Basis of Presentation</u> | | | | | |
| The accompanying schedule of expenditures of federal and State (and other financial assistance) awards (SEFSA) includes the federal and State grant activity of Wayne County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2024. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the SEFSA presents only a selected portion of the operations of Wayne County, it is not intended to and does not present the financial position, changes in net position or cash flows of Wayne County. | | | | | |
| 2. <u>Summary of Significant Accounting Policies</u> | | | | | |
| Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursements. | | | | | |
| 3. <u>Indirect Cost Rate</u> | | | | | |
| Wayne County has elected not to use the 10-percent <i>de minimis</i> indirect cost rate as allowed under the Uniform Guidance. | | | | | |
| 4. <u>Cluster of Programs</u> | | | | | |
| The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes: | | | | | |
| Foster Care and Adoption | | | | | |
| 5. <u>Benefit Payments Issued by the State</u> | | | | | |
| The amounts listed below were paid directly to individual recipients by the State from federal and State money. County personnel are involved with certain functions, primary eligibility determinations that cause benefit payments to be issued by the State. These amounts disclose this additional aid to County recipients that do not appear in the basic financial statements because they are not revenues and expenditures of the County. | | | | | |
| <u>Program Title</u> | <u>CFDA No.</u> | <u>Federal</u> | <u>State</u> | | |
| Special Supplemental Nutrition Program for WIC | 10,557 | \$ 4,768,655 | \$ - | | |
| Supplemental Nutrition Assistance Program | 10,551 | 44,776,603 | - | | |
| Temporary Assistance for Needy Families | 93,558 | 1,292,142 | - | | |
| Refugee Assistance | 93,566 | 342,632 | (168,011) | | |
| Foster Care - Title IV-E/Adoption Subsidy | 93,658 | 977,775 | 233,599 | | |
| Medical Assistance Program | 93,778 | 233,466,410 | 96,692,761 | | |
| Children's Health Insurance Program | 93,767 | 1,311 | (813) | | |
| Child Welfare Services Adoption/Foster Care | - | - | 302,608 | | |
| State/County Special Assistance Program | \$ - | \$ - | \$ 682,936 | | |
| 6. <u>Opioid Settlement Fund</u> | | | | | |
| The NC Department of Justice does not consider Opioid Settlement Funds either Federal or State Financial assistance since they are from a settlement with private major drug companies. Since these funds are subject to the State Single Audit Implementation Act, they are reported as "Other Financial Assistance" on the SEFSA, and considered State Awards for State single audit requirements. | | | | | |

(This page was left blank intentionally)