



WAYNECOUNTY
NORTH CAROLINA

**Annual Comprehensive
Financial Report
Goldsboro, North Carolina
For the Fiscal Year Ended
June 30, 2025**

**Chip Crumpler
County Manager**

**Angie Boswell
Finance Director**

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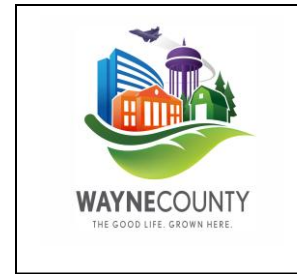
Introductory Section

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Letter of Transmittal

County of Wayne
Chip Crumpler
County Manager / Budget Officer

December 12, 2025



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, 2025, 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, 2025.

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 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, 2025, 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, 2025, 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.

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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, established in 1779, is in the east-central part of North Carolina within the broad Coastal Plains region, which spans nearly half the state. The county covers approximately 555 square miles, measuring roughly 29 miles north to south and 14 to 27 miles east to west. It is bordered by Wilson County to the north, Greene and Lenoir Counties to the east, Duplin and Sampson Counties to the south, and Johnston County to the west. The City of Goldsboro, the county seat, lies near the geographic center of the county and is approximately 50 miles southeast of Raleigh. Other municipalities include the towns of Eureka, Fremont, Mount Olive, Pikeville, and Seven Springs, as well as the incorporated Village of Walnut Creek. Wayne County has a diversified economy driven by industry, agriculture, military, and government institutions, supported by a mix of wholesale and retail businesses and a wide range of service providers.

The county has an area of approximately 354,507 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 3rd largest agricultural county in the state. Wayne County is the 25th 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 a commission/manager form of government. Governance is provided by a seven-member Board of Commissioners (the "Board"), with one member elected from each of six voting districts and one member elected at-large. All members serve four-year concurrent terms, with partisan elections held in November of the Presidential election year. Each December, at the beginning of their term, the Board elects a Chairman and Vice-Chairman from among its members. The Board also appoints a County Manager responsible for overseeing daily operations, preparing and administering the annual budget and Capital Improvement Program, and advising 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 (MSA) by the U.S. government in 1992. Located in North Carolina's eastern Coastal Plain region, the County became part of the North Carolina Southeast Region—a 20-county economic development partnership—in 2018. The county seat, Goldsboro, is a key transportation hub intersected by two major highways: U.S. Highway 70 (designated as Interstate 42) running east–west, and U.S. Highway 117 (designated as Interstate 795) running north–south. These routes provide convenient access to both Interstate 95 and Interstate 40 within approximately 25 minutes.

In 2024, Wayne County had an estimated population of 120,338, and the civilian labor force stood at 51,327, with a participation rate of 60.7%, below the national average of 62.3%. The unemployment rate in June 2025 was 4.0%, slightly lower than the national rate. The county's median household income was \$58,082, with an average annual wage of \$46,211.

The strength of the county's economy lies in its diversified sectors, including healthcare, manufacturing, military, government, agriculture and services. The economy of Wayne County, NC employs 49.9k people. The largest industries in Wayne County, NC were Manufacturing (7,118 people), Health Care & Social Assistance (6,819 people), and Retail Trade (6,782 people), and the highest paying industries were Utilities (\$86,607), Wholesale Trade (\$55,809), and Public Administration (\$53,449).

Agriculture and Agribusiness is the #1 industry in the County with over a \$1.5 billion impact. The 2023 North Carolina Agricultural Statistics have Wayne County ranked #2 in turkeys, #4 in hogs, #7 in soybeans, #6 in wheat, and #7 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 impact.

In 2023, the county's gross domestic product (GDP) reached \$6 billion, making it the 23rd highest in the state. Manufacturing accounted for \$1.45 billion of this total, with healthcare and social assistance contributing \$5 million and real estate and rental leasing \$486 million. Seymour Johnson Air Force Base (SJAFB) in Goldsboro remains a cornerstone of the local economy, providing a \$1.1 billion economic impact in 2023. It stands as the county's largest employer, supporting 5,259 active-duty military personnel, 1,166 reservists, and 611 civilians. SJAFB drives significant local benefits, with \$475.6 million in payroll, \$91.1 million in local expenditures, and a total employment impact of 11,253 jobs—resulting in a \$719 million effect on local employment.

Since forming the NC Global TransPark Economic Development Region (EDR) with Greene and Lenoir counties in 2020, Wayne County has celebrated 15 new or expanding company announcements, bringing over \$226 million in capital investment and 546 new jobs to the county. Across the broader region, there have been 34 announcements, representing 3,817 new jobs and \$1.07 billion in announced capital investment.

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Major Initiatives

1. In February 2023, Wayne County and the Wayne County Development Alliance (WCDA) committed to constructing two new shell buildings at Park East Industrial Park, managed by WCDA and built by Jackson Builders. Supported by ARPA funds, WCDA contributions, and proceeds from property sales, these buildings—50,000 and 30,000 square feet in size—were strategically positioned for business recruitment. Both have since sold, and a new distribution facility is now planned for the Wayne County Business Campus, while preparations for two more shell buildings and site clearing for an additional 10 acres are underway at Park East.
2. Growth at Park East has also led to infrastructure investment. The construction of a new access road was completed with funding from the NC Department of Transportation, Golden LEAF, the NC Department of Commerce, the Duke Endowment Fund, and county resources. ST Wooten completed the \$1.46 million project, with final approvals pending. The road will soon become part of the NCDOT system.
3. The County completed Phase I of the Wayne County Business Campus, a 118-acre business incubator park with seven 5-acre, fully serviced parcels. The site was initially secured through a five-year option with Bryan Holdings, which the County exercised in September 2022 to purchase 108.6 acres for \$1,534,560. WithersRavenel led the site studies, design, covenants, and grant efforts, including securing a \$1,785,000 Rural Ready Sites Grant in 2018. Fred Smith Company constructed Phase I infrastructure, completed in 2024, and the County has begun marketing the lots. Although a 2023 application for a \$1.5 million Golden LEAF Site Program Grant for Phase II was unsuccessful, the County continues to pursue funding. In January 2025, following a public hearing, the Board approved an Economic Development Agreement with the Wayne County Development Alliance for a pad-ready site and warehouse on Lot 6.
4. To support long-term sewer system planning, the Board approved participation in the NC Viable Utility Reserve Grant Program on June 15, 2021. The County received \$150,000 in August 2021 for an Asset Inventory and Assessment (AIA) with CDM Smith, followed by another \$150,000 in April 2023 to continue the study. On September 19, 2023, the County applied for a Merger/Regionalization Feasibility Study Grant and formed a committee with municipal representatives to guide the work. In March 2024, the County also secured a \$2,877,000 low-interest loan at 2.04% from NCDEQ for the Genoa Sewer Rehabilitation project, with CDM Smith as engineer. Meetings and coordination continued through FY 2024–2025, and work is progressing toward a comprehensive proposal.
5. The County, during its meeting on October 5, 2021, voted to apply for \$750,000 in CDBG Neighborhood Revitalization funds to be used for the Rollingwood community in Dudley, NC. It was notified on December 7, 2021, of the official award of \$750,000. 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 worked 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. The Rural Economic Development Division in the NC Department of Commerce approved the Environmental Assessment in early 2025 and released the grant funds in July 2025. The County is now able to incur project costs and implementation of the project activities is underway.
6. 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

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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 began 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.

7. The Apron Pavement Rehabilitation (Construction) project addressed the design and reconstruction of the asphalt pavement on the Jetport's main aircraft parking apron. The existing pavement had experienced deflection issues caused by parked aircraft, which impacted airport operations and fuel sales. Construction was completed in February 2025. Funding was provided 90% by state funds with a 10% local match from the County.
8. 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. This project also includes the installation of the new Corporate Access Road. Construction began in late 2024 and should be completed in 2025.
9. The Airfield Drainage Analysis project will assess existing drainage conditions, identify needed improvements, and produce an updated drainage map, while also updating the airport's Stormwater Pollution Prevention Plan and Spill Prevention Control & Countermeasure Plan and providing staff training. The analysis will be funded with 90% FAA NPE funds and a 10% County match, and the SWPPP/SPCC updates will be fully County-funded. The Airfield Drainage Improvements – Phase 2 project, following the initial Stormwater Improvements Project, will include ditch regrading, pipe replacement, and installation of new drainage infrastructure, with construction that began in 2025 and is expected to be completed in early 2026.
10. Other significant airport projects include the Parking Lot Drainage Improvements, which will replace failing pavement with a permeable infiltration system to improve stormwater quality, correct drainage issues, and enhance emergency vehicle access, with construction underway in 2025 using state ARPA funds. The Pump Station Improvement project, also funded by state ARPA, will evaluate the condition of the airport's pump station and sanitary sewer system and design needed rehabilitation or replacement. Additionally, the Terminal Improvements project will renovate the nearly 50-year-old terminal by adding a portico drop-off area, expanding training and office space, upgrading reception and kitchen areas, and improving accessibility and energy efficiency.
11. During its June 1, 2021 meeting, the Board of Commissioners authorized the issuance of a Request for Qualifications (RFQ) for architectural and construction manager-at-risk (CMAR) services to design and oversee the construction of a combined Department of Social Services and Health Department facility. Moseley Architects was selected by the Board on July 20, 2021, followed by the approval of TA Loving Company as the CMAR on October 19, 2021. CDM Smith was

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contracted to provide commissioning services. After reviewing installment financing proposals from five banks, the Board adopted a resolution on March 7, 2023, selecting Truist Bank as the lender for a 20-year term. In April 2023, the Board approved a guaranteed maximum price (GMP) of \$30,034,486 and authorized TA Loving to proceed with construction. A groundbreaking ceremony was held on August 15, 2023 to mark the beginning of the project. Construction concluded in July 2025, and the County celebrated the facility's opening on September 2, 2025.

12. In August 2019, the Board approved Moseley Architects to conduct an updated Jail Study to assess current needs, project future inmate populations, and evaluate space requirements, ultimately providing recommendations for renovation or new construction to support long-term solutions. After reviewing the study's findings, the Board authorized Moseley Architects on October 5, 2021 to proceed with full design services for a new Detention Center on adjacent property, selecting the Design-Bid-Build method for construction. CDM Smith was appointed as the commissioning agent in August 2022, and prequalified contractors were selected in October 2022. On December 13, 2022, TA Loving was awarded the construction contract. A resolution adopted on January 17, 2023 designated Truist as the lender for a 20-year term. Construction of the new facility was completed in late fiscal year 2025.
13. On March 11, 2021, the federal American Rescue Plan Act (ARPA) of 2021—part of a \$1.9 trillion national stimulus package and the third major COVID-19 relief measure—was signed into law, providing substantial aid to state and local governments. Wayne County received \$23,916,753 in ARPA funding. On July 20, 2021, the Board of Commissioners adopted a resolution accepting the allocation and established a grant project ordinance to account for all ARPA revenues and expenditures. The County has obligated the majority of these funds toward a range of eligible projects, including the purchase of Emergency Medical Services ambulances and defibrillators, Sheriff's Office vehicles and equipment, radio system improvements, phone system upgrades, support for Wayne Community College's Center for Industrial Technology and Engineering (CITE) project, and a matching contribution for a Growing Rural Economies with Access to Technology (GREAT) grant to expand broadband access. Of the total allocation, the County elected to claim the standard \$10 million revenue loss allowance for government services. Throughout fiscal year 2024–2025, the County continued to spend down ARPA funds, with the federal expenditure deadline of December 31, 2026 approaching.
14. On September 21, 2021, the Board of Commissioners approved a resolution establishing a memorandum of agreement with the State of North Carolina and local governments outlining the distribution of proceeds from national opioid litigation settlements. These settlements stemmed from nationwide efforts to hold opioid manufacturers and distributors accountable for their role in the opioid crisis. In spring 2022, the County was notified it would receive \$6.25 million over 18 years as part of the settlement. On March 7, 2023, the Board approved a supplemental agreement reflecting additional settlements with distribution companies and pharmacies, providing another \$5.05 million. By March 2024, the County adopted "Strategy A" to guide the use of these funds. The first resolution authorizing direct expenditures of opioid settlement funds was approved in June 2024, with additional allocations authorized in July and November 2024. In July 2024, the Board also approved a Second Supplemental Agreement for additional funding from Koger, totaling approximately \$331,000 over 11 years.
15. During the 2021–2023 fiscal biennium, the County received \$20 million in state budget appropriations to renovate or replace Rosewood Middle School, as approved on November 18, 2021. A joint resolution adopted on December 7, 2021, authorized the use of these funds for the project. Davis Kane was selected as the architect, and Daniels & Daniels was appointed as the Construction Manager-at-Risk. An additional \$7 million was included in the 2023–2024 state

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budget, with \$5,325,000 designated for the Rosewood Middle School project. Throughout FY24, Wayne County Public Schools worked with Davis Kane to advance construction drawings and complete geotechnical and traffic studies to maintain project momentum. In September 2024, the Board approved a funding agreement for the school's renovation as well as the demolition and site grading GMP and related procurement packages. The guaranteed maximum price for full construction was approved in March 2025. Construction is expected to be completed in time for the start of the Fall 2026 school year. In June 2025, the remaining funds from two previous borrowings in 2020 and 2022 were also approved by the Board and the Lender totaling approximately \$4 million to be used towards this project as well.

16. In March 2025, Wayne County awarded a feasibility study contract to Intrepid Architecture for the Courthouse Annex, the Chestnut Street Detention Center, and 800 Corporate Drive. The study was initiated to evaluate and propose architectural and space-planning options for converting the former detention facility into office and storage space, as well as for updating the atrium, courtrooms, restrooms, and hallways within the courthouse annex. The scope also included assessing the roof of both the courthouse and the annex.
17. In July 2024, a HUD Community Project Funding grant was awarded to the County of \$2,011,000 to construct an EMS Station near the main gate of Seymour Johnson Air Force Base. In September 2024, CDM was selected to conduct the environmental survey. In February 2025, Insight Planning and Development, LLC was selected to administer the grant.
18. On June 17, 2025, the Board approved an economic incentive agreement with Pelsan Tekstil and the sale of 31.83 acres with two shell buildings on Gateway Drive valued at \$7,726,200. In exchange for the company's commitment to invest \$82.6 million in capital improvements and create 216 jobs, the property was sold at a \$2,539,800 price reduction.
19. On May 20, 2025, the Board of Commissioners approved an economic incentive agreement with Prolec-GE Waukesha, providing a \$5.5 million grant over ten years in return for the company's commitment to invest \$140 million in capital improvements and create 330 jobs in Wayne County.
- 20.

Long Term Financial Plan

The Wayne County Board of Commissioners continues to make maintaining a strong financial position a top priority, even amid changing economic conditions. The Capital Improvement Plan (CIP) provides the foundation for the County's long-term facilities planning and investment strategy.

Working together, the Board of Commissioners, the County Facilities Committee, and County staff have developed a strategic approach to improving service delivery and enhancing the quality of life for all residents, creating a community that is safe, healthy, prosperous, well-informed, and well-governed. The plan is reviewed annually during the Board's budget planning retreat and serves as a key guide in determining priorities and funding during the annual budget process.

Awards and Acknowledgements:

March 1, 2025, marked the seventh anniversary of The Maxwell Center, Wayne County's premier convention and meeting venue. Since opening in 2018, the Center has become a vital part of the community and regional economy. This year, The Maxwell Center earned the ConventionSouth Magazine Readers'

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Choice Award for the eighth consecutive year, recognizing it among the South's top venues. It was also named the Goldsboro News-Argus Readers' Choice Favorite Venue for the sixth straight year. The Maxwell Center is proud to receive these honors year after year, reflecting its ongoing commitment to excellence, outstanding service, and support for the citizens and businesses of Wayne County.

We extend our sincere appreciation to the dedicated staff of the Wayne County Finance Department for their hard work and commitment throughout the year, particularly during the preparation of this Annual Comprehensive Financial Report. We also thank Nunn, Brashear & Uzzell, P.A., the County's independent certified public accountants, for their professional assistance and guidance.

Our appreciation is also extended to all County departments for their cooperation and support in maintaining sound financial operations. Finally, we thank the Wayne County Board of Commissioners for their continued leadership, support, and commitment to responsible and strategic financial management on behalf of our citizens.

Sincerely,


Chip Crumpler
Wayne County Manager/Budget Officer


Angela G. Boswell
Finance Director



WAYNECOUNTY
NORTH CAROLINA

County Commissioners



Barbara Aycock
Chairwoman
District 1
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Vice-Chairman
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Antonio Williams
District 2
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Tim Harrell
District 4
Phone: (919) 795-1654



Chris Gurley
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Joe Daughtery
District 6
Phone: (919) 273-6065



George Wayne Aycock
At Large District



Wayne County Government
Organizational Chart
2024-2025

Citizens of Wayne County

Register of Deeds

Register of Deeds

Board of Commissioners

Appointed Officials

Board of Education

Sheriff

Sheriff's Office

Detention Center

Appointed Governing
Boards

Board of Elections

Assistant County Manager

County Manager

Tax Administrator

Clerk to the Board

County Attorney

Appointed Boards

Departments

Veterans Services
Services on Aging
Human Resources
Cooperative Extension
Soil & Water
Planning/GIS
Health & Human Services
Day Reporting Center
Public Affairs

Departments

Finance/Payroll
Facility Services
Information Technology
Library
Fire Marshall
911/OES/EM
EMS
Tax/Mapping
Inspections
Board of Elections
Maxwell Center
Solid Waste
Executive Jetport
Animal Control

County & State Appointed Boards

Wayne County Fireman's Relief Fund
Wayne Community College
Wayne County Jury Commission

Regionally Appointed Boards

Eastern Carolina Regional Housing Authority
East Carolina Aging Advisory Council
Eastern Carolina Council
Eastern Carolina RPO
Eastern Carolina Workforce Development Board
Regional Job Training Consortium
Trillium
Highway 70 Corridor Commission

County & Municipality Appointed Boards

Eureka Planning Commission
Fremont Planning Board & Board of Adjustment
Goldsboro-Wayne Transportation Authority
Goldsboro Planning Commission
Goldsboro MPO
Mt. Olive Planning Board & Board of Adjustment
Pikeville Planning Board

County Appointed Boards

Agriculture Center Committee
Commissioner's Council for Older Adults
Child Fatality Prevention Team
Soil & Water Board
Executive Jetport Advisory Committee
Public Library Board of Advisors
Agriculture Planning Committee
Transportation Committee
ABC Board
Animal Control Advisory Committee
Juvenile Crime Prevention Council
Council on Aging
Adult care Home Community Advisory Committee
Latino Council
Industrial & Business Park Development
Corporation Industrial Facilities & Pollution
Control Financing Authority
Nursing Home Community Advisory Committee
Planning Board
Wayne Health Corporation
Veterans Services Advisory Board

As of May 7th 2025

Financial Section

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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, 2025, 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, 2025, 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, 123 through 124, 125 through 128, 129 through 132, and 133 through 134, 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 December 12, 2025 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, Brashear, & Uzzell, P.A.

Goldsboro, North Carolina

December 12, 2025

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, 2025. 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

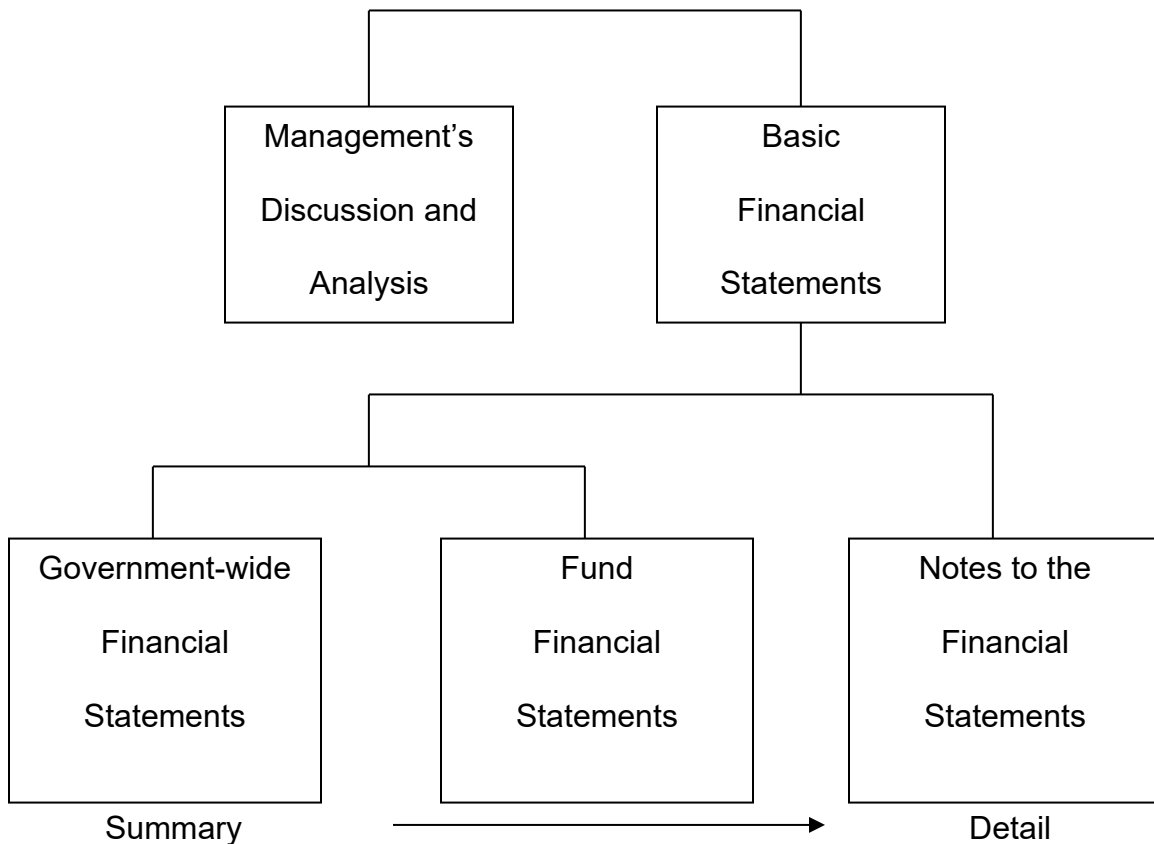
- The assets and deferred outflows of resources of Wayne County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$294,056,008 (*net position*).
- Deferred outflows of resources ended at \$18,789,311, a decrease of \$4,533,238 over last year. Deferred inflows of resources ended at \$9,564,792, an increase of \$2,072,219 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 \$18,770,127 and \$8,600,534, 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 \$140,635,846, a decrease of \$6,234,945, in comparison with the prior year. This decrease is due to various capital projects coming to completion, DSS/Health, Fremont, and Jail construction projects. Approximately 54.63% of this total amount, or \$76,832,722, is restricted or non-spendable. Approximately 18.89% of this total amount, or \$26,569,739 is committed or assigned for subsequent expenditures or capital project planning.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$37,233,385 or 26.48% of total general fund expenditures for the fiscal year.
- Wayne County's total long-term debt decreased by \$9,671,877 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 and deferred inflows of resources by \$294,058,481 as of June 30, 2025. The County’s net position increased by \$27,370,661 for the fiscal year ended June 30, 2025. One of the largest portions \$210,794,600, 71.68%, 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 \$83,911,289, 28.54%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of (\$656,008), (0.22%), is unrestricted.

Wayne County's Net Position Figure 2

	Governmental Activities		Business-type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Current assets	\$ 164,720,370	\$ 187,770,713	\$ 23,308,681	\$ 18,668,792	\$ 188,029,051	\$ 206,439,505
Noncurrent assets	14,050,012	12,982,527	-	-	14,050,012	12,982,527
Capital assets	280,748,292	260,496,550	59,464,925	59,687,908	340,213,217	320,184,458
Lease, SBITA assets	688,718	756,672	20,542	31,058	709,260	787,730
Total assets	<u>460,207,392</u>	<u>462,006,462</u>	<u>82,794,148</u>	<u>78,387,758</u>	<u>543,001,540</u>	<u>540,394,220</u>
Total deferred outflow s of resources	17,718,193	22,053,947	1,071,118	1,269,102	18,789,311	23,323,049
Long-term liabilities	195,393,353	211,443,338	20,358,117	21,790,437	215,751,470	233,233,775
Other liabilities	41,136,318	52,694,916	1,293,311	1,292,017	42,429,629	53,986,933
Total liabilities	<u>236,529,671</u>	<u>264,138,254</u>	<u>21,651,428</u>	<u>23,082,454</u>	<u>258,181,099</u>	<u>287,220,708</u>
Total deferred inflow s of resources	9,026,243	6,938,920	538,549	553,653	9,564,792	7,492,573
Net position:						
Net investment in capital assets	159,390,903	114,488,574	51,403,697	49,833,236	210,794,600	164,321,810
Restricted	83,919,889	94,823,759	-	-	83,919,889	94,823,759
Unrestricted	(10,927,600)	3,670,902	10,271,592	6,187,517	(656,008)	9,858,419
Total net position	<u>\$ 232,383,192</u>	<u>\$ 212,983,235</u>	<u>\$ 61,675,289</u>	<u>\$ 56,020,753</u>	<u>\$ 294,058,481</u>	<u>\$ 269,003,988</u>

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

- This year, a negative unrestricted net position is attributed to an increase in investment in capital assets as a result of county being able to meet much needed capital building needs.
- The following factors help contribute to a healthy overall net position for the County:
 - Increased fee revenues, particularly from inspections, sewer services, and other service-related charges.
 - Strong property tax collections, with a high collection rate of 98.73% maintained through continued diligence.
 - Reduction in long-term liabilities because of ongoing debt repayment.
 - Significant decrease in the County's OPEB liability.
 - Consistently strong interest earnings and effective cash management, supporting stable investment growth.

Wayne County's Changes in Net Position Figure 3

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program revenues:						
Charges for services	\$ 21,719,572	\$ 20,797,333	\$ 9,190,416	\$ 10,259,148	\$ 30,909,988	\$ 31,056,481
Grants/contributions	36,972,534	34,327,423	4,288,379	983,661	41,260,913	35,311,084
General revenues:						
Property taxes	80,157,242	75,254,712	-	-	80,157,242	75,254,712
Local option sales tax	35,615,964	35,426,970	-	-	35,615,964	35,426,970
Other taxes	253,394	299,569	-	-	253,394	299,569
Other	6,573,086	7,843,326	737,686	624,734	7,310,772	8,468,060
Total revenue	181,291,792	173,949,333	14,216,481	11,867,543	195,508,273	185,816,876
Expenses:						
General government	22,331,519	21,881,390	-	-	22,331,519	21,881,390
Public safety	54,527,124	53,736,975	-	-	54,527,124	53,736,975
Transportation	364,782	405,484	-	-	364,782	405,484
Human services	32,104,512	31,175,493	-	-	32,104,512	31,175,493
Cultural and recreation	3,371,874	3,337,306	-	-	3,371,874	3,337,306
Education	33,216,664	30,869,732	-	-	33,216,664	30,869,732
Interest on long-term debt	5,947,316	5,641,606	-	-	5,947,316	5,641,606
Environmental protection	730,585	225,953	-	-	730,585	225,953
Economic & physical dev.	3,644,012	4,596,268	-	-	3,644,012	4,596,268
Solid Waste Disposal	-	-	6,875,877	6,834,748	6,875,877	6,834,748
Sewer	-	-	-	733,638	-	733,638
Airport	-	-	2,043,556	1,890,718	2,043,556	1,890,718
Maxwell Center	-	-	2,979,791	2,897,343	2,979,791	2,897,343
Total expenses	156,238,388	151,870,207	11,899,224	12,356,447	168,137,612	164,226,654
Increase (decrease) in net position before transfers	25,053,404	22,079,126	2,317,257	(488,904)	27,370,661	21,590,222
Transfers	(6,283,277)	(2,457,734)	6,283,277	2,457,734	-	-
Increase (decrease) in net position	18,770,127	19,621,392	8,600,534	1,968,830	27,370,661	21,590,222
Net position, July 1	212,983,235	193,361,843	56,020,753	54,051,923	269,003,988	247,413,766
Restatement	629,831	-	(2,945,998)	-	(2,316,167)	-
Net position, restated	213,613,066	193,361,843	53,074,755	54,051,923	266,687,821	247,413,766
Net position, June 30	\$ 232,383,192	\$ 212,983,235	\$ 61,675,289	\$ 56,020,753	\$ 294,058,481	\$ 269,003,988

Governmental activities: Governmental activities increased the County's net position by \$18,770,127, 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 increase tax rate by 2.5 cents along with an excellent collection rate.
- Growth in charges for services played a central role in improving the county's net position
- Careful management of cash and a strategy of maximizing investment earnings of county funds resulted in a favorable increase

Business-type activities: Proprietary activities increased the County's net position by \$8,600,534. Key elements of this increase are as follows:

- Transfers to the Jetport from the General Fund increased to meet matching requirements for NCDOT grants and ARP funded projects. They also provided help to manage cashflow while waiting for grant reimbursements.
- Careful management of cash and a strategy of maximizing investment earnings of county funds.

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 \$37,233,385, while total fund balance was \$91,221,229. Fund balance available in the General Fund increased from the prior year by \$2,189,956. The increase in the General Fund balance is primarily the result of revenues exceeding expenditures during the fiscal year. 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 21.70% of general fund expenditures, while General Fund balance represents 53.16% of that same amount.

At June 30, 2025, the governmental funds of Wayne County reported a combined fund balance of \$140,635,846, a (4.25%) decrease over last year. The main reasons for the decrease include the spending on major construction projects including the Detention Center addition, as well as the new DSS/Health (DHHS) facility. Another significant contributor to the reduction is the spending down of the remaining ARP funds.

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 \$13 million or approximately 6%. Transfers of \$2.8 million were moved to the General Fund from Capital Reserve Funds as pay-go for certain capital expenditures. Grant revenues increased by \$7 million over the originally budgeted amount. This includes \$2 million in reappropriations from a HUD grant for the construction of a new EMS station near SJAFB, as well as \$1.4 million from ADFP. 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 fund balance appropriation also changed by \$7.9 million, or 3.5%. Key factors include \$3.2 million from the General Fund that was moved to temporarily cover

grant funded expenditures in the Airport Fund until the grant reimbursements were received and a \$1.9 million reappropriation of unspent capital funds from the community college. Additional appropriations to the fund balance included the carryforward of unspent grant balances.

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 came in \$0.3 million under budget, an immaterial variance from the final budget. Although interest earnings declined from the previous year due to the spend-down of loan proceeds and ARP funds, the County still realized strong investment income because of strategic investment decisions and favorable market conditions. Charges for services exceeded budgeted amounts, including EMS and Sewer user fees, as well as Inspections and Environmental Health fees. Budgeted grant revenues, such as restricted federal and state intergovernmental grants, Hazard Mitigation, and Farmland Preservation, were under-realized because the related spending requirements had not yet been met by fiscal year-end or the funds had not been received from the granting agencies before year close. The shortfall in these revenues was offset by higher-than-anticipated collections of property taxes, sales taxes, and charges for services.

General Fund expenditures were under budget by \$23.1 million, a 13% variance from the final budget. Approximately \$4 million in economic development expenditures, including state and county economic incentives, hazard mitigation, and other grant funds, were not fully spent by year-end. Just under \$1 million in capital outlay line items remained unexpended in the current fiscal year, and \$6.4 million in general government, DSS, Health, and public safety resulted from vacancies and employee turnover creating lapsed salaries. The public school system had \$1.9 million remaining in current expenditures, and the community college had \$1.1 million left to spend in capital outlay. The County also retained a \$1.1 million QSCB payment to be held until maturity. For the DHHS departments (DSS/Health), approximately \$2.1 million remained unexpended 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 \$10,337,020. The total increase in net position for the Solid Waste Disposal Fund was \$758,763. The Jetport Fund increased net position by \$263,908. The Maxwell Center Fund increased net position by \$7,592,225. The Sewer Fund is primarily supported by other local government entities. Wayne County decided to transfer the Sewer Fund to the General Fund. 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, 2025, totals \$305,047,109 (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	
	2025	2024	2025	2024	2025	2024
Land	\$ 20,860,231	\$ 24,124,317	\$ 14,305,877	\$ 14,329,506	\$ 35,166,108	\$ 38,453,823
Buildings and improvements	236,260,397	216,577,537	34,732,364	35,354,944	270,992,761	251,932,481
Infrastructure	7,416,133	4,418,589	4,379,966	3,729,860	11,796,099	8,148,449
Furniture & equipment	11,938,099	10,865,056	1,517,124	1,872,378	13,455,223	12,737,434
Intangibles	349,260	522,687	44,127	50,789	393,387	573,476
Vehicles	3,924,172	3,988,364	4,485,467	4,350,431	8,409,639	8,338,795
Total	\$ 280,748,292	\$ 260,496,550	\$ 59,464,925	\$ 59,687,908	\$ 340,213,217	\$ 320,184,458

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Right to use asset, leases	\$ 197,818	\$ 235,467	\$ -	\$ -	\$ 197,818	\$ 235,467
Right to use asset, SBITA	490,900	521,205	20,542	31,058	511,442	552,263
Total	\$ 688,718	\$ 756,672	\$ 20,542	\$ 31,058	\$ 709,260	\$ 787,730

Major capital asset transactions during the fiscal year include:

- Purchase of new D6 Dozer for Solid Waste
- Perimeter Fence project at Wayne Executive Jetport
- Finalized construction of new DSS/Health facility & expansion of Detention Center
- Completed Ivey Drive Road construction
- Upgraded IT Storage Area Network
- Significant progress was made on construction of new Rosewood Middle School
- Completion of Radio System Upgrade

Additional information on the County's capital assets can be found in note 6, page 72 of the Basic Financial Statements.

Long-term Debt: As of June 30, 2025, Wayne County had limited obligation bonds, promissory notes, and installment purchase contracts of \$147,538,400 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	
	2025	2024	2025	2024	2025	2024
Limited obligation bonds \$	14.060	\$ 14.220	\$ 7.560	\$ 9.120	\$ 21.620	\$ 23.340
Installment purchase contract	125.416	133.136	0.502	0.734	125.918	133.870
Total	\$ 139.476	\$ 147.356	\$ 8.062	\$ 9.854	\$ 147.538	\$ 157.210

Wayne County's total long-term debt decreased by \$9,671,877, (6.15%), 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 \$786,321,086. The County has no bonds unissued at June 30, 2025.

Additional information regarding Wayne County's long-term debt and lease liability can be found in Note 7 beginning on page 109 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 2025, not seasonally adjusted, unemployment rate for Wayne County was 4.0%, which was lower than the June 2024 rate of 4.3%. The State's not seasonally adjusted unemployment rate as of June 2025 was 4.0% which is a increase from the June 2024 rate of 3.3%.
- Wayne County's median household income is \$59,562, which is lower than the State's median household income of \$73.958.
- Sales tax growth continued, although at a slower pace compared to the previous year. Nevertheless, revenues showed a healthy increase, driven by strong consumer spending. As a result, these revenues are conservatively projected to rise for the fourth consecutive year.

All these factors were considered in preparing Wayne County's budget for Fiscal Year 2025-2026.

Budget Highlights for the Fiscal Year Ending June 30, 2026

Governmental Activities:

- The County adopted a property tax rate of \$0.06259 per \$100 of assessed valuation. Fiscal year 2025–2026 represented a countywide revaluation year, resulting in a revenue-neutral rate of \$0.5633 per \$100 valuation. The reappraisal generated a total taxable base of \$13,399,512,158, producing a tax levy of \$82,017,344 for the year.
- The County approved an original budget of \$279,873,858 for the fiscal year 2026.
- 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 19% 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 5% for the County's employer portion only as well as no plan changes were made. The cost of workers' compensation insurance for employees was reduced to \$480 per employee per year due to a good claims year in FY24-25.
- As mandated by the North Carolina Local Government Retirement System, all county employers were required to increase their Local Government Retirement Employer contribution by 0.75% and the Law Enforcement contribution by 1.04%.
- Anticipated use of General Fund Balance was budgeted for approximately \$3.7 million. This represents a reduction of approximately \$900,000 compared to the prior year. Much of the fund balance is earmarked for pay-as-you-go funding of one-time capital improvement projects, as well as for cost-of-living adjustments (COLAs) and salary study-based increases.

Business – type Activities:

Wayne County has three business-type activity funds that are impacted by various changes in revenues and costs across multiple areas

- Solid Waste increased both tipping and household user fees for the 2025-2026 fiscal year.
- The Jetport has raised several of its service fees, including hangar fees, and projects a modest increase in fuel sales for the upcoming year. Additionally, the Jetport expects to continue receiving and expending grant revenues throughout the year as new awards are granted.
- The Maxwell Center has maintained its current fee schedule and anticipates operating at the same level as in FY 2024–2025.

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 919-731-1423 or visit our website www.waynegov.com.

Financial Statements

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

	Primary Government			Component Unit	
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>WC Tourism Development Authority</u>	<u>Wayne County ABC Board</u>
Assets					
Current assets:					
Cash and cash equivalents	\$ 84,523,589	\$ 17,907,166	\$ 102,430,755	\$ 141,067	\$ 4,856,909
Restricted cash and cash equivalents	54,348,718	-	54,348,718	-	-
Receivables, net	6,023,505	5,165,403	11,188,908	20,490	-
Restricted opioid receivables, net	6,279,134	-	6,279,134	-	-
Due from other governments	13,473,410	148,675	13,622,085	-	-
Inventories	72,014	87,437	159,451	-	1,308,620
Total current assets	164,720,370	23,308,681	188,029,051	161,557	6,165,529
Noncurrent Assets:					
Investments, long-term restricted cash	13,938,538	-	13,938,538	-	-
Net pension asset - ROD	111,474	-	111,474	-	-
Land, improvements	20,860,231	14,305,877	35,166,108	-	1,416,037
Other Capital Assets, net depreciation	259,888,061	45,159,048	305,047,109	-	1,898,915
Total noncurrent assets	294,798,304	59,464,925	354,263,229	-	3,314,952
Lease and SBITA Capital Assets					
Right to use asset, net amortization	688,718	20,542	709,260	-	29,278
Total Assets	460,207,392	82,794,148	543,001,540	161,557	9,509,759
Deferred Outflows of Resources	17,718,193	1,071,118	18,789,311	-	629,783
Liabilities					
Current liabilities:					
Accounts payable	2,871,320	258,727	3,130,047	-	1,088,032
Accrued wages and benefits	1,986,543	96,739	2,083,282	-	-
Unearned revenues	20,858,471	-	20,858,471	-	-
Accrued interest payable	1,494,851	24,809	1,519,660	-	-
Due within one year	28,925,133	913,036	29,838,169	-	-
Total current liabilities	56,136,318	1,293,311	57,429,629	-	1,088,032
Long Term liabilities:					
Due in more than one year	115,704,747	17,362,135	133,066,882	-	539,222
Arbitrage liability	574,852	-	574,852	-	-
Net other post employment liability	28,884,208	972,689	29,856,897	-	598,582
Net pension liability - LGERS	30,589,449	2,023,293	32,612,742	-	175,137
Net pension liability - LEOSSA	4,626,576	-	4,626,576	-	-
Total noncurrent liabilities	180,379,832	20,358,117	200,737,949	-	1,312,941
Total liabilities	236,516,150	21,651,428	258,167,578	-	2,400,973
Deferred Inflows of Resources	9,026,243	538,549	9,564,792	-	173,527
Net Position					
Net investment in capital assets	159,390,903	51,403,697	210,794,600	-	3,314,952
Restricted for (expendable):					
General government	30,101,996	-	30,101,996	-	-
Future debt obligations	13,938,538	-	13,938,538	-	-
Opioid settlement funds	10,177,582	-	10,177,582	-	-
Public safety	1,110,448	-	1,110,448	-	-
Education	12,546,782	-	12,546,782	-	-
Stabilization by State Statute	15,923,362	-	15,923,362	20,490	-
Register of Deeds pension plan	111,474	-	111,474	-	-
Senior Center-earnings	1,107	-	1,107	-	-
Restricted for (nonexpendable):					
Senior Center-principal	8,600	-	8,600	-	-
Unrestricted	(10,927,600)	10,271,592	(656,008)	141,067	3,763,391
Total net position	\$ 232,383,192	\$ 61,675,289	\$ 294,058,481	\$ 161,557	\$ 7,565,042

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, 2025

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenue</u>	
		<u>Charges for</u> <u>Services</u>	<u>Operating Grants</u> <u>and Contributions</u>
Primary government			
Governmental Activities			
General government	\$ 22,331,519	\$ 842,929	\$ 6,440,012
Public safety	54,527,124	14,859,984	550,517
Transportation	364,782	4,772	242,196
Human services	32,104,512	3,475,750	16,816,100
Culture and recreation	3,371,874	290,099	283,026
Education	33,216,664	-	3,133,683
Interest on long-term debt	5,947,316	-	-
Environmental protection	730,585	796,938	86,032
Economic and physical development	3,644,013	1,449,100	1,080,069
Total governmental activities	<u>156,238,389</u>	<u>21,719,572</u>	<u>28,631,635</u>
Business-type activities			
Solid Waste Disposal Fund	6,875,877	6,635,717	314,932
Airport Fund	2,043,556	1,125,457	-
Maxwell Fund	2,979,791	1,429,242	50
Total business-type activities	<u>11,899,224</u>	<u>9,190,416</u>	<u>314,982</u>
Total primary government	<u>168,137,613</u>	<u>30,909,988</u>	<u>28,946,617</u>
Component Unit			
WC Tourism Development Authority	221,945	249,585	-
ABC Board	12,510,447	12,654,180	-
Total component units	<u>\$ 12,732,392</u>	<u>\$ 12,903,765</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
Special item - gain on sale of asset
Transfers
Total general revenues, special items, and transfers
Change in net position
Net position, beginning
Restatement, Note IX
Net position, beginning, restated
Net position - ending

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

Net (Expense) Revenue and Changes in Net Position				Component Unit	
<u>Capital Grants and Contributions</u>	<u>Primary Government</u>			<u>WC Tourism Development Authority</u>	<u>ABC Board</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>		
\$ -	\$ (15,048,578)	\$ -	\$ (15,048,578)		
-	(39,116,623)	-	(39,116,623)		
-	(117,814)	-	(117,814)		
-	(11,812,662)	-	(11,812,662)		
-	(2,798,749)	-	(2,798,749)		
8,340,899	(21,742,082)	-	(21,742,082)		
-	(5,947,316)	-	(5,947,316)		
-	152,385	-	152,385		
-	(1,114,844)	-	(1,114,844)		
8,340,899	(97,546,283)	-	(97,546,283)		
-	-	74,772	74,772		
3,973,397	-	3,055,298	3,055,298		
-	-	(1,550,499)	(1,550,499)		
3,973,397	-	1,579,571	1,579,571		
12,314,296	(97,546,283)	1,579,571	(95,966,712)		
-				\$ 27,640	\$ -
-				-	143,733
-				27,640	143,733
80,157,242	-	80,157,242	-	-	-
35,615,964	-	35,615,964	-	-	-
253,395	-	253,395	-	-	-
5,905,116	623,350	6,528,466	-	-	118,052
667,970	-	667,970	-	-	-
-	114,336	114,336	-	-	-
(6,283,277)	6,283,277	-	-	-	-
116,316,410	7,020,963	123,337,373	-	-	118,052
18,770,127	8,600,534	27,370,661	27,640	-	261,785
212,983,235	56,020,753	269,003,988	154,427	-	7,303,257
629,831	(2,945,998)	(2,316,167)	-	-	-
213,613,065	53,074,755	266,687,820	154,427	-	7,303,257
\$ 232,383,192	\$ 61,675,289	\$ 294,058,481	\$ 182,067	\$ 7,565,042	

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Wayne County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2025

	Major	
	General Fund	American Rescue Plan Fund
Assets		
Cash and cash equivalents	\$ 57,883,474	\$ -
Restricted cash	20,858,188	3,750,046
Restricted opioid receivables, net	-	-
Taxes receivable, net	1,635,023	-
Lease receivable	144,825	-
Due from other governments	15,863,055	147,315
Inventories	72,014	-
Total assets	<u>96,456,579</u>	<u>3,897,361</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable	1,290,860	63,820
Unearned revenue	100,000	2,677,874
Other payables	1,985,263	-
Total liabilities	<u>3,376,123</u>	<u>2,741,694</u>
Deferred Inflows of Resources	<u>1,859,227</u>	<u>-</u>
Fund balances:		
Non-spendable:		
Senior Center-principal	-	-
Restricted for:		
Stabilization by State Statute	15,923,362	-
Future debt payments, QSCB	13,938,538	-
Fire protection	-	-
Public schools	8,748,249	-
Law enforcement	133,794	-
Public safety	-	-
Tax revaluation	334,645	-
Debtors	-	-
Economic development	7,950,089	-
Transportation	-	-
Court facilities	-	-
Grants	1,656,489	1,155,667
Opioid settlement	-	-
Human services	-	-
Committed for:		
Future capital projects	1,409,080	-
Community college	221,484	-
Assigned for:		
Subsequent year's expenditures	3,672,114	-
Unassigned	37,233,385	-
Total fund balances	<u>91,221,229</u>	<u>1,155,667</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 96,456,579</u>	<u>\$ 3,897,361</u>

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

	Major	Non-Major	
Opioid Settlement Fund	OSBM State Grants	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 22,395,160	\$ 80,278,634
3,200,766	20,900,355	19,577,901	68,287,256
6,279,134	-	-	6,279,134
-	-	478,887	2,113,910
-	-	-	144,825
1,967	20,016	924,484	16,956,837
-	-	-	72,014
9,481,867	20,920,371	43,376,432	174,132,610
840	855,307	135,290	2,346,117
-	18,046,190	34,407	20,858,471
-	-	-	1,985,263
840	18,901,497	169,697	25,189,851
6,279,134	-	168,549	8,306,910
-	-	8,600	8,600
-	-	-	15,923,362
-	-	-	13,938,538
-	-	462,548	462,548
-	2,018,874	1,779,659	12,546,782
-	-	-	133,794
-	-	976,653	976,653
-	-	-	334,645
-	-	17,696,897	17,696,897
-	-	-	7,950,089
-	-	768,866	768,866
-	-	17,421	17,421
-	-	-	2,812,156
3,201,893	-	-	3,201,893
-	-	60,478	60,478
-	-	21,267,061	22,676,141
-	-	-	221,484
-	-	-	3,672,114
-	-	-	37,233,385
3,201,893	2,018,874	43,038,183	140,635,846
\$ 9,481,867	\$ 20,920,371	\$ 43,376,429	

Wayne County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2025

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

Total fund balances, Exhibit 3	\$ 140,635,846
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.	280,748,292
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.	688,718
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.	3,984,150
Net deferred inflows of resources for taxes and special assessments receivables	1,902,911
Opioid deferred inflows of resources	6,023,505
Some liabilities, (such as notes payable, arbitrage liability, 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.	(146,695,770)
Net pension liability - LGERS	(30,589,449)
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	15,998,303
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	(754,537)
Net pension liability - LEOSSA	(4,626,576)
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	581,012
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	(487,629)
Net pension asset - ROD	111,474
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	54,333
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	(9,231)
Net OPEB liability	(28,884,208)
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	1,084,545
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	(7,382,497)
Net position of governmental activities	<u><u>\$ 232,383,192</u></u>

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

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

	Major		
	General Fund	American Rescue Plan Fund	Opioid Settlement Fund
Revenues			
Property taxes	\$ 75,802,091	\$ -	\$ -
Sales and miscellaneous taxes	33,476,285	-	-
Other taxes and licenses	1,679,475	-	-
Licenses and permits	1,792,175	-	-
Unrestricted intergovernmental	591,084	-	-
Restricted intergovernmental	20,137,055	6,375,830	-
Charges for services	17,583,912	-	-
Investment earnings	2,578,908	198,305	116,454
Miscellaneous	3,270,999	-	-
Opioid settlement funds	51,926	-	959,443
Client account income	-	-	-
Total revenues	156,963,910	6,574,135	1,075,897
Expenditures			
Current:			
General government	17,030,380	859,566	-
Public safety	45,157,790	-	-
Transportation	360,280	-	-
Health and Human services	32,315,288	-	460,344
Culture and recreation	3,218,866	-	-
Education	32,693,377	-	-
Economic and physical development	3,136,134	-	-
Debt Service:			
Principal	9,023,828	-	-
SBITA principal payments	125,771	-	-
Lease principal payments	27,416	-	-
Interest and other charges	5,365,978	-	-
Interest - SBITA	3,150	-	-
Interest - Lease	(336)	-	-
Capital Outlay	-	3,808,980	-
Total Expenditures	148,457,922	4,668,546	460,344
Excess (deficiency)			
Revenues over expenditures	8,505,988	1,905,589	615,553
Other Financing Sources (Uses)			
Proceeds from SBITA financing	110,089	-	-
Proceeds from lease financing	23,534	-	-
Transfers in	3,968,910	-	-
Transfers out	(11,052,488)	(1,707,285)	-
Proceeds from sale of assets	46,331	-	-
Total other financing sources and uses	(6,903,624)	(1,707,285)	-
Net change in fund balances	1,602,364	198,304	615,553
Fund balances - beginning	89,031,273	957,363	2,586,340
Restatement, Note IX	587,592	-	-
Fund balances - beginning, as restated	89,618,865	957,363	2,586,340
Fund balances - ending	\$ 91,221,229	\$ 1,155,667	\$ 3,201,893

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

Major	Non-Major	
OSBM State Grants	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 4,433,871	\$ 80,235,962
-	2,156,445	35,632,730
-	-	1,679,475
-	468,300	2,260,475
-	-	591,084
8,340,899	1,953,669	36,807,453
-	-	17,583,912
883,459	1,982,257	5,759,383
-	-	3,270,999
-	-	1,011,369
-	399,663	399,663
9,224,358	11,394,205	185,232,505
-	8,260	17,898,206
-	6,819,026	51,976,816
-	17,516	377,796
-	417,072	33,192,704
-	-	3,218,866
8,340,899	468,300	41,502,576
-	-	3,136,134
-	15,345	9,039,173
-	140,141	265,912
-	-	27,416
-	6,716	5,372,694
-	-	3,150
-	-	(336)
-	16,401,698	20,210,678
8,340,899	24,294,074	186,221,785
883,459	(12,899,869)	(989,280)
-	53,349	163,438
-	-	23,534
-	5,933,379	9,902,289
-	(3,209,076)	(15,968,849)
-	-	46,331
-	2,777,652	(5,833,257)
883,459	(10,122,217)	(6,822,537)
1,135,415	53,160,400	146,870,791
-	-	587,592
1,135,415	53,160,400	147,458,383
\$ 2,018,874	\$ 43,038,183	\$ 140,635,846

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, 2025

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

Net change in fund balances - total governmental funds, Exhibit 4:	\$ (6,822,537)
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.	20,097,834
Cost of capital asset disposed of during the year, not recognized on modified accrual basis.	(3,292,850)
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.	8,538,103
The costs, net, to report right-to-use assets, amortization, lease liability, net	92,194
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	(54,933)
Revenues, opioid settlement funds, in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	(854,038)
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.	(387,146)
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.	(427,200)
Contributions and costs, net, to the LGERS pension plan in the current fiscal year are not included on the Statement of Activities.	(1,760,319)
Contributions and costs, net, to the LEOSA pension plan in the current fiscal year are not included on the Statement of Activities.	(337,240)
Contributions and costs, net, to the ROD pension plan in the current fiscal year are not included on the Statement of Activities.	(5,393)
Contributions and costs, net, to the OPEB plan in the current fiscal year are not included on the Statement of Activities.	3,983,652
Total changes in net position of governmental activities	\$ 18,770,127

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

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Wayne County, North Carolina
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Positive (Negative)
Revenues				
Ad valorem taxes	\$ 73,733,424	\$ 73,817,424	\$ 75,802,091	\$ 1,984,667
Local option sales taxes	32,595,436	32,595,436	33,476,285	880,849
Other taxes and licenses	1,568,328	1,661,028	1,679,475	18,447
Licenses and permits	1,537,198	1,554,332	1,792,175	237,843
Unrestricted intergovernmental	819,930	819,930	591,084	(228,846)
Restricted intergovernmental	19,978,207	27,432,481	20,137,055	(7,295,426)
Charges for services	13,206,714	14,435,274	17,583,912	3,148,638
Investment earnings	2,224,525	2,258,558	2,578,908	320,350
Miscellaneous	2,147,972	2,468,219	3,270,999	802,780
Payments from various municipalities	212,000	254,130	51,926	(202,204)
Total revenues	<u>148,023,734</u>	<u>157,296,812</u>	<u>156,963,910</u>	<u>(332,902)</u>
Expenditures				
Current:				
General government	17,288,810	19,671,583	17,030,380	2,641,203
Public safety	45,047,731	50,538,615	45,157,790	5,380,825
Transportation	118,849	502,780	360,280	142,500
Economic and physical development	3,944,316	7,670,615	3,136,134	4,534,481
Human services	35,517,556	38,061,554	32,315,288	5,746,266
Culture and recreation	3,279,031	3,411,208	3,218,866	192,342
Education	33,552,620	36,167,895	32,693,377	3,474,518
Debt Service:				
Principal payments	9,991,428	10,129,708	9,023,828	1,105,880
SBITA principal payments	-	125,771	125,771	-
Lease principal payments	-	-	27,416	(27,416)
Interest and other charges	5,314,993	5,319,493	5,365,978	(46,485)
Interest - SBITA	-	3,150	3,150	-
Interest - Lease	-	-	(336)	336
Total expenditures	<u>154,055,334</u>	<u>171,602,372</u>	<u>148,457,922</u>	<u>23,144,450</u>
Excess (deficiency) of revenues over expenditures	(6,031,600)	(14,305,560)	8,505,988	22,811,548
Other Financing Sources (Uses)				
Proceeds from SBITA financing	-	110,089	110,089	-
Proceeds from lease financing	-	-	23,534	23,534
Transfers in	177,452	3,968,211	3,968,910	699
Transfers out	(4,873,502)	(8,364,966)	(11,052,488)	2,687,522
Proceeds from sale of assets	-	-	46,331	(46,331)
Total other financing sources and (uses)	<u>(4,696,050)</u>	<u>(4,286,666)</u>	<u>(6,903,624)</u>	<u>2,665,424</u>
Revenues and other financing sources under expenditures	(10,727,650)	(18,592,226)	1,602,364	20,194,590
Appropriated fund balance	<u>10,727,650</u>	<u>18,592,226</u>	<u>-</u>	<u>(18,592,226)</u>
Revenues, other sources, and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>1,602,364</u>	<u>\$ 1,602,364</u>
Fund balances - beginning			89,031,273	
Restatement, Note VIII			587,592	
Fund balance, as restated			89,618,865	
Fund balances - ending			<u>\$ 91,221,229</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, 2025

	Business-type Activities		
	Major		
	Solid Waste Disposal	Maxwell Center Fund	Jetport Fund
Assets			
Current assets:			
Cash and cash equivalents	\$ 15,997,939	\$ 1,831,590	\$ 77,645
Accounts receivable, net	661,523	191,191	4,175,877
Receivables from other governments	107,481	8,888	32,306
Inventories	11,879	-	75,558
Total current assets	16,814,276	2,031,669	4,528,164
Capital assets:			
Land	11,022,663	2,210,000	1,073,214
Other capital assets, net depreciation	9,147,130	19,531,743	16,480,175
Subscription based IT asset, net amortization	-	20,542	-
Total non-current assets	20,169,793	21,762,285	17,553,389
Total assets	36,984,069	23,793,954	22,081,553
Deferred Outflows of Resources	853,302	161,417	56,399
Liabilities			
Current liabilities:			
Accounts payable	126,237	8,694	2,566
Other liabilities	74,359	17,036	5,344
Accrued interest payable	-	24,809	-
Payable to other governments	-	573	3,908
Customer deposits	-	116,748	-
Compensated absences	196,973	27,545	12,991
Current portion of long term debt	-	661,877	-
Current portion of Subscription based IT liability	-	13,650	-
Total current liabilities	397,569	870,932	24,809
Non-current liabilities:			
Other postemployment benefits	898,521	-	74,168
Accrued landfill closure/postclosure costs	9,955,892	-	-
Subscription based IT liability	-	5,721	-
Net pension liability	1,611,776	308,638	102,879
Bonds, notes and loans payable	-	7,400,523	-
Total non-current liabilities	12,466,189	7,714,882	177,047
Total liabilities	12,863,758	8,585,814	201,856
Deferred Inflows of Resources	346,247	7,613	184,689
Net Position			
Net investment in capital assets	20,169,793	13,680,515	17,553,389
Unrestricted	4,457,573	1,681,429	4,198,018
Total net position	\$ 24,627,366	\$ 15,361,944	\$ 21,751,407

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
Totals	Internal Service Funds
\$ 17,907,174	\$ 4,244,959
5,028,591	13,811
148,675	-
87,437	-
<u>23,374,109</u>	<u>4,258,770</u>
14,305,877	-
45,159,048	-
20,542	-
<u>59,485,467</u>	<u>-</u>
<u>82,859,576</u>	<u>4,258,770</u>
1,071,118	-
137,497	720,990
96,739	3,838
24,809	-
4,481	-
116,748	-
237,509	-
661,877	-
13,650	-
<u>1,293,310</u>	<u>724,828</u>
972,688	-
9,955,892	-
5,721	-
2,023,293	-
7,400,523	-
<u>20,358,117</u>	<u>-</u>
<u>21,651,427</u>	<u>724,828</u>
538,549	-
51,403,697	-
10,337,020	3,533,942
<u>61,740,717</u>	<u>\$ 3,533,942</u>
(65,428)	
<u>\$ 61,675,289</u>	

Wayne County, North Carolina
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities		
	Major		
	Solid Waste Disposal	Maxwell Center Fund	Jetport Fund
Operating Revenues			
User fees	\$ 6,575,585	\$ 1,425,534	\$ 1,054,949
Insurance premiums	-	-	-
Lease revenue	-	-	68,657
Total operating revenues	<u>6,575,585</u>	<u>1,425,534</u>	<u>1,123,606</u>
Operating expenses			
Salaries and employee benefits	2,686,636	717,218	178,358
Contractual services	252,229	12,870	29,650
Utilities	-	78,395	-
Repairs and maintenance	466,510	76,206	71,364
Other departmental expenses	758,210	45,039	143,013
Other supplies and expenses	397,134	93,289	648,668
Indirect costs	446,197	992,533	149,601
Closure and postclosure costs	620,267	-	-
Insurance claims and expenses	-	-	-
Depreciation and amortization	1,236,729	644,356	825,665
Total operating expenses	<u>6,863,912</u>	<u>2,659,906</u>	<u>2,046,319</u>
Operating income (loss)	<u>(288,327)</u>	<u>(1,234,372)</u>	<u>(922,713)</u>
Non-operating Revenues (Expenses)			
Restricted intergovernmental revenues	297,249	-	3,973,397
Interest and investment revenue	553,066	55,827	18,555
Donations	-	50	-
Miscellaneous revenue	59,256	3,709	1,852
Gain (loss) on sale of assets	114,336	-	-
Operating grants and contributions	17,683	-	-
Interest expense	-	(317,948)	-
Total non-operating revenue (expenses)	<u>1,041,590</u>	<u>(258,362)</u>	<u>3,993,804</u>
Income (loss) before contributions/transfers	<u>753,263</u>	<u>(1,492,734)</u>	<u>3,071,091</u>
Transfers in	5,500	1,756,642	4,521,134
Transfers out	-	-	-
Change in net position	<u>758,763</u>	<u>263,908</u>	<u>7,592,225</u>
Total net position - beginning	<u>23,921,527</u>	<u>15,106,074</u>	<u>14,162,134</u>
Restatement, Note VIII	<u>(52,924)</u>	<u>(8,038)</u>	<u>(2,953)</u>
Net position, beginning, restated	<u>23,868,603</u>	<u>15,098,036</u>	<u>14,159,181</u>
Total net position - ending	<u>\$ 24,627,366</u>	<u>\$ 15,361,944</u>	<u>\$ 21,751,406</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
Totals	Internal Service Funds
\$ 9,056,068	\$ -
-	10,826,846
68,657	-
9,124,725	10,826,846
3,582,212	125,954
294,749	32,602
78,395	-
614,080	-
946,262	-
1,139,091	-
1,588,331	-
620,267	-
-	11,051,454
2,706,750	-
11,570,137	11,210,010
(2,445,412)	(383,164)
4,270,646	-
627,448	148,031
50	-
64,817	5
114,336	-
17,683	-
(317,948)	-
4,777,032	148,036
2,331,620	(235,128)
6,283,276	-
-	(216,717)
8,614,896	(451,845)
53,189,735	3,985,787
(63,915)	-
53,125,820	3,985,787
\$ 61,740,716	\$ 3,533,942
8,614,896	
(14,362)	
\$ 8,600,534	

Wayne County, North Carolina
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities	
	Major	
	Solid Waste Disposal	Maxwell Center
Cash flows from operating activities:		
Receipts from customers	\$ 6,578,277	\$ 1,423,537
Payments to employees for services	(2,656,837)	(752,034)
Payments to suppliers of goods and services	(2,298,822)	(1,297,507)
Proceeds from unrestricted revenues	59,256	-
Net cash provided (used) by operating activities	1,681,874	(626,004)
Cash flows from noncapital financing activities:		
Grant proceeds	314,932	-
Donations	-	3,759
Due (to) from other government	24,472	-
Transfers (to) from other funds	5,500	1,756,642
Net cash provided (used) by noncapital financing activities	344,904	1,760,401
Cash flows from capital and related financing activities:		
Principal payments related to capital debt	-	(661,877)
Interest payments related to capital debt	-	(319,625)
Subscription based IT activity	-	59,571
Noncash transfers of assets	-	-
Cash received on disposal of assets	44,680	-
Payments for the acquisition of capital assets	(1,146,586)	-
Net cash provided (used) by capital and related financing activities	(1,101,904)	(921,931)
Cash flows from investing activities		
Interest payments received	553,064	55,827
Net cash provided (used) by investing activities	553,064	55,827
Net increase (decrease) in cash and cash equivalents	1,477,938	268,293
Cash and cash equivalents, July 1	14,520,001	1,563,297
Cash and cash equivalents, June 30	15,997,939	1,831,590
Operating income	(288,327)	(1,234,370)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation and amortization	1,236,729	644,356
Pension expense	-	-
Non operating income	59,256	-
Changes in assets and liabilities		
(Increase) decrease		
Accounts receivable	2,692	(2,183)
Accounts receivable - leases	(459)	-
Inventory	13,145	-
Increase (decrease)		
Accounts payable	8,772	1,011
Postemployment liability	(257,207)	-
Pensions	216,475	(19,314)
Postclosure costs	620,267	-
Other liabilities	70,531	(15,504)
Total adjustments	1,970,201	608,366
Net cash provided (used) by operating activities	\$ 1,681,874	\$ (626,004)

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

	Business-type Activities	Governmental Activities
Jetport Fund	Totals	Internal Service Funds
\$ (2,775,760)	\$ 5,226,054	\$ 10,847,062
(180,731)	(3,589,602)	3,838
(1,069,193)	(4,665,522)	(11,040,865)
1,850	61,106	5
(4,023,834)	(2,967,964)	(189,960)
3,973,397	4,288,329	-
	3,759	-
(28,286)	(3,814)	-
4,521,134	6,283,276	(216,717)
8,466,245	2,105,305	(216,717)
-	(661,877)	-
-	(319,625)	-
-	59,571	-
(2,950)	(2,950)	-
-	44,680	-
(4,757,275)	(5,903,861)	-
(4,760,225)	(6,784,060)	-
18,555	627,446	148,027
18,555	627,446	148,027
(299,259)	1,446,972	(258,650)
376,904	16,460,202	4,503,609
77,645	17,907,174	4,244,959
(922,713)	(2,445,410)	(383,164)
825,665	2,706,750	-
1,850	61,106	5
(3,899,128)	(3,898,619)	20,215
(238)	(697)	-
(14,700)	(1,555)	-
(12,197)	(2,414)	169,146
(21,274)	(278,481)	-
15,119	212,280	-
-	620,267	-
3,782	58,809	3,838
(3,101,121)	(522,554)	193,204
\$ (4,023,834)	\$ (2,967,964)	\$ (189,960)

Wayne County, North Carolina
Statement of Fiduciary Net Position
Custodial Funds
June 30, 2025

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 83,275
Taxes receivable for other governments, net	<u>925,850</u>
Total assets	<u><u>1,009,125</u></u>
 Liabilities	
Miscellaneous liabilities	<u>26,032</u>
Total liabilities	<u><u>26,032</u></u>
 Net Position	
Individuals, organizations, and other governments	<u>983,093</u>
Total fiduciary net position	<u><u>\$ 983,093</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, 2025

	<u>Custodial Funds</u>
Additions	
Ad valorem taxes collected for other governments	\$ 27,352,978
Collections on behalf of inmates	990,947
Miscellaneous custodial funds	<u>11,516</u>
Total additions	28,355,441
 Deductions	
Tax distributions to other governments	27,340,798
Payments on behalf of inmates	982,577
Payments of miscellaneous custodial funds	<u>10,337</u>
Total deductions	<u>28,333,712</u>
 Net increase (decrease) in fiduciary net position	 21,729
Net position - beginning of year	<u>961,364</u>
Net position - end of year	<u><u>\$ 983,093</u></u>

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

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Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

I. Summary of Significant Accounting Policies

The accounting policies of 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, 2025

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.

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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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.

Non-major Funds: The County maintains sixteen 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 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, the Jail 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, and the Fremont School Project 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-five 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.

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 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.

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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.

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.

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.

Sewer Fund: Previously, the County reported this fund as a non-major enterprise fund; however, management has decided that the Sewer Fund does not meet the definition of an enterprise fund. The sewer system is supported by six government entities and one non-profit entity. The County has moved this fund to the General Fund. For more information, see note disclosure IX. Restatements.

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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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. 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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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.

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 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 –

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 DSS-Health Debt Project Fund, the Jail Debt Project Fund, the County Capital Project Fund, and the Fremont School 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.

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, 2025.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 consider 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.

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 \$6,279,134 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

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Wayne County, North Carolina Restricted Cash

Current Assets:

Governmental Activities

General Fund	Tax Revaluation	\$ 332,366
General Fund	School Sales Tax	6,587,284
Special Revenue Fund	American Rescue Plan	3,750,046
Special Revenue Fund	Rosewood State Grant	20,900,355
Special Revenue Fund	Opioid Settlement	3,200,766
Special Revenue Fund	Emergency Telephone	960,176
Special Revenue Fund	Fire Districts	104,835
Special Revenue Fund	Fines and Forfeitures	9,555
Special Revenue Fund	Representative Payee	59,371
Special Revenue Fund	NC Court Pilot Program	17,421
Special Revenue Fund	Street Light	42,983
Special Revenue Fund	Neighborhood Roads	429,107
Capital Projects Fund	DSS/Health Debt Project	7,351,584
Capital Projects Fund	Jail Debt Project	6,318,782
Capital Projects Fund	Unspent Debt Proceeds	461,846
Capital Projects Fund	Fremont School Project	423,623
Capital Projects Fund	911 Call Center	3,388,911
Permanent Fund	Senior Center	9,707

Restricted Cash, Current Assets - Governmental	54,348,718
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Business-type Activities

Restricted Cash, Current Assets - Business-type	-
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Total Restricted Cash, Current Assets	54,348,718
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Noncurrent Assets:

Governmental Activities

General Fund	QSCB Sinking Fund	13,938,538
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Total Restricted Cash, Noncurrent Assets	13,938,538
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Total Restricted Cash	\$ 68,287,256
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4. Ad Valorem Taxes Receivable

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

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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.

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 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 County recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example, paid in cash to the employee or paid to an employee flex spending account) during or upon separation from employment. Based on the criteria above, two types of leave qualify for liability recognition for compensated absences – vacation and sick leave.

The liability for compensated absences is recorded as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 vacation leave and the salary-related payments are recorded as the leave is earned.

The ABC Board employees may accumulate up to thirty days of earned but unused vacation days with such leave being fully vested when earned and eligible for payment at the employee's current pay rate upon separation from employment.

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.

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 2025, 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:

	Governmental Activities
County's Share of NC's Unpaid Aggregate Settlements through fiscal-year 2024	\$ 7,936,258
Amounts received 2025	(1,841,250)
Adjust: Change for uncollectible accounts	184,126
Opioid Settlement restricted receivable at 2025	<u>\$ 6,279,134</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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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, 2025, the County has spent \$17,956,066. The County has spent \$10,669,732 for capital improvement/grant projects and \$7,286,334 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).

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, 2025, the County does not have any fund balance non-spendable 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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 III, B, 7, d, 5, page 110.

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.

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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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.

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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 \$91,747,346 consists of several elements as follows:

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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).	\$ 384,301,466
Less accumulated depreciation	103,553,174
	280,748,292
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.	304,860
Accrued interest - leases	(107,042)
GASB No. 96 SBITA standard - right to use asset	197,818
Right to use assets are not financial resources and therefore are not reported in the funds.	1,143,681
SBITA liability	(652,781)
	490,900
	688,718
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.	3,984,150
Opioid deferred inflows of resourced	6,023,505
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.	1,902,911
LGERS - pension related deferrals	15,243,766
LGERS - net pension liability	(30,589,449)
LEOSSA - pension related deferrals	93,383
LEOSSA - net pension liability	(4,626,576)
ROD - pension related deferrals	45,102
ROD - net pension asset	111,474
OPEB - OPEB related deferrals	(6,297,952)
OPEB - net OPEB liability	(28,884,208)
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, installment financing and lease/SBITA liability	(139,990,854)
Arbitrage liability	(574,852)
Compensated absences	(4,639,026)
Accrued interest payable, bonds, installment debt and leases	(1,491,038)
	(146,695,770)
Total adjustment	\$ 91,747,346

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 \$25,592,664 as follows:

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities.	\$ 30,535,627
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.	(10,437,793)
Income/costs of capital assets disposed of during the year, not recognized on modified accrual basis.	(3,292,850)
The costs, net, to report right-to-use assets, amortization, lease liability and SBITA, net.	92,194
Contributions and costs to the LGERS pension plan in the current fiscal year are not included on the Statement of Activities.	(1,760,319)
Contributions and costs to the LEOSSA pension plan in the current fiscal year are not included on the Statement of Activities.	(337,240)
Contributions and costs to the ROD pension plan in the current fiscal year are not included on the Statement of Activities.	(5,393)
Contributions and costs to the OPEB plan in the current fiscal year are not included on the Statement of Activities.	3,983,652
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.	9,010,000
Arbitrage liability is recorded as a possibility to be in the future on long-term debt.	(574,852)
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.	102,955
Right to use assets, lease liability, amortization, net	-
Compensated absences	(387,146)
Revenues, Opioid Settlement 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:	(908,971)
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.	(427,200)
Total adjustment	<u>\$ 25,592,664</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

II. Stewardship, Compliance, and Accountability

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

Due to expenditures received subsequent to year-end, per N.C. General Statute 159, the County overspent at the object level in Public Safety/medical examiner by \$15,700, page 138, Human Services/child support by \$31,021, page 142, Debt Service/leases and debt interest expense by \$27,416 and \$46,485, page 146, and in the Internal Service Fund/Self-Insurance by \$103,039, page 186.

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 have no formal policy regarding custodial credit risk for deposits.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

At June 30, 2025, the County's deposits had a carrying amount of \$85,961,642 and a bank balance of \$83,255,639. Of the bank balance, \$750,000 was covered by federal depository insurance, and \$5,582,773 in non-interest-bearing deposits and \$77,672,865 in interest bearing deposits were covered by collateral held under the Pooling Method.

At June 30, 2025, Wayne County had \$15,929 cash on hand.

At June 30, 2025, 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, 2025, The ABC Board had \$9,300 cash on hand.

At June 30, 2025, 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, 2025 the County had the following investments and maturities.

Investment Type	Valuation Measurement	Fair Value	Less Than 6	
	Method		Months	6-12 Months
NC Capital Management Trust & Term Government Portfolio	Fair Value - Level 1	55,550,078	55,550,078	N/A
Commercial Paper	Fair Value - Level 2	29,206,291	29,206,291	N/A
Total		<u>\$ 84,756,369</u>	<u>\$ 84,756,369</u>	<u>\$ -</u>

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 AAAm 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.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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.

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, 2025, 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, 2025. 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 \$13,938,538.

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 is 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, 2025

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
2022	\$ 4,258,836	\$ 1,394,769	\$ 5,653,605
2023	4,494,233	1,067,380	5,561,613
2024	4,464,236	658,475	5,122,711
2025	4,612,918	265,243	4,878,161
	<u>\$ 17,830,223</u>	<u>\$ 3,385,867</u>	<u>\$ 21,216,090</u>

5. Receivables

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

	Accounts	Taxes and Accrued Interest	Lease Receivable, net interest	Due from Other Governments	Total
Governmental Activities:					
General	\$ 10,107,488	\$ 3,075,115	\$ 144,825	\$ 8,303,785	\$ 21,631,213
Restricted opioid	6,976,816	-	-	-	6,976,816
Other governmental	659,971	164,516	-	713,774	1,538,261
Total receivables	17,744,275	3,239,631	144,825	9,017,559	30,146,290
Allowance for doubtful accounts	(3,197,682)	(1,172,559)	-	-	(4,370,241)
Total-governmental activities	<u>\$ 14,546,593</u>	<u>\$ 2,067,072</u>	<u>\$ 144,825</u>	<u>\$ 9,017,559</u>	<u>\$ 25,776,049</u>
Business-type Activities:					
Solid Waste Disposal	\$ 875,772	\$ 70,994	\$ 35,454	\$ 107,481	\$ 1,089,701
Airport	4,183,677	-	166,778	32,306	4,382,761
Maxwell	191,192	-	-	8,888	200,080
Total receivables	5,250,641	70,994	202,232	148,675	5,672,542
Allowance for doubtful accounts	(358,464)	-	-	-	(358,464)
Total-business-type activities	<u>\$ 4,892,177</u>	<u>\$ 70,994</u>	<u>\$ 202,232</u>	<u>\$ 148,675</u>	<u>\$ 5,314,078</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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

Local option sales tax	\$ 5,992,952
Sales tax refund	1,393,534
Grants receivable	1,676,949
Other	<u>102,799</u>
Total	<u>\$ 9,166,234</u>

The Tourism Development Authority's receivables consist of occupancy taxes from local hotels of \$20,490. 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 07/25/2021, 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 06/30/2025, the value of the lease receivable is \$121,598 and the value of the short-term lease receivable is \$17,766. 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 06/30/2025 was \$111,609, 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 01/01/2024, 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 06/30/2025, the value of the lease receivable is \$9,060 and the value of the short-term lease receivable is \$9,060. 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 06/30/2025 was \$13,560, and Wayne County, NC recognized lease revenue of \$9,040 during the fiscal year.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 06/30/2025, 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 \$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 06/30/2025 was \$3,164, 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 06/30/2025, 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 \$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 06/30/2025 was \$1,470, and Wayne County, NC recognized lease revenue of \$2,939 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 06/30/2025, the value of the lease receivable is \$6,595 and the value of the short-term lease receivable is \$6,595. 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 06/30/2025 was \$9,871, and Wayne County, NC recognized lease revenue of \$6,580 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 06/30/2025, the value of the lease receivable is \$5,637 and the value of the short-term lease receivable is \$5,637. 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 06/30/2025 was \$8,437, and Wayne County, NC recognized lease revenue of \$5,625 during the fiscal year.

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 06/30/2025, the value of the lease receivable is \$1,517 and the value of the short-term lease receivable is \$753. 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 06/30/2025 was \$1,713, and Wayne County, NC recognized lease revenue of \$685 during the fiscal year.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Business-type Activities:

Jetport Fund:

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 06/30/2025, the value of the lease receivable is \$122,782 and the value of the short-term lease receivable is \$34,447. The lessee is required to make monthly fixed payments of \$3,000. The lease has an interest rate of 1.4510%. The building estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2025 was \$119,395, and Wayne County, NC recognized lease revenue of \$34,113 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 06/30/2025, the value of the lease receivable is \$16,492 and the value of the short-term lease receivable is \$16,492. 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 06/30/2025 was \$24,684, and Wayne County, NC recognized lease revenue of \$16,456 during the fiscal year.

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 06/30/2025, the value of the lease receivable is \$1,098 and the value of the short-term lease receivable is \$1,098. 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 06/30/2025 was \$1,644, and Wayne County, NC recognized lease revenue of \$1,096 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 06/30/2025, the value of the lease receivable is \$26,032 and the value of the short-term lease receivable is \$17,302. 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 06/30/2025 was \$25,489, and Wayne County, NC recognized lease revenue of \$16,992 during the fiscal year.

Solid Waste Fund:

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 06/30/2025, the value of the lease receivable is \$11,828 and the value of the short-term lease receivable is \$11,828. 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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

inflow of resources as of 06/30/2025 was \$17,705, and Wayne County, NC recognized lease revenue of \$11,803 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 06/30/2025, the value of the lease receivable is \$23,154 and the value of the short-term lease receivable is \$5,664. 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 06/30/2025 was \$22,997, 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.

The activity related to the lease receivable as of June 30, 2025 was as follows:

GOVERNMENTAL ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025	Short-Term Balance as of June 30, 2025
Lease Receivable					
Infrastructure					
Tower Site - Market Square	\$ 138,545	\$ -	\$ 16,947	\$ 121,598	\$ 17,766
Total Infrastructure Lease Receivable	138,545	-	16,947	121,598	17,766
Land					
Farm #11607	17,863	-	8,803	9,060	9,060
Farm #11693, #8742 2023	6,343	-	6,343	-	-
Farm #11852, #6599 2023	2,946	-	2,946	-	-
Farm #11955 2024	13,002	-	6,408	6,595	6,595
Farm #8818 2024	11,114	-	5,477	5,637	5,637
Farm 11763 - Pecan Rd.	2,260	-	743	1,517	753
Total Land Lease Receivable	53,528	-	30,720	22,809	22,045
Total Lease Receivable	<u>\$ 192,073</u>	<u>\$ -</u>	<u>\$ 47,667</u>	<u>\$ 144,407</u>	<u>\$ 39,811</u>

BUSINESS-TYPE ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025	Short-Term Balance as of June 30, 2025
Lease Receivable					
Buildings					
Corporate Hangar No. 2	\$ 156,733	\$ -	\$ 33,951	\$ 122,782	\$ 34,447
Total Building Lease Receivable	156,733	-	33,951	122,782	34,447
Land					
Farm #10502, #13411 2024	32,516	-	16,024	16,492	16,492
Farm #6686 2024	2,165	-	1,067	1,098	1,098
Farm 389 Northern Landfill 2024	23,322	-	11,493	11,829	11,829
Landfill Gas - Site	28,737	-	5,583	23,154	5,664
Maintenance Hangar & Apron	43,125	-	17,093	26,032	17,302
Total Land Lease Receivable	129,865	-	51,260	78,605	52,385
Total Lease Receivable	<u>\$ 286,598</u>	<u>\$ -</u>	<u>\$ 85,211</u>	<u>\$ 201,387</u>	<u>\$ 86,832</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Principal and Interest Expected to Maturity

GOVERNMENTAL ACTIVITIES

Fiscal Year	Principal Payments	Interest Payments	Total Payments
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	21,343	524	21,867
2031 - 2032	24,197	207	24,404
Total Principal Payments	144,623		
Cumulative Variance as of Fiscal Year-End	217		
Total Remaining Receivable	\$ 144,406		

BUSINESS-TYPE ACTIVITIES

Fiscal Year	Principal Payments	Interest Payments	Total Payments
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	201,386		
Cumulative Variance as of Fiscal Year-End	-		
Total Remaining Receivable	\$ 201,386		

6. Capital Assets

Primary Government

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

	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 24,124,317	\$ 32,839	\$ 3,296,925	\$ 20,860,231
Total capital assets not being depreciated	24,124,317	32,839	3,296,925	20,860,231
Capital assets being depreciated:				
Buildings	272,098,595	25,091,271	-	297,189,866
Infrastructure	5,918,967	6,521,888	-	12,440,855
Intangibles	2,176,332	-	-	2,176,332
Furniture and equipment	33,117,746	4,366,761	442,081	37,042,426
Vehicles and motor equipment	13,375,298	1,412,433	195,975	14,591,756
Total capital assets being depreciated	326,686,938	37,392,353	638,056	363,441,235
Less accumulated depreciation for:				
Buildings	55,521,057	5,408,412	-	60,929,469
Infrastructure	1,500,375	3,524,344	-	5,024,719
Intangibles	1,653,648	173,427	-	1,827,075
Furniture and equipment	22,252,691	3,292,889	441,252	25,104,328
Vehicles and motor equipment	9,386,934	1,449,013	168,364	10,667,583
Total accumulated depreciation	90,314,705	\$ 13,848,085	\$ 609,616	103,553,174
Total capital assets being depreciated, net	236,372,233			259,888,061
Governmental activity capital assets, net	\$ 260,496,550			\$ 280,748,292

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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

General government	\$ 6,195,631
Public safety	3,006,136
Economic and physical development	316,845
Human services	621,441
Environmental protection	181,076
Cultural and recreation	18,021
Education	95,642
Transportation	3,000
Total depreciation expense	10,437,792
Beginning depreciation - sewer	3,410,293
	<u>\$ 13,848,085</u>

	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025
<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	1,324,649	-	-	1,324,649
Land improvements	5,679,183	76,450	-	5,755,633
Infrastructure	107,706	-	-	107,706
Furniture and equipment	3,113,608	157,209	11,500	3,259,317
Vehicles and motor equipment	11,678,630	924,826	5,590	12,597,866
Total capital assets being depreciated	21,903,776	1,158,485	17,090	23,045,171
Less accumulated depreciation for:				
Buildings	594,726	37,096	-	631,822
Land improvements	3,144,318	172,080	-	3,316,398
Infrastructure	7,456	4,363	-	11,819
Furniture and equipment	1,569,454	261,853	5,702	1,825,605
Vehicles and motor equipment	7,367,331	773,236	28,170	8,112,397
Total accumulated depreciation	12,683,285	\$ 1,248,628	\$ 33,872	13,898,041
Total capital assets being depreciated, net	9,220,491			9,147,130
Solid Waste Disposal capital assets, net	<u>\$ 20,243,154</u>			<u>\$ 20,169,793</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025
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	17,499,072	3,930,195	-	21,429,267
Intangibles	143,854	-	-	143,854
Infrastructure	505,123	814,955	-	1,320,078
Furniture and equipment	268,527	12,125	-	280,652
Vehicles and motor equipment	73,310	-	11,795	61,515
Total capital assets being depreciated	18,489,886	4,757,275	11,795	23,235,366
Less accumulated depreciation for:				
Buildings	5,594,667	718,497	-	6,313,164
Intangibles	93,065	6,662	-	99,727
Infrastructure	21,198	53,879	-	75,077
Furniture and equipment	190,096	15,615	-	205,711
Vehicles and motor equipment	42,295	31,012	11,795	61,512
Total accumulated depreciation	5,941,321	\$ 825,665	\$ 11,795	6,755,191
Total capital assets being depreciated, net	12,548,565			16,480,175
Airport capital assets, net	\$ 13,621,779			\$ 17,553,389

	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025
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	24,223,442	-	-	24,223,442
Less accumulated depreciation for:				
Buildings	3,950,592	629,577	-	4,580,169
Infrastructure	521	3,125	-	3,646
Equipment	10,902	1,761	-	12,663
Intangibles	95,221	-	-	95,221
Total accumulated depreciation	4,057,236	\$ 634,463	\$ -	4,691,699
Total capital assets being depreciated, net	20,166,206			19,531,743
Maxwell Center capital assets, net	20,166,206			21,741,743
Business-type activities capital assets, net	\$ 54,031,139			\$ 59,464,926

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Construction Commitments

As of June 30, 2025, the County has construction commitments as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining</u>
DSS/Health Building	\$ 33,700,380	\$ 1,683,068
Detention Center (Jail Debt Project)	44,319,039	2,538,198
Rosewood Middle School	7,834,024	25,051,290
Rosewood Middle School - SCIF	-	5,325,000
CBA High School Track Project	192,510	298,740
SW High School Track Project	-	189,800
Rosewood High School Track Project	189,800	569,688
Fremont Pump Station - ARPA	410,427	55,053
Jetport Parking Lot Drainage Improvements	332,814	901,920
Jetport Perimeter Fence Project	3,062,371	263,046
Jetport Stormwater Project	557,183	437,934
Genoa Sewer System	153,615	192,587
	<u>\$ 90,752,163</u>	<u>\$ 37,506,324</u>

Discretely presented component units

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

	<u>Balance July 01, 2024</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2025</u>
Wayne County ABC Board				
Capital assets not being depreciated:				
Land and construction in progress	\$ 1,226,262	\$ 189,775	\$ -	\$ 1,416,037
Total capital assets not being depreciated	1,226,262	189,775	-	1,416,037
Capital assets being depreciated:				
Building	2,357,180	-	-	2,357,180
Furniture and equipment	931,492	203,582	-	1,135,074
Vehicles and motor equipment	230,212	107,722	38,455	299,479
Leasehold improvements	12,544	-	-	12,544
Total capital assets being depreciated	3,531,428	311,304	38,455	3,804,277
Less accumulated depreciation for:				
Building	823,367	95,858	-	919,225
Furniture and equipment	810,743	74,320	-	885,063
Vehicles and motor equipment	83,907	43,078	38,455	88,530
Leasehold improvements	12,544	-	-	12,544
Total accumulated depreciation	1,730,561	\$ 213,256	\$ 38,455	1,905,362
Total capital assets being depreciated, net	1,800,867			1,898,915
Wayne County ABC Board, net	<u>\$ 3,027,129</u>			<u>\$ 3,314,952</u>

The Wayne County Tourism Development Authority does not have any capital assets as of June 30, 2025.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

7. Right to Use Leased and SBITA 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.

Right to use assets activity, leases, for the Primary Government for the year ended June 30, 2025, was as follows:

GOVERNMENTAL ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025
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	74,904	-	-	74,904
Land				
Land Space - Firing Range	16,981	-	-	16,981
Total Land Lease Assets	16,981	-	-	16,981
Total Lease Assets	304,861	-	-	304,861
Lease Accumulated Amortization				
Buildings				
609 S. Wilson St	21,298	21,298	-	42,595
Total Building Lease Accumulated Amortization	21,298	21,298	-	42,595
Equipment				
Mail Feeder	24,640	8,531	-	33,171
Toshiba Wide Path Copier	14,193	4,731	-	18,925
Total Equipment Lease Accumulated Amortization	38,833	13,262	-	52,096
Land				
Land Space - Firing Range	9,262	3,087	-	12,350
Total Land Lease Accumulated Amortization	9,262	3,087	-	12,350
Total Lease Accumulated Amortization	69,393	37,647	-	107,041
Total Governmental Lease Assets, Net	\$ 235,468			\$ 197,820

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Right to use assets activity, SBITAs, for the Primary Government for the year ended June 30, 2025, was as follows:

GOVERNMENTAL ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025
Subscription Assets				
Software				
AmpliFund Grant Seeker	\$ 48,362	\$ -	\$ 48,362	\$ -
Central Square - Software Application	567,016	-	-	567,016
CivicClerk - Software	21,420	-	21,420	-
CodeRED - Emergency Plus	69,229	-	69,229	-
CodeRED 2024	-	110,089	-	110,089
Cott - eRecording	89,671	-	-	89,671
DebtBook Platform	27,534	-	27,534	-
ESI WebEOC Software	25,280	-	25,280	-
Emergency Police Dispatch	-	168,982	-	168,982
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
Resolution 3 - READ ONLY	7,401	-	-	7,401
Sophos Central Intercept 2	62,486	-	-	62,486
Total Software Subscription Assets	1,091,695	279,071	227,086	1,143,680
Total Subscription Assets	1,091,695	279,071	227,086	1,143,680
Subscription Accumulated Amortization				
Software				
AmpliFund Grant Seeker	35,169	13,193	48,362	-
Central Square - Software Application	254,204	127,102	-	381,306
CivicClerk - Software	20,855	565	21,420	-
CodeRED - Emergency Plus	68,562	667	69,229	-
CodeRED 2024	-	36,218	-	36,218
Cott - eRecording	56,634	28,317	-	84,951
DebtBook Platform	21,557	5,977	27,534	-
ESI WebEOC Software	17,335	7,945	25,280	-
Emergency Police Dispatch	-	30,667	-	30,667
Fire Dispatch System	14,726	17,101	-	31,827
Grant Management Software	32,801	2,460	35,261	-
Medical Dispatch System - Quote #50575	14,932	7,466	-	22,398
Medical Dispatch System - Quote #50592	17,065	8,533	-	25,598
Resolution 3 - READ ONLY	4,674	2,337	-	7,012
Sophos Central Intercept 2	11,976	20,829	-	32,805
Total Subscription Accumulated Amortization	570,490	309,377	227,086	652,782
Total Governmental Subscription Assets, Net	521,205	(30,306)	-	490,898
Total Governmental Lease and SBITA Assets, Net	\$ 756,673			\$ 688,718

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Right to use assets activity, SBITAs, for the Business-type activities for the year ended June 30, 2025, was as follows:

BUSINESS-TYPE ACTIVITIES:	Balance as of			Balance as of
Maxwell Center	July 1, 2024	Additions	Reductions	June 30, 2025
Subscription Assets				
Software				
Cvent Event Diagramming	\$ 23,214	\$ -	\$ -	\$ 23,214
VenueOps Annual Subscription	28,876	-	-	28,876
Total Software Subscription Assets	52,090	-	-	52,090
Total Subscription Assets	52,090	-	-	52,090
Subscription Accumulated Amortization				
Software				
Cvent Event Diagramming	9,286	4,643	-	13,929
VenueOps Annual Subscription	11,746	5,873	-	17,619
Total Subscription Accumulated Amortization	21,032	10,516	-	31,548
Total Subscription Accumulated Amortization	21,032	10,516	-	31,548
Total Business-Type Subscription Assets, Net	\$ 31,058	\$ (10,516)	\$ -	\$ 20,542

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, 2025, net of accumulated amortization, is \$29,278.

B. Liabilities

1. Payables

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

	Vendors	Salaries and Benefits	Accrued Interest	Total
Governmental Activities:				
General	\$ 1,816,017	\$ 1,986,543	\$ 1,494,851	\$ 5,297,411
Other governmental	1,055,303	-	-	1,055,303
Total-governmental activities	<u>\$ 2,871,320</u>	<u>\$ 1,986,543</u>	<u>\$ 1,494,851</u>	<u>\$ 6,352,714</u>
	Vendors	Salaries and Benefits	Accrued Interest	Total
Business-type Activities:				
Solid Waste Disposal	\$ 126,242	\$ 74,359	\$ -	\$ 200,601
Airport	6,475	5,344	-	11,819
Maxwell	126,011	17,036	24,809	167,856
Total-business-type activities	<u>\$ 258,728</u>	<u>\$ 96,739</u>	<u>\$ 24,809</u>	<u>\$ 380,276</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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, 2025

line of duty. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2025, was 15.10%, less 0.200% court costs, of compensation for law enforcement officers and 13.60% 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 \$6,867,702 for the year ended June 30, 2025.

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 13.70% of annual covered payroll. The ABC Board's contributions to LGERS for the year ended June 30, 2025, was \$218,609. 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, 2025, the County reported a liability of \$32,612,742 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. The total pension liability was then rolled forward to the measurement date of June 30, 2024 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2025, the County's proportion was 0.48376%, which was a decrease of 0.02196% from its proportion as of June 30, 2024 (measure as of June 30, 2023).

For the year ended June 30, 2025, the County recognized pension expense of \$9,362,353. At June 30, 2025, 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, 2025

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 5,714,987	\$ 38,425
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan	4,433,683	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	40,115	766,019
Employer contributions subsequent to the measurement date*	6,867,702	-
Total	<u>\$ 17,056,487</u>	<u>\$ 804,444</u>

\$6,867,702 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, 2026. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2026	\$ 2,838,595
2027	6,187,042
2028	860,027
2029	(501,324)
2030	-
Thereafter	-
	<u>\$ 9,384,340</u>

At June 30, 2025, the ABC Board reported a liability of \$882,661 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. The total pension liability was then rolled forward to the measurement date of June 30, 2024 utilizing update procedures incorporating the actuarial assumptions. The 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, 2025, the ABC Board's proportion was 0.01309%, which was an increase of 0.00189% from its proportion measured as of June 30, 2024.

For the year ended June 30, 2025, the ABC Board recognized pension expense of \$293,172. At June 30, 2025, 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, 2025

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 154,676	\$ 1,040
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan	119,997	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	71,159	4,552
Employer contributions subsequent to the measurement date*	218,609	-
Total	<u>\$ 564,441</u>	<u>\$ 5,592</u>

\$218,609 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, 2026. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2026	\$ 108,249
2027	195,135
2028	50,424
2029	(13,568)
2030	-
Thereafter	-
	<u>\$ 340,240</u>

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	2.50 percent
Salary increases	3.25 percent to 8.25 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, 2025

The actuarial assumptions used in the December 31, 2023 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	33.0%	2.4%
Global Equity	38.0%	6.9%
Real Estate	8.0%	6.0%
Alternatives	8.0%	8.6%
Credit	7.0%	5.3%
Inflation Protection	6.0%	4.3%
Total	100.0%	

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 2.50%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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)	\$ 57,790,734	\$ 32,612,742	\$ 11,900,381
ABC Board's proportionate share of the net pension liability	1,564,101	882,661	322,083

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, 2023, valuation date, the Separation Allowance's membership consisted of:

Inactive members currently receiving benefits	18
Active plan members	128
Total	<u>146</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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, 2023 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	4.28 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, 2023 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, 2025

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 \$114,032 as benefits came due for the measurement period, and paid \$105,532 in benefits and actuarial costs for the period subsequent to December 31, 2024 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, 2025, the County reported a total pension liability of \$4,626,576. The total pension liability was measured as of December 31, 2024 based on a December 31, 2023 actuarial valuation. The total pension liability was rolled forward to December 31, 2024 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2025, the County recognized pension expense of \$556,804.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual	\$ 266,806	\$ -
Changes of assumptions	208,674	487,629
Employer contributions subsequent to the measurement date	105,532	-
Total	<u>\$ 581,012</u>	<u>\$ 487,629</u>

\$105,532 reported as deferred outflows of resources related to pensions resulting from benefit payments made of \$104,406 and \$1,126 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, 2026. 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, 2025

Year ended June 30:	
2026	\$ 62,360
2027	(80,534)
2028	(19,247)
2029	26,807
2030	(1,535)
Thereafter	-
	<u>\$ (12,149)</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 4.28 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 (3.28 percent) or 1-percentage-point higher (5.28 percent) than the current rate:

	1% Decrease (3.28%)	Discount Rate (4.28%)	1% Increase (5.28%)
Total pension liability	\$ 5,034,299	\$ 4,626,576	\$ 4,259,580

Schedule of Changes in Total Pension Liability

Service cost	\$ 201,374
Interest on TOL and cash flows	175,298
Changes in benefit terms	-
Difference between expected and actual experience	92,074
Changes in assumptions or other inputs	(109,904)
Benefit payments	(229,411)
Net changes in total LEOSSA liability	129,431
Total LEOSSA liability (TOL) - beginning	4,497,145
Total LEOSSA liability (TOL) - ending	<u>\$ 4,626,576</u>

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 4.00 percent at December 31, 2023 (measurement date) to 4.28 percent at December 31, 2024 (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.

The actuarial assumptions used in the December 31, 2023 valuation were based on the results of an actuarial experience study completed by the Actuary for the Local

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 from the County for the year ended June 30, 2025 were \$416,945.

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, 2025, 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, 2025 was \$566,304.

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 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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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, 2025.

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

At June 30, 2025, the County reported an asset of \$111,474, for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2024. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2023. The total pension liability was then rolled forward to the measurement date of June 30, 2024, utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on the County's share of contributions to the pension plan, relative to contributions to the pension plan of all participating RODSPF employers. At June 30, 2024, the County's proportion was 0.96740%, which was a decrease of 0.00436% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the County recognized pension expense of \$13,717. At June 30, 2025, 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, 2025

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,448	\$ 1,993
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan	43,049	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	512	7,238
Employer contributions subsequent to the measurement date*	8,324	-
Total	<u>\$ 54,333</u>	<u>\$ 9,231</u>

\$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, 2026.

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

Year ended June 30:	
2026	\$ 13,914
2027	18,801
2028	3,908
2029	155
2030	-
Thereafter	-
	<u>\$ 36,778</u>

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

Inflation	2.5 percent
Salary increases	3.25 to 8.25 percent, including inflation and productivity factor
Investment rate of return	3.00 percent, net of pension plan investment expense, including inflation

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

The actuarial assumptions used in the December 31, 2023 valuation were based on the results of an actuarial experience study as of December 31, 2019.

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

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The adopted asset allocation policy for the RODSPF is 100% in the fixed income asset class. The best estimate of arithmetic real rate of return for the fixed income asset class as of June 30, 2025 is 0.9%.

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 2.50%. All rates of return and inflation are annualized.

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

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

	1% Decrease (2.00%)	Discount Rate (3.00%)	1% Increase (4.00%)
County's proportionate share of the net pension (asset) liability	\$ (73,861)	\$ (111,474)	\$ (143,156)

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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

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

The net pension liability (asset) for LGERS and ROD was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. The total pension liability for LEOSA was measured as of December 31, 2024, with an actuarial valuation date of December 31, 2023. The County's proportion of the net pension liability 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)	\$ 32,612,742	\$ (111,474)	\$ -	\$ 32,501,268
Proportion of the Net Pension Liability (Asset)	0.503%	-0.859%	N/A	-0.356%
Total Pension Liability	\$ -	\$ -	\$ 4,626,576	\$ 4,626,576
Pension Expense	\$ 9,095,711	\$ 21,088	\$ 560,553	\$ 9,677,352

At June 30, 2025, 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	\$ 5,714,987	\$ 2,448	\$ 266,806	\$ 5,984,241
Changes of assumptions	-	-	208,674	208,674
Net difference between projected and actual earnings on pension plan	4,433,683	43,049	-	4,476,732
Changes in proportion and differences between employer contributions and proportionate share of contributions	40,115	512	-	40,627
County contributions (LGERS, ROD)/benefit payments and administrative costs (LEOSSA) subsequent to the measurement date	6,867,702	8,324	105,532	6,981,558
<u>Deferred Inflows of Resources</u>				
Differences between expected and actual experience	\$ 38,425	\$ 1,993	\$ -	\$ 40,418
Changes of assumptions	-	-	487,629	487,629
Changes in proportion and differences between employer contributions and proportionate share of contributions	766,019	7,238	-	773,257

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

g. 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.

h. Other Employment Benefits

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

i. 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, 2025

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, 2024, the date of the latest actuarial valuation:

	Employees:
Retirees and dependents receiving benefits	142
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	118
Total	260

Total OPEB Liability

The County's total OPEB liability of \$29,856,897 was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2024.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2024 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	3.93 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.

Changes in the Total Liability

Balance at July 1, 2023	\$ 37,683,589
Changes for the Year	
Service cost	570,176
Interest	1,374,809
Changes in benefit terms	-
Difference between expected and actual experience	(7,827,744)
Changes in assumptions or other inputs	(757,766)
Benefit payments	(1,186,167)
Net changes	(7,826,692)
Balance at June 30, 2024	\$ 29,856,897

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Changes in assumptions and other inputs reflect a change in the discount rate from 3.65% at prior measurement date to 3.93% 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, 2024 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, 2024 valuation were based on a review of recent plan experience done concurrently with the June 30, 2024 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 (2.92 percent) or 1-percentage point higher (4.93 percent) than the current discount rate:

	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB Liability	\$ 34,305,789	\$ 29,856,897	\$ 26,258,712

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	\$ 26,090,985	\$ 29,856,897	\$ 34,524,313

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

For the year ended June 30, 2025, the County recognized OPEB expense of \$861,781. At June 30, 2025, 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	\$ -	\$ 5,421,977
Changes of assumptions	96,382	2,167,642
Employer contributions subsequent to the measurement date	1,000,023	-
Total	<u>\$ 1,096,405</u>	<u>\$ 7,589,619</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

\$1,000,023 reported as deferred outflows of resources related to OPEB employer contributions resulting from benefit payments made, \$988,890, and administrative expenses, \$11,133, 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:	
2026	\$ (4,908,460)
2027	(2,584,777)
2028	-
2029	-
2030	-
Thereafter	-
	<u>\$ (7,493,237)</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.

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, 2024, the date of the latest actuarial valuation:

	<u>Employees:</u>
Retirees and dependents receiving benefits	3
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	<u>27</u>
Total	<u><u>30</u></u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

ABC Board - Total OPEB Liability

The County's total OPEB liability of \$430,280 was measured as of June 30, 2024 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, 2024 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	3.93 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.

ABC Board - Changes in the Total Liability

Balance at July 1, 2024	\$	412,205
Changes for the Year		
Service cost		20,592
Interest		15,530
Changes in benefit terms		-
Difference between expected and actual experience		10,743
Changes in assumptions or other inputs		(14,005)
Benefit payments		<u>(14,785)</u>
Net changes		<u>18,075</u>
Balance at June 30, 2025	\$	<u><u>430,280</u></u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.65% to 3.93%.

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, 2024 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-

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

percentage point lower (2.93 percent) or 1-percentage point higher (4.93 percent) than the current discount rate:

	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB Liability	\$ 508,661	\$ 430,280	\$ 269,362

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	\$ 363,612	\$ 430,280	\$ 519,665

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	\$ 9,367	\$ 100,171
Changes of assumptions	40,037	67,764
Employer contributions subsequent to the measurement date	13,938	-
Total	<u>\$ 63,342</u>	<u>\$ 167,935</u>

\$13,938 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, 2026. Other amounts reported as deferred inflows of resources related to OPEB will be recognized as an expense as follows:

Year ended June 30:	
2026	\$ (28,245)
2027	(29,275)
2028	(30,744)
2029	(27,905)
2030	(1,602)
Thereafter	(760)
	<u>\$ (118,531)</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

3. Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pensions/OPEB - difference between expected and actual experience		
LGERS	\$ 5,714,987	\$ 38,425
LEOSSA	266,806	-
Register of Deeds	2,448	1,993
OPEB	-	5,421,977
Pensions/OPEB - changes of assumptions		
LGERS	-	-
LEOSSA	208,674	487,629
Register of Deeds	-	-
OPEB	96,382	2,167,642
Pensions - net difference between projected and actual earnings on investments		
LGERS	4,434,756	-
Register of Deeds	43,049	-
Pensions - change in proportion and difference between employer contributions and proportionate share of contributions		
LGERS	40,115	771,900
Register of Deeds	512	7,238
Employer contributions subsequent to measurement date		
LGERS	6,867,702	-
LEOSSA	105,532	-
Register of Deeds	8,324	-
OPEB	1,000,024	-
Prepaid taxes not yet earned (General)	-	74,026
Prepaid taxes not yet earned (Special Revenue)	-	168,500
Deferred lease inflows (General)	-	149,824
Deferred fee and grant revenue (Business)	-	63,725
Deferred lease inflows (Business)	-	211,913
Exhibit 1	\$ 18,789,311	\$ 9,564,792

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

	Deferred Outflows of Resources	Deferred Inflows of Resources
Prepaid taxes not yet earned (General)	-	74,026
Taxes receivable, less penalties (General)	-	1,635,377
Deferred lease inflows (General)	-	149,824
Restricted Opioid settlement (Special Revenue)	-	6,279,134
Prepaid taxes not yet earned (Special Revenue)	-	168,549
Exhibit 3	\$ -	\$ 8,306,910

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 \$9,955,892 reported as landfill closure and postclosure care liability at June 30, 2025, 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 \$2,820,402 and \$7,135,874 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 \$9,456,178 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 2025. 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, 2025

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 \$694,297 is due in the current year.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

	2025	2024
Liability balance, July 1,	\$ 541,693	\$ 576,976
Incurred claims & claim adjustment expenses	10,507,303	8,538,051
Claims & claims adjustment expenses	(10,354,699)	(8,573,334)
Liability Balance, June 30	<u>\$ 694,297</u>	<u>\$ 541,693</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, 2025, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position.

7. Long-Term Obligations

a. 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 06/30/2025, the value of the lease liability is \$3,458, and the value of the short-term lease liability is \$3,458. 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 06/30/2025 of \$16,981 with accumulated amortization of \$12,350 is included with Land on the Lease Class activities table found below. Wayne County, NC has 1 extension option(s), each for 60 months.

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 06/30/2025,

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

the value of the lease liability is \$15,772, and the value of the short-term lease liability is \$9,131. 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 06/30/2025 of \$50,144 with accumulated amortization of \$33,173 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 06/30/2025, the value of the lease liability is \$5,576, and the value of the short-term lease liability is \$4,776. 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 06/30/2025 of \$24,760 with accumulated amortization of \$18,925 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 06/30/2025, the value of the lease liability is \$170,191, and the value of the short-term lease liability is \$19,303. 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 06/30/2025 of \$212,976 with accumulated amortization of \$42,595 is included with Buildings on the Lease Class activities table found below:

GOVERNMENTAL ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025
Lease Liability				
Buildings				
609 S. Wilson St	\$ 188,976	\$ -	\$ 18,784	\$ 170,191
Total Building Lease Liability	188,976	-	18,784	170,191
Equipment				
Mail Feeder	25,095	-	9,084	16,011
Toshiba Wide Path Copier	10,320	-	4,744	5,576
Total Equipment Lease Liability	35,415	-	13,828	21,587
Land				
Land Space - Firing Range	6,874	-	3,416	3,458
Total Land Lease Liability	6,874	-	3,416	3,458
Total Lease Liability	\$ 231,265	\$ -	\$ 36,028	\$ 195,236

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Governmental Activities

Fiscal Year	Principal Payments	Interest Payments	Total Payments
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	21,524	2,476	24,000
2031 - 2033	68,201	3,799	72,000
Total Principal Payments	195,236		
Cumulative Variance as of Fiscal Year-End	-		
Total Remaining Liability	\$ 195,236		

As of June 30, 2025, deferred inflow of resources are as follows:

GOVERNMENTAL ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025
Deferred Inflow of Resources				
Infrastructure				
Tower Site - Market Square	\$ 130,006	\$ -	\$ 18,397	\$ 111,609
Total Infrastructure Deferred Inflow Resources	130,006	-	18,397	111,609
Land				
Farm #11607	22,600	-	9,040	13,560
Farm #11693, #8742 2023	9,493	-	6,329	3,164
Farm #11852, #6599 2023	4,409	-	2,939	1,470
Farm #11955 2024	16,451	-	6,580	9,871
Farm #8818 2024	14,062	-	5,625	8,437
Farm 11763 - Pecan Rd.	2,398	-	685	1,713
Total Land Deferred Inflow Resources	69,413	-	31,198	38,215
Total Deferred Inflow Resources	\$ 199,419	\$ -	\$ 49,595	\$ 149,824
BUSINESS-TYPE ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025
Deferred Inflow of Resources				
Buildings				
Corporate Hangar No. 2	\$ 153,508	\$ -	\$ 34,113	\$ 119,395
Total Building Deferred Inflow Resources	153,508	-	34,113	119,395
Land				
Farm #10502, #13411 2024	41,140	-	16,456	24,684
Farm #6686 2024	2,740	-	1,096	1,644
Farm 389 Northern Landfill 2024	29,508	-	11,803	17,705
Landfill Gas - Site	28,949	-	5,952	22,997
Maintenance Hangar & Apron	42,481	-	16,993	25,489
Total Land Deferred Inflow Resources	144,818	-	52,300	92,519
Total Deferred Inflow of Resources	\$ 298,326	\$ -	\$ 86,413	\$ 211,914

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

The Wayne County ABC Board has entered into an agreement to lease a retail store building. The agreement was executed on February 25, 2023 to lease a retail store building and requires thirty-six monthly payments of \$3,776. 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, 2025.

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

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
2026	\$ 31,554	\$ 499	\$ 32,053
2027	-	-	-
2025	-	-	-
Total	<u>\$ 31,554</u>	<u>\$ 499</u>	<u>\$ 32,053</u>

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:

For the year ended 6/30/2025, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$155,793, and the value of the short-term subscription liability is \$155,793. County of Wayne, NC is 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 06/30/2025 of \$567,016 with accumulated amortization of \$381,306 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, 2025

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$24,514 with accumulated amortization of \$22,398 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$28,015 with accumulated amortization of \$25,598 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$0 with accumulated amortization of \$0 is included with Software on the Subscription Class activities table found below.

On 12/31/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$0 with accumulated amortization of \$0 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$4,867, and the value of the short-term subscription liability is \$4,867. County of Wayne, 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 06/30/2025 of \$89,671 with accumulated amortization of \$84,951 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 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, 2025

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$0 with accumulated amortization of \$0 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$8,581, and the value of the short-term subscription liability is \$8,581. County of Wayne, 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 06/30/2025 of \$28,876 with accumulated amortization of \$17,619 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$10,790, and the value of the short-term subscription liability is \$5,069. County of Wayne, NC is required to make annual fixed payments of \$4,000. The subscription has an interest rate of 2.3660%. The value of the right to use asset as of 06/30/2025 of \$23,214 with accumulated amortization of \$13,928 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$399, and the value of the short-term subscription liability is \$399. County of Wayne, 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 06/30/2025 of \$7,401 with accumulated amortization of \$7,012 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$0 with accumulated amortization of \$0 is included with Software on the Subscription Class activities table found below.

On 07/20/2022, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 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, 2025

On 08/21/2023, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$51,270, and the value of the short-term subscription liability is \$16,552. County of Wayne, 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 06/30/2025 of \$85,506 with accumulated amortization of \$31,827 is included with Software on the Subscription Class activities table found below.

On 07/08/2024, County of Wayne, NC entered into a 36-month subscription for the use of CodeRED 2024. An initial subscription liability was recorded in the amount of \$110,089. As of 06/30/2025, the value of the subscription liability is \$72,141, and the value of the short-term subscription liability is \$35,459. County of Wayne, NC is required to make annual fixed payments of \$37,948. The subscription has an interest rate of 3.4500%. The value of the right to use asset as of 06/30/2025 of \$110,089 with accumulated amortization of \$36,218 is included with Software on the Subscription Class activities table found below.

On 12/04/2023, County of Wayne, 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 06/30/2025, the value of the subscription liability is \$0, and the value of the short-term subscription liability is \$0. County of Wayne, 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 06/30/2025 of \$62,486 with accumulated amortization of \$32,805 is included with Software on the Subscription Class activities table found below.

On 12/15/2024, County of Wayne, NC entered into a 36-month subscription for the use of Emergency Police Dispatch. An initial subscription liability was recorded in the amount of \$53,349. As of 06/30/2025, the value of the subscription liability is \$35,149, and the value of the short-term subscription liability is \$17,369. County of Wayne, NC is required to make annual fixed payments of \$18,200. The subscription has an interest rate of 2.3643%. The value of the right to use asset as of 06/30/2025 of \$168,982 with accumulated amortization of \$30,667 is included with Software on the Subscription Class activities table found below.

GOVERNMENTAL ACTIVITIES:	Balance as of			Balance as of		Short-Term Balance as of
	July 1, 2024	Additions	Reductions	June 30, 2025	June 30, 2025	June 30, 2025
Subscription Liability						
Software						
Amplifund Grant Seeker	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Central Square - Software Application	300,702	-	144,909	155,793	-	155,793
CivicClerk - Software	-	-	-	-	-	-
CodeRED - Emergency Plus	-	-	-	-	-	-
CodeRED 2024	-	110,089	37,948	72,141	-	35,459
Cott - eRecording	33,698	-	28,832	4,867	-	4,867
DebtBook Platform	-	-	-	-	-	-
ESI WebEOC Software	-	-	-	-	-	-
Emergency Police Dispatch	-	53,349	18,200	35,149	-	17,369
Fire Dispatch System	67,306	-	16,037	51,270	-	16,552
Grant Management Software	-	-	-	-	-	-
Medical Dispatch System - #50575	8,220	-	8,220	-	-	-
Medical Dispatch System - #50592	9,395	-	9,395	-	-	-
Resolution 3 - READ ONLY	2,770	-	2,371	399	-	399
Sophos Central Intercept 2	-	-	-	-	-	-
Total Software Subscription Liability	\$ 422,091	\$ 163,438	\$ 265,912	\$ 319,619	\$ -	\$ 230,439

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

BUSINESS-TYPE ACTIVITIES:	Balance as of July 1, 2024	Additions	Reductions	Balance as of June 30, 2025	Short-Term Balance as of June 30, 2025
Subscription Liability					
Software					
Cvent Event Diagramming	\$ 15,269	\$ -	\$ 4,479	\$ 10,790	\$ 5,069
VenueOps Annual Subscription	16,184	-	7,603	8,581	8,581
Total Software Subscription Liability	<u>\$ 31,453</u>	<u>\$ -</u>	<u>\$ 12,082</u>	<u>\$ 19,371</u>	<u>\$ 13,650</u>

Principal and Interest Requirements to Maturity

Governmental Activities		Principal Payments	Interest Payments	Total Payments
Fiscal Year				
2026	\$	230,439	\$ 8,526	\$ 238,965
2027		71,546	2,802	74,348
2028		17,633	567	18,200
Total Principal Payments		319,619		
Cumulative Variance as of Year-End		-		
Total Remaining Liability	\$	319,619		

Business-Type Activities		Principal Payments	Interest Payments	Total Payments
Fiscal Year				
2026	\$	13,650	\$ 458	\$ 14,108
2027		5,721	135	5,856
Total Principal Payments		19,371		
Cumulative Variance as of Year-End		-		
Total Remaining Liability	\$	19,371		

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, 2025, the amount owed to Wayne County from the local municipality is as follows:

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

d. 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.

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,

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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 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, 2025

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%.	19,222,000
\$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.	6,280,000
\$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.	6,932,000
\$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.	43,430,000
\$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.	34,552,000
	<u>\$ 125,416,000</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

For Governmental activities, the future minimum payments as of June 30, 2025 are:

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
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	7,322,000	2,844,280	10,166,280
2031-2035	36,610,000	10,519,413	47,129,413
2036-2040	23,792,000	5,096,305	28,888,305
2041-2045	12,993,000	997,735	13,990,735
Total	<u>\$125,416,000</u>	<u>\$ 33,634,261</u>	<u>\$ 159,050,261</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.

\$	502,400
<u>\$</u>	<u>502,400</u>

For business type activities, the future minimum payments as of June 30, 2025 are:

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
2026	\$ 231,877	\$ -	\$ 231,877
2027	231,877	-	231,877
2028	38,646	-	38,646
Total	<u>\$ 502,400</u>	<u>\$ -</u>	<u>\$ 502,400</u>

e. 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. 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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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, 2025 is \$21,620,000. Governmental activities balance is \$14,060,000 as of June 30, 2025 and business-type activities balance is \$7,560,000 as of June 30, 2025, Maxwell Center, respectively. During the fiscal year ending June 30, 2025, the County deemed the sewer operations was not meeting the definition of a business-type activities and the related debt was moved to the governmental activities balance.

For governmental activities, the future minimum payments as of June 30, 2025 are:

Year ending June 30	Principal	Interest	Total Principal and Interest
2026	\$ 1,300,000	\$ 386,820	\$ 1,686,820
2027	1,290,000	356,820	1,646,820
2028	1,150,000	326,570	1,476,570
2029	1,150,000	283,570	1,433,570
2030	1,140,000	249,170	1,389,170
2031-2035	5,750,000	732,650	6,482,650
2036-2040	2,280,000	78,840	2,358,840
Total	<u>\$ 14,060,000</u>	<u>\$ 2,414,440</u>	<u>\$ 16,474,440</u>

For business-type activities, the future minimum payments as of June 30, 2025 are:

Year ending June 30	Principal	Interest	Total Principal and Interest
2026	\$ 430,000	\$ 298,060	\$ 728,060
2027	425,000	276,560	701,560
2028	670,000	255,310	925,310
2029	670,000	221,810	891,810
2030	670,000	195,010	865,010
2031-2035	3,350,000	573,050	3,923,050
2036-2040	1,345,000	61,720	1,406,720
Total	<u>\$ 7,560,000</u>	<u>\$ 1,881,520</u>	<u>\$ 9,441,520</u>

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 \$17,944,746.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

f. Long-Term Obligation Activity

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

	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025	Current Portion of Balance
<u>Governmental activities:</u>					
Installment purchase contract	\$ 133,136,000	\$ -	\$ 7,720,000	\$ 125,416,000	\$ 22,719,000
Limited obligation bond	15,350,000	-	1,290,000	14,060,000	1,300,000
Arbitrage liability	-	574,852	-	574,852	-
Leases	231,265	-	36,029	195,236	36,668
SBITA	422,092	217,874	320,348	319,618	230,439
Net OPEB liability	36,418,897	-	7,534,689	28,884,208	-
Total pension liability (LEOSSA)	4,497,145	129,431	-	4,626,576	-
Net pension liability (LGRS)	31,447,939	-	858,490	30,589,449	-
Compensated absences-vacation	2,881,937	3,257,080	2,881,937	3,257,080	3,257,080
Compensated absences-sick	1,369,943	12,003	-	1,381,946	1,381,946
Total compensated absences	4,251,880	3,269,083	2,881,937	4,639,026	4,639,026
Total governmental activities	<u>\$ 225,755,218</u>	<u>\$ 4,191,240</u>	<u>\$ 20,641,493</u>	<u>\$ 213,943,991</u>	<u>\$ 28,925,133</u>
	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025	Current Portion of Balance
<u>Business-type activities:</u>					
<u>Solid Waste Disposal:</u>					
Installment purchase contract	\$ -	\$ -	\$ -	\$ -	\$ -
Limited obligation bond	-	-	-	-	-
Accrued landfill closure and post-closure care costs	9,335,624	620,268	-	9,955,892	-
Net OPEB liability	1,155,728	-	257,207	898,521	-
Net pension liability (LGRS)	1,651,376	-	39,600	1,611,776	-
Compensated absences-vacation	127,480	125,625	127,480	125,625	125,625
Compensated absences-sick	52,924	18,424	-	71,348	71,348
Total compensated absences	180,404	144,049	127,480	196,973	196,973
Total Solid Waste activities	<u>\$ 12,323,132</u>	<u>\$ 764,317</u>	<u>\$ 424,287</u>	<u>\$ 12,663,162</u>	<u>\$ 196,973</u>
	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025	Current Portion of Balance
<u>Business-type activities:</u>					
<u>Jetport:</u>					
Installment purchase contract	\$ -	\$ -	\$ -	\$ -	\$ -
Limited obligation bond	-	-	-	-	-
Accrued landfill closure and post-closure care costs	-	-	-	-	-
Net OPEB liability	95,442	-	21,274	74,168	-
Net pension liability (LGRS)	107,698	-	4,819	102,879	-
Compensated absences-vacation	9,398	11,513	9,398	11,513	11,513
Compensated absences-sick	2,952	-	1,474	1,478	1,478
Total compensated absences	12,350	11,513	10,872	12,991	12,991
Total Jetport activities	<u>\$ 215,490</u>	<u>\$ 11,513</u>	<u>\$ 36,965</u>	<u>\$ 190,038</u>	<u>\$ 12,991</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025	Current Portion of Balance
<u>Business-type activities:</u>					
Maxwell Center:					
Installment purchase contract	\$ 734,277	\$ -	\$ 231,877	\$ 502,400	\$ 231,877
Limited obligation bond	7,990,000	-	430,000	7,560,000	430,000
Accrued landfill closure and post-closure care costs	-	-	-	-	-
SBITA	31,453	-	12,083	19,370	13,650
Net OPEB liability	-	-	-	-	-
Net pension liability (LGERS)	287,196	21,442	-	308,638	-
Compensated absences-vacation	11,036	19,505	11,036	19,505	19,505
Compensated absences-sick	8,040	-	-	8,040	8,040
Total compensated absences	19,076	19,505	11,036	27,545	27,545
Total Maxwell Center activities	<u>\$ 9,062,002</u>	<u>\$ 40,947</u>	<u>\$ 684,996</u>	<u>\$ 8,417,953</u>	<u>\$ 703,072</u>
	Balance July 01, 2024	Increases	Decreases	Balance June 30, 2025	Current Portion of Balance
<u>Business-type activities:</u>					
Combined:					
Installment purchase contract	\$ 734,277	\$ -	\$ 231,877	\$ 502,400	\$ 231,877
Limited obligation bond	7,990,000	-	430,000	7,560,000	430,000
Accrued landfill closure and post-closure care costs	9,335,624	620,268	-	9,955,892	-
SBITA	31,453	-	12,083	19,370	13,650
Net OPEB liability	1,251,170	-	278,481	972,689	-
Net pension liability (LGERS)	2,046,270	21,442	44,419	2,023,293	-
Compensated absences-vacation	147,914	156,643	147,914	156,643	156,643
Compensated absences-sick	63,916	18,424	1,474	80,866	80,866
Total compensated absences	211,830	175,067	149,388	237,509	237,509
Total business-type activities	<u>\$ 21,600,624</u>	<u>\$ 816,777</u>	<u>\$ 1,146,248</u>	<u>\$ 21,271,153</u>	<u>\$ 913,036</u>

At June 30, 2025, Wayne County had no unissued bonds and a legal debt margin of \$786,561,086.

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.

Arbitrage

In accordance with Section 148 of the Internal Revenue Code of 1986, as amended, and Sections 1.103-13 to 1.103-15 of the related Treasury Regulations, the County must rebate to the federal government “arbitrage profits” earned on governmental bonds issued after August 31, 1986. Arbitrage profits are the excess of the amount earned on investments over the interest paid on the borrowings. At June 30, 2025, the County had a \$574,852 liability for arbitrage.

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

g. Debt Used for Capital Purposes

	Governmental Activities	Business- type Activities	Total Debt
Installment Purchase Contracts	\$ 125,416,000	\$ 502,400	\$ 125,918,400
Limited Obligation Bonds	14,060,000	7,560,000	21,620,000
	<u>\$ 139,476,000</u>	<u>\$ 8,062,400</u>	<u>\$ 147,538,400</u>

8. Interfund Balances and Activity

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

<u>Description</u>	<u>Amount</u>
From the General fund to Landfill fund to provide resources for wellness incentives.	\$ (5,500)
From the General fund to Jetport fund to provide resources for operations and construction projects.	(4,521,135)
From the General fund to Maxwell fund to provide resources for operations and debt service.	(1,756,642)
Total General Fund Transfers to Business Funds (Exhibit 2)	<u>\$ (6,283,277)</u>

<u>Description</u>	<u>Amount</u>
From the General Fund to the County Capital Reserve to provide resources for capital outlay.	\$ (2,076,402)
From the General Fund to the Emergency Services Telephone fund to reimburse non-reimbursable funds.	(5,287)
From the General Fund to the Capital Project 911 Call Center fund to reimburse for prior year costs.	(2,687,522)
From the General fund to Landfill fund to provide resources for wellness incentives.	(5,500)
From the General fund to Jetport fund to provide resources for operations and construction projects.	(4,521,135)
From the General fund to Maxwell fund to provide resources for operations and debt service.	(1,756,642)
Total General Fund transfers out (Exhibit 4)	<u>\$ (11,052,488)</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Description	Amount
From the ARPA fund to the General Fund to assist with interest and other capital costs.	\$ (1,707,285)
From the ARPA fund to the Airport Fund to assist with stormwater capital outlay costs.	
From the Fremont School Project Fund to the General Fund to reimburse for upfront project costs.	(1,541,238)
From the Street Assessment Fund to the General Fund to reimburse for costs.	(172,250)
From the DSS/Health Debt Project Fund to the General Fund to reimburse for prior year costs.	(291,592)
From the Jail Debt Project Fund to the General Fund to reimburse for various costs.	(69,000)
From the Sherrifs State Grant Fund to the General Fund to reimburse for costs.	(5,901)
From the County Capital Reserve Project Fund to the General Fund to pay for various capital outlay purchases.	\$ (1,129,095)
Total Other Governmental Fund transfers out (Exhibit 4)	(4,916,361)
Total transfers out (Exhibit 4)	<u>\$ (15,968,849)</u>

C. Net Investment in Capital Assets

Net investment in Capital Assets as of June 30, 2025 consists of the following:

	Governmental Activities	Business-type Activites	Total	Wayne County ABC Board
Capital Assets, net	\$ 280,748,293	\$ 59,464,925	\$ 340,213,218	\$ 3,314,952
Leases, right to use, net	197,818	-	197,818	29,278
SBITA, right to use, net	490,900	20,542	511,442	-
Total Capital Assets	\$ 281,437,011	\$ 59,485,467	\$ 340,922,478	\$ 3,344,230
less: long-term debt	139,743,107	8,062,400	147,805,507	29,278
less: lease/SBITA liability	247,747	19,370	267,117	-
plus: Unspent debt proceeds	17,944,746	-	17,944,746	-
Net investment in capital assets	<u>\$ 159,390,903</u>	<u>\$ 51,403,697</u>	<u>\$ 210,794,600</u>	<u>\$ 3,314,952</u>

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

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)		\$ 91,221,229
Less:		
Restricted for: Stabilization by state statute	15,923,362	
Restricted for: Future debt payments, QSCB	13,938,538	
Restricted for: Public Schools	8,748,249	
Restricted for: Law enforcement	133,794	
Restricted for: Tax revaluation	334,645	
Restricted for: Economic development	7,950,089	
Restricted for: Grants	1,656,489	
Committed for: Future capital projects	1,409,080	
Committed for: Community College	221,484	
Assigned for: Subsequent year's expenditures	3,672,114	
Working Fund Balance Policy	8,100,970	
		(62,088,814)
Remaining Fund Balance		<u>\$ 29,132,415</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 provide.

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, 2025

to provide funding for the community college's facilities. The County contributed \$45,176,317 and \$1,406,928 to the community college for operating and capital purposes, respectively, during the fiscal year ended June 30, 2025. 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, 2025. 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.

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	\$ 285,455,355	\$ 103,202,907
N.C. Health Choice	116	36
Supplemental Nutrition Assistance Program	48,669,311	-
Women, Infant, Children Program	5,164,207	-
Temporary Assistance for Needy Families	1,074,988	-
IV-E Foster Care/Adoption Subsidy	868,938	220,673
Refugee Assistance	314,211	-
Family Preservation	5,567	-
Child Welfare/Child Protective Services	-	242,059
Special Assistance for Adults	-	36,572
	<u>\$ 341,552,693</u>	<u>\$ 103,702,247</u>

VII. Summary Disclosure of Significant Commitments and Contingencies

Federal and State Assisted Programs

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

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

VIII. Subsequent Events

Approval was received from both the Local Government Commission and the Wayne County Board of Commissioners to apply the remaining debt proceeds from the 2020 (911 Center Construction) and 2022 (Fremont Elementary Construction) borrowings—totaling \$4,262,381—toward the construction of the new Rosewood Middle School. In August 2025, the County also received \$4.1 million in additional grant funding from the North Carolina Office of State Budget and Management for the project. To prepare for potential project costs that may exceed available funds, the Board adopted a \$9 million reimbursement resolution on September 16, 2025.

The County completed the scheduled payoff in October 2025 to fully retire a \$15 million loan originally issued in 2011 under the Qualified School Construction Bonds program. Throughout the term of the financing, the County accumulated annual deposits into a sinking fund to cover this single final payment. Proceeds from the financing supported construction, renovation, and equipment improvements at Eastern Wayne Middle School and Norwayne Middle School.

On October 21, 2025, the Wayne County Board of Commissioners granted approval to the Wayne County Board of Education to proceed with the purchase of 56 acres for the development of a new Brogden Elementary School.

At the October 21, 2025, Board meeting, the Commissioners also approved the construction of two 50,000-square-foot shell buildings. These projects will be funded using proceeds from the sale of two existing shell buildings (30,000 square feet and 50,000 square feet) along with other available county funds.

IX. Restatements

Change in Accounting Principles

For the year ended June 30, 2025, GASB Statement No. 101, Compensated Absences, was implemented. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This change restated and reduced beginning net position of governmental activities in the government-wide statements by \$1,369,943. This change restated and reduced beginning net position of government-wide business-type activities and proprietary funds by \$63,915. See the chart below that reconciles the changes of net position in exhibit 2.

Sewer Fund

For the year ended June 30, 2025, the County moved operations of the Sewer Fund to the General Fund. Management, with Board approval, decided that the Sewer Fund did not meet the definition of a business-type activity. The Sewer Fund was being supported by five government entities, one County fund, and one non-profit entity. The purpose of the

Wayne County, North Carolina

Notes to the Financial Statements For the Fiscal Year Ended June 30, 2025

Sewer Fund is to supply services to these entities. The cost of operating the sewer system to these entities are higher than is reasonable to charge to the other government and non-profit entities. See the chart below that reconciles changes in net position, exhibit 2, and fund balance, exhibit 4.

Exhibit 2	Governmental Activities	Business- type Activities	Total
Compensated absences	\$ (1,369,943)	\$ (63,915)	\$ (1,433,858)
Sewer fund	1,999,774	(2,882,083)	(882,309)
Total restatement	<u>\$ 629,831</u>	<u>\$ (2,945,998)</u>	<u>\$ (2,316,167)</u>

Exhibit 4	<u>General Fund</u>
Sewer fund	<u>\$ 587,592</u>
Total restatement	<u>\$ 587,592</u>

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, 2025*

	<u>2025</u>	<u>2024</u>
Service costs at end of the year**	\$ 570,176	\$ 571,039
Interest on TOL and cash flows	1,374,809	1,333,928
Changes of benefit terms	-	-
Differences between expected and actual experience	(7,827,744)	(330,941)
Changes of assumptions	(757,766)	(632,067)
Benefit payments	(1,186,167)	(731,447)
Net change in total OPEB liability	<u>(7,826,692)</u>	<u>210,512</u>
Total OPEB liability (TOL) - beginning	<u>37,683,589</u>	<u>37,473,077</u>
Total OPEB liability (TOL) - ending	<u><u>\$ 29,856,897</u></u>	<u><u>\$ 37,683,589</u></u>

**The service cost includes interest for the year.

Covered-employee payroll***	7,666,134	8,916,099
Total OPEB liability as a % of covered-employee payroll	389.46%	422.65%

***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:

<u>Year</u>	<u>Rate</u>
2025	3.93%
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.

2023	2022	2021	2020	2019	2018
\$ 1,020,746	\$ 1,015,805	\$ 876,755	\$ 779,945	\$ 979,860	\$ 1,129,480
1,020,127	1,003,874	1,373,935	1,351,482	1,301,395	1,179,241
-	-	-	-	-	-
(1,506,559)	(117,877)	(3,334,940)	61,302	(1,261,468)	(111,921)
(8,790,410)	823,798	8,105,276	2,475,570	(1,932,010)	(4,089,514)
(951,298)	(902,069)	(1,075,969)	(988,353)	(816,597)	(643,166)
(9,207,394)	1,823,531	5,945,057	3,679,946	(1,728,820)	(2,535,880)
46,680,471	44,856,940	38,911,883	35,231,937	36,960,757	39,496,637
<u>\$ 37,473,077</u>	<u>\$ 46,680,471</u>	<u>\$ 44,856,940</u>	<u>\$ 38,911,883</u>	<u>\$ 35,231,937</u>	<u>\$ 36,960,757</u>
10,008,411	10,008,411	10,008,411	11,972,970	11,972,970	12,052,425
374.42%	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

	2025	2024	2023	2022
County's Proportion of the net pension	0.484%	0.506%	0.503%	0.508%
County's proportionate share of the net pension liability (asset) \$	\$ 32,612,742	\$ 33,494,209	\$ 28,378,639	\$ 7,795,575
County's covered payroll	\$ 45,954,303	\$ 41,907,479	\$ 37,736,262	\$ 36,937,526
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	70.968%	79.924%	75.203%	21.105%
Plan fiduciary net position as a percentage of the total pension liability	83.300%	82.490%	84.140%	95.510%

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

2021	2020	2019	2018	2017	2016
0.533%	0.590%	0.596%	0.578%	0.528%	0.533%
\$ 19,047,075	\$ 16,118,448	\$ 14,142,954	\$ 8,832,072	\$ 11,211,235	\$ 2,390,956
\$ 36,441,645	\$ 37,295,354	\$ 36,327,778	\$ 34,691,540	\$ 31,101,885	\$ 30,402,981
52.267%	43.218%	38.932%	25.459%	36.047%	7.700%
88.610%	90.860%	91.630%	94.180%	91.470%	98.090%

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

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Contractually required contribution	\$ 6,867,702	\$ 5,976,347	\$ 5,063,043	\$ 2,985,796
Contributions in relation to the contractually required contribution	<u>6,867,702</u>	<u>5,976,347</u>	<u>5,090,812</u>	<u>2,985,796</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,769)</u>	<u>\$ -</u>
County's covered payroll	\$ 49,845,217	\$ 45,954,303	\$ 41,907,479	\$ 37,736,262
Contributions as a percentage of covered payroll	13.778%	13.005%	12.148%	7.912%

2021	2020	2019	2018	2017	2016
\$ 3,793,895	\$ 3,333,247	\$ 2,762,866	\$ 2,548,954	\$ 2,586,457	\$ 2,123,597
<u>3,793,895</u>	<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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 36,937,526	\$ 36,441,645	\$ 37,295,354	\$ 36,327,778	\$ 34,691,540	\$ 31,101,885
10.271%	9.147%	7.408%	7.017%	7.456%	6.830%

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

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
County's Proportion of the net pension liability (asset) %	0.967%	0.972%	0.859%	0.818%
County's proportionate share of the net pension liability (asset) \$	\$ (111,474)	\$ (116,776)	\$ (113,770)	\$ (157,230)
County's covered payroll	\$ 78,531	\$ 71,674	\$ 61,805	\$ 75,528
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-141.949%	-162.927%	-184.079%	-208.174%
Plan fiduciary net position as a percentage of the total pension liability	133.610%	135.740%	139.040%	156.530%

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

2021	2020	2019	2018	2017	2016
0.902%	0.827%	0.954%	0.977%	0.980%	0.956%
\$ (206,773)	\$ (163,353)	\$ (157,946)	\$ (166,701)	\$ (183,300)	\$ (221,556)
\$ 65,223	\$ 64,230	\$ 62,915	\$ 62,531	\$ 64,808	\$ 58,761
-317.025%	-254.325%	-251.047%	-266.589%	-282.835%	-341.870%
173.620%	164.110%	153.310%	153.770%	160.170%	197.290%

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

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Contractually required contribution	\$ 9,242	\$ 8,672	\$ 8,716	\$ 9,851
Contributions in relation to the contractually required contribution	<u>9,242</u>	<u>8,672</u>	<u>8,716</u>	<u>9,851</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 89,627	\$ 78,531	\$ 71,674	\$ 61,805
Contributions as a percentage of covered	10.312%	11.043%	12.161%	15.939%

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 9,821	\$ 8,639	\$ 8,161	\$ 8,486	\$ 7,814	\$ 8,009
9,821	8,639	8,161	8,486	7,814	8,009
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 75,528	\$ 65,223	\$ 64,230	\$ 62,915	\$ 62,531	\$ 64,808
13.003%	13.245%	12.706%	13.488%	12.496%	12.358%

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

	<u>2025</u>	<u>2024</u>
Service costs at end of the year**	\$ 201,374	\$ 178,918
Interest on TOL and cash flows	175,298	168,462
Changes of benefit terms	-	-
Differences between expected and actual experience	92,074	244,634
Changes of assumptions	(109,904)	105,287
Benefit payments	(229,411)	(217,566)
Net change in total LEOSSA liability	<u>129,431</u>	<u>479,735</u>
Total LEOSSA liability (TOL) - beginning	<u>4,497,145</u>	<u>4,017,410</u>
Total LEOSSA liability (TOL) - ending	<u><u>\$ 4,626,576</u></u>	<u><u>\$ 4,497,145</u></u>

**The service cost includes interest for the year.

Covered employee payroll	7,002,736	6,942,279
Total LEOSSA liability as a % of covered employee payroll	66.07%	64.78%

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, 2024 Measurement Date: The Municipal Bond Index Rate increased from 4.0% to 4.28%.
- December 31, 2023 Measurement Date: The Municipal Bond Index Rate decreased from 4.31% to 4.00%.
- December 31, 2022 Measurement Date: The Municipal Bond Index Rate increased from 2.25% to 4.31%.
- December 31, 2021 Measurement Date: The Municipal Bond Index Rate increased from 1.93% to 2.25%.
- December 31, 2020 Measurement Date: The Municipal Bond Index Rate decreased from 3.26% to 1.93%. Based on the results of an experience study completed by the Actuary for the Local 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.

2023	2022	2021	2020	2019	2018	2017
\$ 253,140	\$ 256,300	\$ 166,663	\$ 150,160	\$ 147,373	\$ 124,978	\$ 119,982
101,252	85,302	99,555	91,746	75,742	76,588	67,593
-	-	-	-	-	-	-
32,991	46,873	67,585	318,232	121,079	112,524	-
(779,300)	(130,124)	1,185,123	99,637	(107,909)	177,740	(50,080)
(181,524)	(174,601)	(131,296)	(121,594)	(103,778)	(54,409)	(38,993)
(573,441)	83,750	1,387,630	538,181	132,507	437,421	98,502
4,590,851	4,507,101	3,119,471	2,581,290	2,448,783	2,011,362	1,912,860
<u>\$ 4,017,410</u>	<u>\$ 4,590,851</u>	<u>\$ 4,507,101</u>	<u>\$ 3,119,471</u>	<u>\$ 2,581,290</u>	<u>\$ 2,448,783</u>	<u>\$ 2,011,362</u>
6,456,704	6,301,213	6,210,377	6,208,401	5,925,898	5,497,204	4,948,972
62.22%	72.86%	72.57%	50.25%	43.56%	44.55%	40.64%

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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.

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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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad valorem taxes			
Taxes	\$ 73,465,524	\$ 75,300,053	\$ 1,834,529
Penalties and interest	351,900	502,038	150,138
Total	<u>73,817,424</u>	<u>75,802,091</u>	<u>1,984,667</u>
Local option sales tax			
Article 39 one percent	13,188,676	13,501,966	313,290
Article 40 one-half of one percent	9,231,612	9,428,484	196,872
Article 42 one-half of one percent	7,781,086	7,985,825	204,739
Article 44 one-half of one percent	2,394,062	2,560,010	165,948
Total	<u>32,595,436</u>	<u>33,476,285</u>	<u>880,849</u>
Other taxes and licenses			
Cable TV franchise tax	367,000	300,998	(66,002)
Excise tax	1,207,028	1,293,508	86,480
Leased vehicle tax	87,000	84,969	(2,031)
Total	<u>1,661,028</u>	<u>1,679,475</u>	<u>18,447</u>
Unrestricted intergovernmental revenues			
Beer and wine	617,535	401,926	(215,609)
Incentives	202,395	189,158	(13,237)
Total	<u>819,930</u>	<u>591,084</u>	<u>(228,846)</u>
Restricted intergovernmental			
Federal and State grants	27,295,052	19,990,516	(7,304,536)
Court facility fees	137,429	146,539	9,110
Total	<u>27,432,481</u>	<u>20,137,055</u>	<u>(7,295,426)</u>
Permits and fees			
Building permits and inspection fees	915,995	1,111,554	195,559
Register of Deeds	638,337	680,621	42,284
Total	<u>1,554,332</u>	<u>1,792,175</u>	<u>237,843</u>
Charges for services			
Rents, and fees	8,292,350	11,935,290	3,642,940
Jail fees	1,603,600	1,187,175	(416,425)
Service fees	4,177,324	4,045,865	(131,459)
Tax collection fees	362,000	415,582	53,582
Total	<u>14,435,274</u>	<u>17,583,912</u>	<u>3,148,638</u>
Investment earnings	\$ 2,258,558	\$ 2,578,908	\$ 320,350

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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues (cont'd)			
Miscellaneous			
Donations	\$ 23,057	\$ 44,310	\$ 21,253
Refunds and reimbursements	256,844	332,135	75,291
Other	2,188,316	2,894,554	706,238
Total	<u>2,468,217</u>	<u>3,270,999</u>	<u>802,782</u>
Payments from various municipalities	254,130	51,926	(202,204)
Total revenues	<u>157,296,810</u>	<u>156,963,910</u>	<u>(332,900)</u>
Expenditures			
General government			
Board of commissioners			
Board - salaries and benefits	202,525	200,701	1,824
Operating expenditures	262,378	234,892	27,486
Capital outlay	14,762	-	14,762
Total	<u>479,665</u>	<u>435,593</u>	<u>44,072</u>
County manager			
Salaries and employee benefits	659,972	659,359	613
Operating expenditures	59,603	37,466	22,137
Total	<u>719,575</u>	<u>696,825</u>	<u>22,750</u>
Board of elections			
Salaries and employee benefits	373,835	347,141	26,694
Governing board salaries and benefits	21,375	20,625	750
Operating expenditures	610,331	473,809	136,522
Total	<u>1,005,541</u>	<u>841,575</u>	<u>163,966</u>
Finance			
Salaries and employee benefits	1,130,968	1,122,648	8,320
Operating expenditures	513,658	423,712	89,946
Total	<u>1,644,626</u>	<u>1,546,360</u>	<u>98,266</u>
Information and technology			
Salaries and employee benefits	1,554,078	1,190,714	363,364
Operating expenditures	1,098,895	626,172	472,723
Capital outlay	98,757	76,257	22,500
Total	<u>2,751,730</u>	<u>1,893,143</u>	<u>858,587</u>
Communications			
Salaries and employee benefits	193,272	186,240	7,032
Operating expenditures	91,836	60,752	31,084
Total	<u>\$ 285,108</u>	<u>\$ 246,992</u>	<u>\$ 38,116</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Tax listing			
Salaries and employee benefits	\$ 1,249,365	\$ 1,203,935	\$ 45,430
Operating expenditures	708,347	598,663	109,684
Total	<u>1,957,712</u>	<u>1,802,598</u>	<u>155,114</u>
Tax revaluation			
Salaries and employee benefits	113,555	57,292	56,263
Operating expenditures	382,100	269,182	112,918
Total	<u>495,655</u>	<u>326,474</u>	<u>169,181</u>
GIS			
Salaries and employee benefits	148,565	148,845	(280)
Operating expenditures	14,183	3,158	11,025
Total	<u>162,748</u>	<u>152,003</u>	<u>10,745</u>
County-staff attorney			
Salaries and employee benefits	225,379	216,981	8,398
Operating expenditures	327,339	276,129	51,210
Total	<u>552,718</u>	<u>493,110</u>	<u>59,608</u>
County attorney			
Salaries and employee benefits	218,351	197,263	21,088
Operating expenditures	68,800	32,706	36,094
Total	<u>287,151</u>	<u>229,969</u>	<u>57,182</u>
Register of Deeds			
Salaries and employee benefits	546,329	531,643	14,686
Operating expenditures	795,593	785,344	10,249
Total	<u>1,341,922</u>	<u>1,316,987</u>	<u>24,935</u>
Buildings and grounds			
Salaries and employee benefits	2,559,942	2,391,457	168,485
Operating expenditures	597,562	506,163	91,399
Utilities	1,430,213	1,374,840	55,373
Maintenance	414,773	381,969	32,804
Capital outlay	1,227,371	826,282	401,089
Total	<u>6,229,861</u>	<u>5,480,711</u>	<u>749,150</u>
Central services			
Salaries and employee benefits	2,075,305	996,276	1,079,029
Operating expenditures	831,185	460,889	370,296
Fixed charges	1,213,610	1,203,637	9,973
Contra accounts	(5,462,624)	(3,962,624)	(1,500,000)
Capital outlay	29,484	29,484	-
Total	<u>\$ (1,313,040)</u>	<u>\$ (1,272,338)</u>	<u>\$ (40,702)</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Fleet Management			
Salaries and employee benefits	\$ 230,108	\$ 225,650	\$ 4,458
Operating expenditures	644,340	645,451	(1,111)
Total	<u>874,448</u>	<u>871,101</u>	<u>3,347</u>
Planning board			
Salaries and employee benefits	575,366	559,825	15,541
Per diem	1,440	1,440	-
Operating expenditures	408,112	340,316	67,796
Total	<u>984,918</u>	<u>901,581</u>	<u>83,337</u>
Personnel			
Salaries and employee benefits	884,218	817,936	66,282
Operating expenditures	161,428	112,110	49,318
Total	<u>1,045,646</u>	<u>930,046</u>	<u>115,600</u>
Court facilities			
Indirect costs	50,000	50,000	-
Operating expenditures	115,599	87,650	27,949
Total	<u>165,599</u>	<u>137,650</u>	<u>27,949</u>
Total general government	19,671,583	17,030,380	2,637,856
Public Safety			
Medical examiner			
Professional services	107,500	123,200	(15,700)
Total	<u>107,500</u>	<u>123,200</u>	<u>(15,700)</u>
Office of the sheriff			
Salaries and employee benefits	11,189,136	10,952,960	236,176
Operating expenditures	2,039,290	1,504,743	534,547
Capital outlay	1,000,320	926,507	73,813
Total	<u>14,228,746</u>	<u>13,384,210</u>	<u>844,536</u>
County jail			
Salaries and employee benefits	8,092,711	8,070,536	22,175
Operating expenditures	3,549,554	3,221,960	327,594
Capital outlay	80,788	80,783	5
Total	<u>\$ 11,723,053</u>	<u>\$ 11,373,279</u>	<u>\$ 349,774</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Day reporting center			
Salaries and employee benefits	\$ 398,135	\$ 398,173	\$ (38)
Operating expenditures	172,586	121,865	50,721
Capital outlay	27,776	27,776	-
Total	<u>598,497</u>	<u>547,814</u>	<u>50,683</u>
Sheriff grant			
Salaries and employee benefits	125,379	125,379	-
Operating expenditures	5,691	5,691	-
Total	<u>131,070</u>	<u>131,070</u>	<u>-</u>
NC resource officers			
Salaries and employee benefits	1,738,633	1,722,768	15,865
Operating expenditures	121,557	93,032	28,525
Total	<u>1,860,190</u>	<u>1,815,800</u>	<u>44,390</u>
Emergency services			
Salaries and employee benefits	399,248	313,675	85,573
Operating expenditures	1,240,802	1,002,236	238,566
Capital outlay	32,491	10,669	21,822
Total	<u>1,672,541</u>	<u>1,326,580</u>	<u>345,961</u>
Emergency telephone			
Salaries and employee benefits	2,490,559	2,130,402	360,157
Operating expenditures	139,115	84,456	54,659
Total	<u>2,629,674</u>	<u>2,214,858</u>	<u>414,816</u>
Inspectors			
Salaries and employee benefits	629,559	584,944	44,615
Operating expenditures	85,945	67,400	18,545
Capital outlay	32,105	31,740	365
Total	<u>747,609</u>	<u>684,084</u>	<u>63,525</u>
Emergency medical services			
Salaries and employee benefits	9,151,233	8,680,127	471,106
Operating expenditures	6,333,748	3,696,127	2,637,621
Total	<u>15,484,981</u>	<u>12,376,254</u>	<u>3,108,727</u>
Animal control			
Salaries and employee benefits	950,010	883,850	66,160
Operating expenditures	384,844	296,791	88,053
Capital outlay	19,900	-	19,900
Total	<u>1,354,754</u>	<u>1,180,641</u>	<u>174,113</u>
Total public safety	\$ 50,538,615	\$ 45,157,790	\$ 5,380,825

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, 2025

	Budget	Actual	Variance Positive (Negative)
Transportation			
Salaries and employee benefits	\$ 268	\$ 268	\$ -
Mount Olive Airport	58,242	58,242	-
Mass transit	444,270	301,770	142,500
Total	502,780	360,280	142,500
Total transportation	\$ 502,780	\$ 360,280	\$ 142,500
Economic and physical development			
Agricultural extension service			
Salaries and employee benefits	189,417	106,054	83,363
Operating expenditures	756,454	582,331	174,123
Total	945,871	688,385	257,486
Soil conservation service			
Salaries and employee benefits	330,576	312,489	18,087
Operating expenditures	41,847	19,901	21,946
Total	372,423	332,390	40,033
Hazardous mitigation			
Operating expenditures	1,709,844	26,662	1,683,182
Total	1,709,844	26,662	1,683,182
Sewer system			
Salaries and employee benefits	27,692	20,567	7,125
Operating expenditures	784,280	464,843	319,437
Capital Outlay	148,309	148,309	-
Total	960,281	633,719	326,562
Economic development			
Other	2,433,030	1,055,864	1,377,166
Capital Outlay	149,832	30,710	119,122
Total	2,582,862	1,086,574	1,496,288
Economic Development Commission			
Salaries and employee benefits	102,887	103,274	(387)
Operating expenditures	996,447	265,130	731,317
Total	1,099,334	368,404	730,930
Total economic and physical development	\$ 7,670,615	\$ 3,136,134	\$ 4,534,481
Human services			
Veterans service officer			
Salaries and employee benefits	282,480	282,508	(28)
Operating expenditures	37,410	13,063	24,347
Total	\$ 319,890	\$ 295,571	\$ 24,319

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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
WAGES/Communities in School			
Transportation	\$ 922,821	\$ 836,515	\$ 86,306
Total	<u>922,821</u>	<u>836,515</u>	<u>86,306</u>
4-H Program			
Operating expenditures	103,049	35,231	67,818
Total	<u>103,049</u>	<u>35,231</u>	<u>67,818</u>
<i>Children and youth council</i>			
Youth council			
Operating expenditures	803,118	795,627	7,491
Total	<u>803,118</u>	<u>795,627</u>	<u>7,491</u>
<i>Total children and youth council</i>	<i>803,118</i>	<i>795,627</i>	<i>7,491</i>
<i>Senior citizens</i>			
Chore Program			
Salaries and employee benefits	601,779	465,980	135,799
Operating expenditures	41,621	25,355	16,266
Total	<u>643,400</u>	<u>491,335</u>	<u>152,065</u>
Transportation			
Salaries and employee benefits	26,553	26,419	134
Transportation	35,850	30,648	5,202
Total	<u>62,403</u>	<u>57,067</u>	<u>5,336</u>
Senior center health promotion			
Salaries and employee benefits	6,240	3,938	2,302
Operating expenditures	15,760	7,391	8,369
Total	<u>22,000</u>	<u>11,329</u>	<u>10,671</u>
Transportation general			
Salaries and employee benefits	26,568	26,420	148
Operating expenditures	440	336	104
Transportation	77,070	37,850	39,220
Total	<u>104,078</u>	<u>64,606</u>	<u>39,472</u>
Information/care assistance			
Salaries and employee benefits	71,365	71,341	24
Operating expenditures	10,895	8,951	1,944
Total	<u>82,260</u>	<u>80,292</u>	<u>1,968</u>
Group respite			
Salaries and employee benefits	29,164	6,607	22,557
Operating expenditures	3,350	1,771	1,579
Total	<u>\$ 32,514</u>	<u>\$ 8,378</u>	<u>\$ 24,136</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Family caregivers			
Operating expenditures	\$ 24,766	\$ 24,763	\$ 3
Total	<u>24,766</u>	<u>24,763</u>	<u>3</u>
Senior citizens program			
Salaries and employee benefits	255,743	238,095	17,648
Operating expenditures	514,548	348,751	165,797
Total	<u>770,291</u>	<u>586,846</u>	<u>183,445</u>
SHIIP			
Salaries and employee benefits	20,622	9,539	11,083
Operating expenditures	1,867	800	1,067
Total	<u>22,489</u>	<u>10,339</u>	<u>12,150</u>
<i>Total senior citizens program</i>	<i>1,764,201</i>	<i>1,334,955</i>	<i>429,246</i>
<i>Social services</i>			
Administration			
Salaries and employee benefits	1,259,097	1,113,099	145,998
Operating expenditures	18,750	6,900	11,850
Total	<u>1,277,847</u>	<u>1,119,999</u>	<u>157,848</u>
Child support - Title IV-D			
Salaries and employee benefits	-	-	-
Operating expenditures	1,308,588	1,304,399	4,189
Professional services	200,147	235,357	(35,210)
Total	<u>1,508,735</u>	<u>1,539,756</u>	<u>(31,021)</u>
Energy assistance			
Crisis intervention program	7,594	621	6,973
Progress Energy assistance	10,000	8,935	1,065
Total	<u>17,594</u>	<u>9,556</u>	<u>8,038</u>
Other administrative expenditures			
Operating expenditures	2,103,675	1,790,171	313,504
Capital outlay	-	-	-
Total	<u>2,103,675</u>	<u>1,790,171</u>	<u>313,504</u>
Regular service administrative			
Salaries and employee benefits	6,188,317	5,091,505	1,096,812
Operating expenditures	166,270	151,913	14,357
Total	<u>6,354,587</u>	<u>5,243,418</u>	<u>1,111,169</u>
Income maintenance			
Salaries and employee benefits	7,637,213	7,085,350	551,863
Operating expenditures	57,225	47,662	9,563
Total	<u>\$ 7,694,438</u>	<u>\$ 7,133,012</u>	<u>\$ 561,426</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Public assistance programs			
Special assistance to adults	\$ 1,037,100	\$ 988,381	\$ 48,719
Adoption assistance	58,432	18,391	40,041
Miscellaneous	192,557	91,617	100,940
Total	<u>1,288,089</u>	<u>1,098,389</u>	<u>189,700</u>
Purchased services			
Foster care	1,445,920	1,283,167	162,753
Transportation	60,000	33,626	26,374
Professional services	85,000	72,077	12,923
Miscellaneous	118,925	105,741	13,184
Total	<u>1,709,845</u>	<u>1,494,611</u>	<u>215,234</u>
Work first block grant			
Transportation	56,500	33,729	22,771
Total	<u>56,500</u>	<u>33,729</u>	<u>22,771</u>
County only assistance			
Miscellaneous services	35,750	23,205	12,545
Clothing	54,500	51,918	2,582
Total	<u>90,250</u>	<u>75,123</u>	<u>15,127</u>
<i>Total social services</i>	<i>22,101,560</i>	<i>19,537,764</i>	<i>2,563,796</i>
<i>Public health</i>			
Health administration			
Salaries and employee benefits	1,252,121	763,292	488,829
Operating expenditures	409,980	250,646	159,334
Capital outlay	7,736	7,736	-
Total	<u>1,669,837</u>	<u>1,021,674</u>	<u>648,163</u>
Communicable diseases			
Salaries and employee benefits	89,664	32,720	56,944
Operating expenditures	44,925	32,877	12,048
Capital outlay	19,289	19,289	-
Total	<u>153,878</u>	<u>84,886</u>	<u>68,992</u>
Tuberculosis			
Salaries and employee benefits	247,764	180,006	67,758
Operating expenditures	51,504	24,375	27,129
Total	<u>299,268</u>	<u>204,381</u>	<u>94,887</u>
Smart Start health services			
Salaries and employee benefits	-	-	-
Operating expenditures	115	-	115
Total	<u>\$ 115</u>	<u>\$ -</u>	<u>\$ 115</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Health promotion			
Salaries and employee benefits	\$ 330,416	\$ 318,165	\$ 12,251
Operating expenditures	151,480	126,563	24,917
Capital Outlay	6,000	6,000	-
Total	<u>487,896</u>	<u>450,728</u>	<u>37,168</u>
Adult health			
Salaries and employee benefits	372,389	331,688	40,701
Operating expenditures	226,589	191,023	35,566
Total	<u>598,978</u>	<u>522,711</u>	<u>76,267</u>
Maternity care project			
Salaries and employee benefits	1,954,936	1,527,133	427,803
Operating expenditures	320,945	186,271	134,674
Total	<u>2,275,881</u>	<u>1,713,404</u>	<u>562,477</u>
Child health			
Salaries and employee benefits	335,898	243,287	92,611
Operating expenditures	235,143	111,069	124,074
Capital outlay	7,740	7,736	4
Total	<u>578,781</u>	<u>362,092</u>	<u>216,689</u>
Child services coordinator			
Salaries and employee benefits	566,369	492,465	73,904
Operating expenditures	37,633	18,443	19,190
Total	<u>604,002</u>	<u>510,908</u>	<u>93,094</u>
Dental program			
Salaries and employee benefits	172,275	146,721	25,554
Operating expenditures	183,301	69,271	114,030
Total	<u>355,576</u>	<u>215,992</u>	<u>139,584</u>
Family planning			
Salaries and employee benefits	1,268,954	1,107,582	161,372
Operating expenditures	254,934	208,508	46,426
Total	<u>1,523,888</u>	<u>1,316,090</u>	<u>207,798</u>
AIDS control			
Salaries and employee benefits	313,211	300,060	13,151
Operating expenditures	52,793	20,997	31,796
Total	<u>\$ 366,004</u>	<u>\$ 321,057</u>	<u>\$ 44,947</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (cont'd)			
Women, infants and children			
Salaries and employee benefits	\$ 1,114,485	\$ 1,015,582	\$ 98,903
Operating expenditures	129,942	84,568	45,374
Total	<u>1,244,427</u>	<u>1,100,150</u>	<u>144,277</u>
Environmental health			
Salaries and employee benefits	869,098	841,861	27,237
Operating expenditures	102,881	61,798	41,083
Capital outlay	71,052	-	71,052
Total	<u>1,043,031</u>	<u>903,659</u>	<u>139,372</u>
Bioterrorism program			
Salaries and employee benefits	41,080	31,373	9,707
Operating expenditures	38,344	10,129	28,215
Total	<u>79,424</u>	<u>41,502</u>	<u>37,922</u>
Opioid Action Plan			
Salaries and employee benefits	670	669	1
Operating expenditures	2,100	805	1,295
Total	<u>2,770</u>	<u>1,474</u>	<u>1,296</u>
Minority Health			
Salaries and employee benefits	26,345	23,401	2,944
Operating expenditures	4,591	1,787	2,804
Total	<u>30,936</u>	<u>25,188</u>	<u>5,748</u>
Maternal care coordinator			
Salaries and employee benefits	470,923	433,729	37,194
Operating expenditures	800	-	800
Total	<u>471,723</u>	<u>433,729</u>	<u>37,994</u>
School nurse initiative			
Operating expenditures	250,000	250,000	-
Total	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Total public health	\$ 12,036,415	\$ 9,479,625	\$ 2,556,790
Mental health			
Administration			
Mental health services	\$ 10,500	\$ -	\$ 10,500
Total human services	\$ 38,061,554	\$ 32,315,288	\$ 5,746,266

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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Cultural and recreational			
Wayne County Public Library			
Salaries and employee benefits	\$ 2,358,064	\$ 2,214,692	\$ 143,372
Operating expenditures	618,152	582,529	35,623
Total	<u>2,976,216</u>	<u>2,797,221</u>	<u>178,995</u>
Literacy Connections			
Salaries and employee benefits	215,215	210,109	5,106
Operating expenditures	103,277	102,536	741
Total	<u>318,492</u>	<u>312,645</u>	<u>5,847</u>
County aid			
Parks and recreation	50,000	50,000	-
Miscellaneous	66,500	59,000	7,500
Total	<u>116,500</u>	<u>109,000</u>	<u>7,500</u>
Total cultural and recreational	\$ 3,411,208	\$ 3,218,866	\$ 192,342
Education			
Wayne Community College			
Current expenditures	5,176,317	5,176,317	-
Capital outlay	2,543,581	1,406,928	1,136,653
Total	<u>7,719,898</u>	<u>6,583,245</u>	<u>1,136,653</u>
Wayne County Public Schools			
Current expenditures	25,741,003	23,854,141	1,886,862
Capital outlay	2,706,994	2,255,991	451,003
Total	<u>28,447,997</u>	<u>26,110,132</u>	<u>2,337,865</u>
Total education	\$ 36,167,895	\$ 32,693,377	\$ 3,474,518
Debt Service			
Principal payments	10,129,708	9,023,828	1,105,880
SBITA principal payments	125,771	125,771	-
Lease principal payments	-	27,416	(27,416)
Interest payments - debt	5,319,493	5,365,978	(46,485)
Interest payments - SBITA	3,150	3,150	-
Interest payments - leases	-	(336)	336
Total debt service	\$ 15,578,122	\$ 14,545,807	\$ 1,032,315
Total Expenditures	\$ 171,602,372	\$ 148,457,922	\$ 23,141,103
Revenues over (under) expenditures	\$ (14,305,562)	\$ 8,505,988	\$ 22,811,550

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, 2025

	Budget	Actual	Variance Positive (Negative)
Other Financing Sources (Uses)			
Proceeds from SBITA financing	\$ 110,089	\$ 110,089	\$ -
Proceeds from lease financing	-	23,534	(23,534)
Transfers in			
General Fund	377,467	372,265	5,202
Capital Projects Funds	2,794,577	2,794,577	-
Special Revenue Funds	796,167	802,068	(5,901)
Transfers out			
General Fund	(3,245,857)	(3,245,857)	-
Capital Projects Funds	(5,119,109)	(7,806,631)	2,687,522
Sale of capital assets	-	46,331	(46,331)
Total other financing sources	<u>(4,286,666)</u>	<u>(6,903,624)</u>	<u>2,616,958</u>
Revenues and other financing sources over (under) expenditures	(18,592,228)	1,602,364	20,194,592
Appropriated fund balance	<u>18,592,228</u>	<u>-</u>	<u>(18,592,228)</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	<u>1,602,364</u>	<u>\$ 1,602,364</u>
Fund balance - July 1		89,031,273	
Restatement		587,592	
Fund balance, as restated		<u>89,618,865</u>	
Fund balances - June 30		<u>\$ 91,221,229</u>	

Wayne County, North Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	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	960,176	104,834	9,555	59,371	17,421
Taxes receivable, net	19,426	164,516	-	-	-
Due from other governments	-	361,747	34,407	-	-
Total assets	<u>979,602</u>	<u>631,097</u>	<u>43,962</u>	<u>59,371</u>	<u>17,421</u>
Liabilities and Fund Balance					
Liabilities					
Accounts payable	2,949	-	9,555	-	-
Unearned revenue	-	-	34,407	-	-
Total liabilities	<u>2,949</u>	<u>-</u>	<u>43,962</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Taxes receivable, net	-	168,549	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>168,549</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances					
Non-spendable:					
Senior Center-principal	-	-	-	-	-
Restricted:					
Fire protection	-	462,548	-	-	-
Public safety	976,653	-	-	-	-
Court facilities	-	-	-	-	17,421
Public schools	-	-	-	-	-
Debtors	-	-	-	-	-
Transportation	-	-	-	-	-
Social services/senior center	-	-	-	59,371	-
Committed:					
Capital Projects	-	-	-	-	-
Unassigned:	-	-	-	-	-
Total fund balances	<u>976,653</u>	<u>462,548</u>	<u>-</u>	<u>59,371</u>	<u>17,421</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 979,602</u>	<u>\$ 631,097</u>	<u>\$ 43,962</u>	<u>\$ 59,371</u>	<u>\$ 17,421</u>

Special Revenue Funds			
Sheriffs State Grant	Utility Fund	Street Assessment Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -
-	42,983	429,107	1,623,447
-	-	294,945	478,887
-	3,232	-	399,386
-	46,215	724,052	2,501,720
-	1,401	-	13,905
-	-	-	34,407
-	1,401	-	48,312
-	-	-	168,549
-	-	-	168,549
-	-	-	-
-	-	-	462,548
-	-	-	976,653
-	-	-	17,421
-	-	-	-
-	-	-	-
-	44,814	724,052	768,866
-	-	-	59,371
-	-	-	-
-	-	-	-
-	44,814	724,052	2,284,859
\$ -	\$ 46,215	\$ 724,052	\$ 2,501,720

Wayne County, North Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Capital Project Funds				
	DSS-Health Debt Project Fund	Jail 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	\$ (2,354,890)	\$ 5,977,708	\$ 350,223	\$ 1,282,769	\$ 533,113
Restricted cash and equivalents	7,351,584	6,318,782	-	461,846	-
Taxes receivable, net	-	-	-	-	-
Due from other governments	349,008	176,090	-	-	-
Total assets	<u>5,345,702</u>	<u>12,472,580</u>	<u>350,223</u>	<u>1,744,615</u>	<u>533,113</u>
Liabilities and Fund Balance					
Liabilities					
Accounts payable	63,729	57,656	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>63,729</u>	<u>57,656</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>	<u>-</u>
Fund balances					
Non-spendable:					
Senior Center-principal	-	-	-	-	-
Restricted:					
Fire protection	-	-	-	-	-
Public safety	-	-	-	-	-
Court facilities	-	-	-	-	-
Public schools	-	-	350,223	-	533,113
Debtors	5,281,973	12,414,924	-	-	-
Transportation	-	-	-	-	-
Social services/senior center	-	-	-	-	-
Committed:					
Capital Projects	-	-	-	1,744,615	-
Unassigned:	-	-	-	-	-
Total fund balances	<u>5,281,973</u>	<u>12,414,924</u>	<u>350,223</u>	<u>1,744,615</u>	<u>533,113</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 5,345,702</u>	<u>\$ 12,472,580</u>	<u>\$ 350,223</u>	<u>\$ 1,744,615</u>	<u>\$ 533,113</u>

Capital Project Funds

County Capital Reserve Project Fund	County Capital Project-911 Call Center	Fremont School Project Fund	Total Nonmajor Capital Project Funds
\$ 16,133,535	\$ -	\$ 472,699	\$ 22,395,157
-	3,388,911	423,624	17,944,747
-	-	-	-
-	-	-	525,098
16,133,535	3,388,911	896,323	40,865,002

Permanent Fund

Permanent Fund- Senior Center	Total Nonmajor Funds
\$ -	\$ 22,395,157
9,707	19,577,901
-	478,887
-	924,484
9,707	43,376,429

-	-	-	121,385
-	-	-	-
-	-	-	121,385

-	135,290
-	34,407
-	169,697

-	-	-	-
-	-	-	-

-	168,549
-	168,549

-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	896,323	1,779,659
-	-	-	17,696,897
-	-	-	-
-	-	-	-
16,133,535	3,388,911	-	21,267,061
-	-	-	-
16,133,535	3,388,911	896,323	40,743,617

8,600	8,600
-	462,548
-	976,653
-	17,421
-	1,779,659
-	17,696,897
-	768,866
1,107	60,478
-	21,267,061
-	-
9,707	43,038,183

\$ 16,133,535	\$ 3,388,911	\$ 896,323	\$ 40,865,002
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\$ 9,707	\$ 43,376,429
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Wayne County, North Carolina
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2025

	Special Revenue Funds				
	Emergency Telephone Service Fund	Fire District Fund	Fines and Forfeitures Fund	Representative Payee Fund	NC Court Pilot Program
Revenues					
Property taxes	\$ -	\$ 4,433,871	\$ -	\$ -	\$ -
Sales and miscellaneous taxes	-	2,139,679	-	-	-
Fees and fines	-	-	468,300	-	-
Restricted intergovernmental	13,168	-	-	-	6,818
Investment earnings	39,737	27,956	-	-	671
Client account income	-	-	-	399,663	-
Total revenues	<u>52,905</u>	<u>6,601,506</u>	<u>468,300</u>	<u>399,663</u>	<u>7,489</u>
Expenditures					
Current:					
General government	-	-	-	-	8,260
Public safety	263,455	6,555,571	-	-	-
Human services	-	-	-	417,072	-
Education	-	-	468,300	-	-
Transportation	-	-	-	-	-
Debt Service					
Debt payment	-	15,345	-	-	-
SBITA debt payment	140,141	-	-	-	-
Interest and other charges	6,716	-	-	-	-
Capital outlay	16,033	-	-	-	-
Total expenditures	<u>426,345</u>	<u>6,570,916</u>	<u>468,300</u>	<u>417,072</u>	<u>8,260</u>
Excess (deficiency) of revenues over expenditures	<u>(373,440)</u>	<u>30,590</u>	<u>-</u>	<u>(17,409)</u>	<u>(771)</u>
Other Financing Sources (Uses)					
Proceeds from SBITA financing	53,349	-	-	-	-
Other use					
Transfers from other funds	5,287	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources and uses	<u>58,636</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(314,804)</u>	<u>30,590</u>	<u>-</u>	<u>(17,409)</u>	<u>(771)</u>
Fund balances - beginning	<u>1,291,457</u>	<u>431,958</u>	<u>-</u>	<u>76,780</u>	<u>18,192</u>
Fund balances - ending	<u>\$ 976,653</u>	<u>\$ 462,548</u>	<u>\$ -</u>	<u>\$ 59,371</u>	<u>\$ 17,421</u>

Special Revenue Funds			
Sheriffs State Grant	Utility Fund	Street Assessment Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ 4,433,871
-	16,766	-	2,156,445
-	-	-	468,300
-	-	-	19,986
-	1,571	38,638	108,573
-	-	-	399,663
-	18,337	38,638	7,586,838
-	-	-	8,260
-	-	-	6,819,026
-	-	-	417,072
-	-	-	468,300
-	17,516	-	17,516
-	-	-	-
-	-	-	15,345
-	-	-	140,141
-	-	-	6,716
-	-	-	16,033
-	17,516	-	7,908,409
-	821	38,638	(321,571)
-	-	-	53,349
-	-	-	-
-	-	-	5,287
(5,901)	-	(172,250)	(178,151)
(5,901)	-	(172,250)	(119,515)
(5,901)	821	(133,612)	(441,086)
5,901	43,993	857,664	2,725,945
\$ -	\$ 44,814	\$ 724,052	\$ 2,284,859

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

	Capital Project Funds				County Public
	DSS-Health Debt Project Fund	Jail Debt Project Fund	County Public School Capital Project Fund- Meadow Lane	County Capital Project Fund	School Capital Project Fund- School Buildings
Revenues					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and miscellaneous taxes	-	-	-	-	-
Fees and fines	-	-	-	-	-
Restricted intergovernmental	-	-	-	-	-
Investment earnings	657,056	465,002	11,942	51,897	18,178
Client account income	-	-	-	-	-
Total revenues	<u>657,056</u>	<u>465,002</u>	<u>11,942</u>	<u>51,897</u>	<u>18,178</u>
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Human services	-	-	-	-	-
Education	-	-	-	-	-
Transportation	-	-	-	-	-
Debt Service					
Debt payment	-	-	-	-	-
SBITA debt payment	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	10,389,902	5,786,570	-	-	-
Total expenditures	<u>10,389,902</u>	<u>5,786,570</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(9,732,846)</u>	<u>(5,321,568)</u>	<u>11,942</u>	<u>51,897</u>	<u>18,178</u>
Other Financing Sources (Uses)					
Proceeds from SBITA financing	-	-	-	-	-
Other use					
Transfers from other funds	124,244	-	-	-	-
Transfers to other funds	(291,592)	(69,000)	-	-	-
Total other financing sources and uses	<u>(167,348)</u>	<u>(69,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(9,900,194)</u>	<u>(5,390,568)</u>	<u>11,942</u>	<u>51,897</u>	<u>18,178</u>
Fund balances - beginning	<u>15,182,167</u>	<u>17,805,492</u>	<u>338,281</u>	<u>1,692,718</u>	<u>514,935</u>
Fund balances - ending	<u>\$ 5,281,973</u>	<u>\$ 12,414,924</u>	<u>\$ 350,223</u>	<u>\$ 1,744,615</u>	<u>\$ 533,113</u>

Exhibit C

Capital Project Funds				Permanent Fund	
County Capital Reserve Project Fund	County Capital Project-911 Call Center	Fremont School Project Fund	Total Nonmajor Capital Project Funds	Permanent Fund-Senior Center	Total Nonmajor Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,433,871
-	-	-	-	-	2,156,445
-	-	-	-	-	468,300
-	-	1,933,683	1,933,683	-	1,953,669
569,696	71,943	27,639	1,873,353	331	1,982,257
-	-	-	-	-	399,663
569,696	71,943	1,961,322	3,807,036	331	11,394,205
-	-	-	-	-	8,260
-	-	-	-	-	6,819,026
-	-	-	-	-	417,072
-	-	-	-	-	468,300
-	-	-	-	-	17,516
-	-	-	-	-	15,345
-	-	-	-	-	140,141
-	-	-	-	-	6,716
-	-	209,193	16,385,665	-	16,401,698
-	-	209,193	16,385,665	-	24,294,074
569,696	71,943	1,752,129	(12,578,629)	331	(12,899,869)
-	-	-	-	-	53,349
3,116,326	2,687,522	-	5,928,092	-	5,933,379
(1,129,095)	-	(1,541,238)	(3,030,925)	-	(3,209,076)
1,987,231	2,687,522	(1,541,238)	2,897,167	-	2,777,652
2,556,927	2,759,465	210,891	(9,681,462)	331	(10,122,217)
13,576,608	629,446	685,432	50,425,079	9,376	53,160,400
\$ 16,133,535	\$ 3,388,911	\$ 896,323	\$ 40,743,617	\$ 9,707	\$ 43,038,183

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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.

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 twenty-five 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.

Special Revenue Funds, continued

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, 2025

	Project Author- ization	Prior Years	Actual	Total to Date	Variance Positive (Negative)
Revenues					
ARP Funds	\$ 23,916,753	\$ 14,863,049	\$ 6,375,830	\$ 21,238,879	\$ (2,677,874)
Investment earnings	-	957,363	198,305	1,155,668	1,155,668
Total revenues	<u>23,916,753</u>	<u>15,820,412</u>	<u>6,574,135</u>	<u>22,394,547</u>	<u>(1,522,206)</u>
Expenditures					
Current:					
General government	23,916,753	3,626,415	859,566	-	23,916,753
Capital Outlay					
General Government Projects	-	6,860,752	3,808,980	10,669,732	(10,669,732)
Total expenditures	<u>23,916,753</u>	<u>10,487,167</u>	<u>4,668,546</u>	<u>10,669,732</u>	<u>13,247,021</u>
Revenues over (under) expenditures	-	5,333,245	1,905,589	7,238,834	7,238,834
Other Financing Sources (Uses)					
Transfers in:					
General Fund					
General Fund	-	-	-	-	-
Special Revenue Funds	-	47,500	-	47,500	47,500
Transfers out					
General Fund	-	(4,188,495)	(1,619,385)	(5,807,880)	5,807,880
Proprietary Funds	-	(234,887)	(87,900)	(322,787)	322,787
Total financing sources (uses)	<u>-</u>	<u>(4,375,882)</u>	<u>(1,707,285)</u>	<u>47,500</u>	<u>47,500</u>
Revenues and other financing sources over (under) expenditures	-	957,363	198,304	7,286,334	7,286,334
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>\$ 957,363</u>	198,304	<u>\$ 7,286,334</u>	<u>\$ 7,286,334</u>
Fund balance - July 1			957,363		
Fund balance - June 30			<u>\$ 1,155,667</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Opioid settlement funds	\$ 2,006,706	\$ 959,443	\$ (1,047,263)
Investment earnings	-	116,454	116,454
Total revenues	<u>2,006,706</u>	<u>1,075,897</u>	<u>(930,809)</u>
Expenditures			
Current:			
Health and human services	2,006,706	460,344	1,546,362
Capital outlay	-	-	-
Total expenditures	<u>2,006,706</u>	<u>460,344</u>	<u>1,546,362</u>
Revenues over (under) expenditures	-	615,553	615,553
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	-	615,553	615,553
Appropriated fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>615,553</u>	<u>\$ 615,553</u>
Fund balance - July 1		2,586,340	
Fund balance - June 30		<u>\$ 3,201,893</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Restricted intergovernmental	\$ -	\$ -	-
Investment earnings	-	39,737	39,737
Municipality reimbursements	13,168	13,168	-
Total revenues	<u>13,168</u>	<u>52,905</u>	<u>39,737</u>
Expenditures			
Current:			
Public safety	329,788	263,455	66,333
Debt Service			
Subscription based IT debt payment	140,141	140,141	-
Interest and other charges	6,716	6,716	-
Capital outlay	69,015	16,033	52,982
Total expenditures	<u>545,660</u>	<u>426,345</u>	<u>119,315</u>
Revenues under expenditures	(532,492)	(373,440)	159,052
Other Financing Sources			
Proceeds from subscription based IT financing	53,349	53,349	-
Transfers in	5,287	5,287	-
Transfers out	-	-	-
Total other financing sources	<u>58,636</u>	<u>58,636</u>	<u>-</u>
Revenues and other financing sources under expenditures	(473,856)	(314,804)	159,052
Appropriated fund balance	<u>473,856</u>	<u>-</u>	<u>(473,856)</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	(314,804)	<u>\$ (314,804)</u>
Fund balance - July 1		1,291,457	
Fund balance - June 30		<u>\$ 976,653</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Ad valorem taxes			
Current year	\$ 4,060,711	\$ 3,683,087	\$ (377,624)
Vehicle tax	623,254	694,287	71,033.00
Prior year tax	52,035	56,497	4,462
County sales taxes	1,943,718	2,139,679	195,961
Investment earnings	-	27,956	27,956
Total revenues	<u>6,679,718</u>	<u>6,601,506</u>	<u>(78,212)</u>
Expenditures			
Current:			
Public safety	6,705,015	6,555,571	149,444
Debt Service			
Principal	15,345	15,345	-
Interest and other charges	-	-	-
Total expenditures	<u>6,720,360</u>	<u>6,570,916</u>	<u>149,444</u>
Revenues over (under) expenditures	(40,642)	30,590	71,232
Appropriated fund balance	<u>40,642</u>	<u>-</u>	<u>(40,642)</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	30,590	<u>\$ 30,590</u>
Fund balance - July 1		431,958	
Fund balance - June 30		<u>\$ 462,548</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Fines and forfeitures	\$ 550,000	\$ 468,300	\$ (81,700)
Total revenues	<u>550,000</u>	<u>468,300</u>	<u>(81,700)</u>
Expenditures			
Current:			
Education	550,000	468,300	81,700
Total expenditures	<u>550,000</u>	<u>468,300</u>	<u>81,700</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	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Client Account Income	\$ 417,072	\$ 399,663	\$ (17,409)
Total revenues	<u>417,072</u>	<u>399,663</u>	<u>(17,409)</u>
Expenditures			
Current:			
Health and sanitation	417,072	417,072	-
Total expenditures	<u>417,072</u>	<u>417,072</u>	<u>-</u>
Revenues over (under) expenditures	-	(17,409)	(17,409)
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	-	(17,409)	(17,409)
Appropriated fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>(17,409)</u>	<u>\$ (17,409)</u>
Fund balance - July 1		76,780	
Fund balance - June 30		<u>\$ 59,371</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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Restricted intergovernmental	\$ -	\$ 6,818	\$ 6,818
Investment earnings	-	671	671
Total revenues	<u>-</u>	<u>7,489</u>	<u>7,489</u>
Expenditures			
Current:			
General government	19,420	8,260	11,160
Capital outlay	-	-	-
Total expenditures	<u>19,420</u>	<u>8,260</u>	<u>11,160</u>
Revenues under expenditures	(19,420)	(771)	18,649
Other Financing Sources			
Proceeds from subscription based IT financing	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Special Item			
Proceeds from sale of land	-	-	-
Net change in fund balances	<u>(19,420)</u>	<u>(771)</u>	<u>18,649</u>
Revenues and other financing sources under expenditures	(19,420)	(771)	18,649
Appropriated fund balance	<u>19,420</u>	<u>-</u>	<u>(19,420)</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>(771)</u>	<u>\$ (771)</u>
Fund balance - July 1		18,192	
Fund balance - June 30		<u>\$ 17,421</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, 2025

	<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	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	-	-	-
Other Financing Sources			
Transfers in	-	-	-
Transfers out	-	(5,901)	5,901
Total other financing sources	<u>-</u>	<u>(5,901)</u>	<u>5,901</u>
Revenues and other financing sources over (under) expenditures	-	(5,901)	(5,901)
Appropriated fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	<u>(5,901)</u>	<u>\$ (5,901)</u>
Fund balance - July 1		5,901	
Fund balance - June 30		<u>\$ -</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Ad valorem taxes			
Special Assessment	\$ 20,000	\$ 16,766	\$ (3,234)
Investment earnings	-	1,571	1,571
Total revenues	<u>20,000</u>	<u>18,337</u>	<u>(1,663)</u>
Expenditures			
Current:			
Transportation	<u>20,000</u>	<u>17,516</u>	<u>2,484</u>
Total expenditures	<u>20,000</u>	<u>17,516</u>	<u>2,484</u>
Revenues over (under) expenditures	-	821	821
Appropriated fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	821	<u>\$ 821</u>
Fund balance - July 1		43,993	
Fund balance - June 30		<u>\$ 44,814</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Miscellaneous taxes	\$ 117,731	\$ -	\$ (117,731)
Investment earnings	21,135	38,638	17,503
Total revenues	<u>138,866</u>	<u>38,638</u>	<u>(100,228)</u>
Expenditures			
Current:			
Transportation	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over expenditures	138,866	38,638	(100,228)
Other Financing Sources			
Transfers in	-	-	-
Transfers out	(172,250)	(172,250)	-
Total other financing sources	<u>(172,250)</u>	<u>(172,250)</u>	<u>-</u>
Revenues and other financing sources under expenditures	(33,384)	(133,612)	(100,228)
Appropriated fund balance	<u>33,384</u>	<u>-</u>	<u>(33,384)</u>
Revenues and appropriated fund balance over (under) expenditures	<u>\$ -</u>	(133,612)	<u>\$ (133,612)</u>
Fund balance - July 1		857,664	
Fund balance - June 30		<u>\$ 724,052</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

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.

Nonmajor Funds

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

Jail Debt Project Fund – This fund accounts for the construction of a new Detention Center 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.

Capital Project Funds, continued

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

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, 2025

	Project Author- ization	Prior Years	Actual	Total to Date	Variance Positive (Negative)
Revenues					
Restricted intergovernmental (State)	\$ 20,000,000	\$ 612,911	\$ 8,340,899	\$ 8,953,810	\$ (11,046,190)
Restricted intergovernmental (SCIF)	7,000,000	-	-	-	(7,000,000)
Investment earnings	-	1,135,414	883,459	2,018,873	2,018,873
Total revenues	<u>27,000,000</u>	<u>1,748,325</u>	<u>9,224,358</u>	<u>10,972,683</u>	<u>(16,027,317)</u>
Expenditures					
Current:					
Education	-	-	-	-	-
Capital Outlay					
Education - Rosewood	<u>27,000,000</u>	<u>612,911</u>	<u>8,340,899</u>	<u>8,953,810</u>	<u>18,046,190</u>
Total expenditures	<u>27,000,000</u>	<u>612,911</u>	<u>8,340,899</u>	<u>8,953,810</u>	<u>18,046,190</u>
Revenues over (under) expenditures	-	1,135,414	883,459	2,018,873	2,018,873
Other Financing Sources (Uses)					
Proceeds-bond issuance, par amount	-	-	-	-	-
Proceeds-bond issuance, premium	-	-	-	-	-
Proceeds from long-term debt, net	-	-	-	-	-
Other use	-	-	-	-	-
Transfers in:					
General Fund					
General Fund	-	-	-	-	-
Transfers out					
General Fund	-	-	-	-	-
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>\$ 1,135,414</u>	883,459	<u>\$ 2,018,873</u>	<u>\$ 2,018,873</u>
Fund balance - July 1			1,135,415		
Fund balance - June 30			<u>\$ 2,018,874</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, 2025

	Project				Variance
	Authorization	Prior Years	Actual	Total To-Date	Positive
					(Negative)
Revenues					
Restricted intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	1,964,389	657,056	2,621,445	(2,621,445)
Total revenues	-	1,964,389	657,056	2,621,445	(2,621,445)
Expenditures					
Debt Service					
Principal	-	-	-	-	-
Interest and other charges	-	102,436	-	-	-
Capital Outlay	38,392,000	23,271,771	10,389,902	33,661,673	4,730,327
Total expenditures	38,392,000	23,374,207	10,389,902	33,661,673	4,730,327
Revenues under expenditures	(38,392,000)	(21,409,818)	(9,732,846)	(31,040,228)	(7,351,772)
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	124,244	291,592	(291,592)
Transfers out					
General Fund	-	(1,967,363)	(291,592)	(2,258,955)	(2,258,955)
Total other financing sources	38,392,000	36,591,985	(167,348)	36,424,637	35,841,453
Appropriated fund balance	-	-	-	-	-
Revenues and other sources over (under) expenditures	\$ -	\$ 15,182,167	(9,900,194)	\$ 5,281,973	\$ 5,281,973
Fund balance - July 1			15,182,167		
Fund balance - June 30			<u>\$ 5,281,973</u>		

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, 2025

	Project Authorization	Prior Years	Actual	Total To-Date	Variance Positive (Negative)
Revenues					
Restricted intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	1,612,584	465,002	2,077,586	(2,077,586)
Total revenues	-	1,612,584	465,002	2,077,586	(2,077,586)
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	37,702,733	5,786,570	43,489,303	12,661,985
WCC Advanced Manufacturing	-	434,062	-	434,062	(434,062)
Total expenditures	56,277,966	38,590,123	5,786,570	44,376,693	11,901,273
Revenues under expenditures	(56,277,966)	(36,977,539)	(5,321,568)	(42,299,107)	(13,978,859)
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	8,021,967	-	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)	(69,000)	(3,401,287)	69,000
Total other financing sources	54,783,031	54,783,032	(69,000)	54,714,032	68,999
Appropriated fund balance	1,494,935	-	-	-	1,494,935
Revenues and other sources over (under) expenditures	\$ -	\$ 17,805,493	(5,390,568)	\$ 12,414,925	\$ 12,414,925
Fund balance - July 1			17,805,492		
Fund balance - June 30			<u>\$ 12,414,924</u>		

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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Investment earnings	\$ -	\$ 11,942	\$ 11,942
Total revenues	<u>-</u>	<u>11,942</u>	<u>11,942</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)	11,942	1,154,941
Other Financing Sources			
Transfers in			
General Fund	-	-	-
Transfers out			
General Fund	(365,313)	-	(365,313)
Total other financing sources	<u>(365,313)</u>	<u>-</u>	<u>(365,313)</u>
Revenues and other financing sources over (under) expenditures	<u>(1,508,312)</u>	<u>11,942</u>	<u>1,520,254</u>
Appropriated fund balance	<u>1,508,312</u>	<u>-</u>	<u>(1,508,312)</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	<u>11,942</u>	<u>\$ 11,942</u>
Fund balance - July 1		338,281	
Fund balance - June 30		<u>\$ 350,223</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, 2025

	Project Author- ization	Prior Years	Actual	Total to Date	Variance Positive (Negative)
Revenues					
Private grant	\$ 15,000	\$ 15,000	\$ -	\$ 15,000	\$ -
Investment earnings	-	258,699	51,897	310,596	310,596
Miscellaneous	-	319,312	-	319,312	319,312
Total revenues	<u>15,000</u>	<u>593,011</u>	<u>51,897</u>	<u>644,908</u>	<u>629,908</u>
Expenditures					
Current:					
Transportation - Street Assessment	1,940,585	1,912,251	-	1,912,251	28,334
Capital Outlay					
General Government Projects	5,164,004	4,703,434	-	4,703,434	460,570
Fiber Optic Loop Project	870,007	565,455	-	565,455	304,552
Spillman/Superion Project	1,460,164	1,451,956	-	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>11,976,127</u>	<u>-</u>	<u>11,976,127</u>	<u>1,158,633</u>
Revenues over (under) expenditures	(13,119,760)	(11,383,116)	51,897	(11,331,219)	1,788,541
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
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)	(5,022,320)	-	(5,022,320)	150,361
Total financing sources (uses)	<u>13,119,760</u>	<u>13,075,833</u>	<u>-</u>	<u>18,098,153</u>	<u>106,434</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>\$ 1,692,717</u>	51,897	<u>\$ 6,766,934</u>	<u>\$ 6,766,934</u>
Fund balance - July 1			1,692,718		
Fund balance - June 30			<u>\$ 1,744,615</u>		

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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Investment earnings	\$ -	\$ 18,178	\$ 18,178
Total revenues	<u>-</u>	<u>18,178</u>	<u>18,178</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)	18,178	6,413,078
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>-</u>	<u>3,532,797</u>
Revenues and other financing sources over (under) expenditures	<u>(2,862,103)</u>	<u>18,178</u>	<u>2,880,281</u>
Appropriated fund balance	<u>2,862,103</u>	<u>-</u>	<u>(2,862,103)</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	18,178	<u>\$ 18,178</u>
Fund balance - July 1		514,935	
Fund balance - June 30		<u>\$ 533,113</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Investment earnings	\$ -	\$ 569,696	\$ 569,696
Total revenues	-	569,696	569,696
Expenditures			
Current:			
General government	-	-	-
Capital Outlay	1,987,231	-	1,987,231
Total expenditures	1,987,231	-	1,987,231
Revenues over (under) expenditures	(1,987,231)	569,696	2,556,927
Other Financing Sources			
Transfers in			
General Fund	3,116,326	3,116,326	-
Transfers out			
General Fund	(1,129,095)	(1,129,095)	-
Total other financing sources	1,987,231	1,987,231	-
Appropriated fund balance	-	-	-
Revenues and other sources over (under) expenditures	\$ -	2,556,927	\$ 2,556,927
Fund balance - July 1		13,576,608	
Fund balance - June 30		<u>\$ 16,133,535</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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Restricted intergovernmental	\$ 1,530,693	\$ -	\$ (1,530,693)
Investment earnings	-	71,943	71,943
Total revenues	<u>1,530,693</u>	<u>71,943</u>	<u>(1,458,750)</u>
Expenditures			
Current:			
Capital Outlay	<u>6,274,339</u>	<u>-</u>	<u>6,274,339</u>
Total expenditures	<u>6,274,339</u>	<u>-</u>	<u>6,274,339</u>
Revenues over (under) expenditures	(4,743,646)	71,943	4,815,589
Other Financing Sources			
Issuance from long-term debt, net	4,953,858	-	(4,953,858)
Transfers in			
General Fund	523,026	2,687,522	(2,164,496)
Capital Projects Funds	15,755	-	15,755
Transfers out			
General Fund	<u>(4,503,026)</u>	<u>-</u>	<u>(4,503,026)</u>
Total other financing sources	<u>989,613</u>	<u>2,687,522</u>	<u>(11,605,625)</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>	2,759,465	<u>\$ 2,759,465</u>
Fund balance - July 1		629,446	
Fund balance - June 30		<u>\$ 3,388,911</u>	

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, 2025

	Project Authorization	Prior Years	Actual	Total To-Date	Variance Positive (Negative)
Revenues					
Restricted intergovernmental	\$ 30,000,000	\$ 27,988,715	\$ 1,933,683	\$ 29,922,398	\$ 77,602
Investment earnings	-	1,374	27,639	29,013	(29,013)
Total revenues	<u>30,000,000</u>	<u>27,990,089</u>	<u>1,961,322</u>	<u>29,951,411</u>	<u>48,589</u>
Expenditures					
Debt Service					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital Outlay	38,485,251	37,154,293	209,193	37,363,486	1,121,765
Total expenditures	<u>38,485,251</u>	<u>37,154,293</u>	<u>209,193</u>	<u>37,363,486</u>	<u>1,121,765</u>
Revenues under expenditures	(8,485,251)	(9,164,204)	1,752,129	(7,412,075)	1,073,176
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)	-	(1,541,238)	-	(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>(1,541,238)</u>	<u>26,778,251</u>	<u>18,293,000</u>
Appropriated fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	<u>\$ 17,614,047</u>	210,891	<u>\$ 19,366,176</u>	<u>\$ 19,366,176</u>
Fund balance - July 1			685,432		
Fund balance - June 30			<u>\$ 896,323</u>		

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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.

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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, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Investment earnings	\$ -	\$ 331	\$ 331
Total revenues	-	331	331
Expenditures			
Senior Center	-	-	-
Total expenditures	-	-	-
Revenues over (under) expenditures	-	331	331
Other Financing Sources			
Permanent fund donation	-	-	-
Total other financing sources	-	-	-
Revenues and other financing sources over (under) expenditures	-	331	331
Appropriated fund balance	-	-	-
Revenues and appropriated fund balance over (under) expenditures	\$ -	331	\$ 331
Fund balance - July 1		9,376	
Fund balance - June 30		<u>\$ 9,707</u>	

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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.

Major Funds

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.

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Solid Waste Disposal
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Operating revenues			
User fees - solid waste	\$ 5,000,000	\$ 4,914,415	\$ (85,585)
User fees - household	1,401,496	1,375,222	(26,274)
Recycling fees	231,000	285,948	54,948
Lease revenue	-	16,815	16,815
Total operating revenues	6,632,496	6,592,400	(40,096)
Non-operating revenues			
Restricted intergovernmental revenues	375,000	297,249	(77,751)
Interest and investment revenue	-	553,286	553,286
Miscellaneous revenue	75,394	59,256	(16,138)
Operating grants and contributions	24,400	17,683	(6,717)
Total non-operating revenues	474,794	927,474	452,680
Appropriated retained earnings	39,090	-	(39,090)
Total revenues	7,146,380	7,519,874	373,494
Expenditures			
Operating expenditures			
Salaries and employee benefits	2,851,333	2,729,213	122,120
Contractual services	292,519	252,229	40,290
Repairs and maintenance	581,862	466,510	115,352
Other departmental expenses	1,048,891	758,433	290,458
Other supplies and expenses	605,889	397,134	208,755
Indirect costs	446,197	446,197	-
Total	5,826,691	5,049,716	776,975
Budgetary appropriations			
Capital outlay	1,325,189	1,146,586	178,603
Total	1,325,189	1,146,586	178,603
Total expenditures	7,151,880	6,196,302	955,578
Revenues over (under) expenditures	(5,500)	1,323,572	1,318,072
Other financing sources (uses):			
Sale of capital assets	-	114,336	114,336
Transfers in (out)	5,500	5,500	-
Total other financing sources	5,500	119,836	114,336
Revenues over (under) expenditures and other sources	\$ -	\$ 1,443,408	\$ 1,443,408

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Solid Waste Disposal
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2025

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

	<u>2025</u>
Total revenues	\$ 7,519,874
Total expenditures	(6,196,302)
Other financing	<u>119,836</u>
Revenues and expenditures	1,443,408
Reconciling items:	
Capital outlay	1,146,586
Depreciation and amortization	(1,236,729)
Bad debt allowance	223
Increase in Landfill closure & postclosure costs	(620,267)
Increase (decrease) in lease receivable	(34,570)
Increase (decrease) in accrued interest receivable - leases	(220)
(Increase) decrease in deferred inflows of resources - leases	17,755
(Increase) decrease in OPEB liability	257,207
Increase (decrease) in deferred outflows of resources - OPEB	(59,290)
(Increase) decrease in deferred inflows of resources - OPEB	(62,009)
(Increase) decrease in net pension liability - LGERS	39,600
Increase (decrease) in deferred outflows of resources - pensions	(118,116)
(Increase) decrease in deferred inflows of resources - pensions	(16,670)
(Increase) decrease in accrued vacation pay	<u>1,855</u>
Change in net position	<u><u>\$ 758,763</u></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, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Operating revenues			
User fees	\$ 1,470,273	\$ 1,425,533	\$ (44,740)
Total operating revenues	<u>1,470,273</u>	<u>1,425,533</u>	<u>(44,740)</u>
Non-operating revenues			
Interest and investment revenue	-	55,827	55,827
Donations	-	50	50
Miscellaneous	-	3,709	3,709
Total non-operating revenues	<u>-</u>	<u>59,586</u>	<u>59,586</u>
Appropriated retained earnings	-	-	-
Total revenues	<u>1,470,273</u>	<u>1,485,119</u>	<u>14,846</u>
Expenditures			
Operating expenditures			
Salaries and employee benefits	726,405	669,942	56,463
Contractual services	23,654	12,870	10,784
Utilities	94,832	78,395	16,437
Repairs and maintenance	171,505	76,206	95,299
Other departmental expenses	86,856	45,039	41,817
Other supplies and expenses	150,370	105,371	44,999
Indirect costs	992,533	992,533	-
Interest expense	318,883	319,626	(743)
Debt principal	661,877	661,877	-
Total	<u>3,226,915</u>	<u>2,961,859</u>	<u>265,056</u>
Budgetary appropriations			
Capital outlay	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>3,226,915</u>	<u>2,961,859</u>	<u>(265,056)</u>
Other financing sources			
Transfers in (out)	1,756,642	1,756,642	-
Total	<u>1,756,642</u>	<u>1,756,642</u>	<u>-</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 279,902</u>	<u>\$ 279,902</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, 2025

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

	<u>2025</u>
Total revenues	\$ 1,485,119
Total expenditures	(2,961,859)
Other financing	<u>1,756,642</u>
Revenues, other financing sources, and expenditures	279,902
Reconciling items:	
Depreciation and amortization	(644,355)
(Increase) decrease in accrued vacation	(16,510)
(Increase) decrease in net pension liability	(21,442)
Increase (decrease) in deferred outflows of resources - pensions	(5,726)
(Increase) decrease in deferred inflows of resources - pensions	(3,598)
(Increase) decrease in subscription based IT liability	12,082
Debt principal	661,877
(Increase) decrease in accrued interest payable	<u>1,678</u>
Change in net position	<u><u>\$ 263,908</u></u>

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Jetport Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Operating revenues			
User fees	\$ 1,348,543	\$ 1,054,949	\$ (293,594)
Lease revenue	-	68,137	68,137
Total operating revenues	<u>1,348,543</u>	<u>1,123,086</u>	<u>(225,457)</u>
Non-operating revenues			
Interest and investment revenue	-	18,271	18,271
Miscellaneous revenue	7,746	1,850	(5,896)
Operating grants and contributions	<u>7,725,112</u>	<u>3,973,397</u>	<u>(3,751,715)</u>
Total non-operating revenues	<u>7,732,858</u>	<u>3,993,518</u>	<u>(3,739,340)</u>
Appropriated retained earnings	<u>(2,660,850)</u>	-	2,660,850
Total revenues	<u>6,420,551</u>	<u>5,116,604</u>	<u>(1,303,947)</u>
Expenditures			
Operating expenditures			
Salaries and employee benefits	185,621	182,398	3,223
Contractual services	30,000	29,650	350
Repairs and maintenance	98,892	71,364	27,528
Other departmental expenses	244,030	143,013	101,017
Other supplies and expenses	776,271	648,668	127,603
Indirect costs	149,601	149,601	-
Total	<u>1,484,415</u>	<u>1,224,694</u>	<u>259,721</u>
Budgetary appropriations			
Capital outlay	<u>9,457,270</u>	<u>4,757,275</u>	<u>4,699,995</u>
Total	<u>9,457,270</u>	<u>4,757,275</u>	<u>4,699,995</u>
Total expenditures	<u>10,941,685</u>	<u>5,981,969</u>	<u>4,959,716</u>
Other financing sources			
Transfers in (out)	<u>4,521,134</u>	<u>4,521,134</u>	-
Total	<u>4,521,134</u>	<u>4,521,134</u>	-
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 3,655,769</u>	<u>\$ 3,655,769</u>

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Jetport Fund
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2025

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

	<u>2025</u>
Total revenues	\$ 5,116,604
Total expenditures	(5,981,969)
Other financing	<u>4,521,134</u>
Revenues and expenditures	3,655,769
Reconciling items:	
Capital outlay	4,757,275
Depreciation and amortization	(825,664)
Increase (decrease) in lease receivable	(68,136)
Increase (decrease) in accrued interest receivable - leases	284
(Increase) decrease in deferred inflows of resources - leases	68,657
(Increase) decrease in accrued vacation pay	(2,115)
(Increase) decrease in OPEB liability	21,274
Increase (decrease) in deferred outflows of resources - OPEB	(4,904)
(Increase) decrease in deferred inflows of resources - OPEB	(5,129)
(Increase) decrease in net pension liability	4,819
Increase (decrease) in deferred outflows of resources - pensions	(8,873)
(Increase) decrease in deferred inflows of resources - pensions	<u>(1,032)</u>
Change in net position	<u><u>\$ 7,592,225</u></u>

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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.

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Wayne County, North Carolina
Combining Balance Sheet
Internal Service Funds
June 30, 2025

	WC Self Insurance Fund	Hospital Self Insurance Fund	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 1,103,065	\$ 3,141,894	\$ 4,244,959
Accounts receivables, net	10,000	3,811	13,811
Total current assets	<u>1,113,065</u>	<u>3,145,705</u>	<u>4,258,770</u>
Non-current assets:			
Capital Assets:			
Other capital assets, net of depreciation	-	-	-
Total capital assets	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>1,113,065</u>	<u>3,145,705</u>	<u>4,258,770</u>
Liabilities			
Liabilities			
Accounts payable	-	720,990	720,990
Salaries payable	-	3,838	3,838
Total current liabilities	<u>-</u>	<u>724,828</u>	<u>724,828</u>
Total liabilities	<u>-</u>	<u>724,828</u>	<u>724,828</u>
Net Position			
Invested in capital assets, net of related debt	-	-	-
Restricted for debt service	-	-	-
Restricted for capital projects	-	-	-
Restricted for other purposes	-	-	-
Unrestricted	<u>1,113,065</u>	<u>2,420,877</u>	<u>3,533,942</u>
Total net position	<u>\$ 1,113,065</u>	<u>\$ 2,420,877</u>	<u>\$ 3,533,942</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, 2025

	WC Self Insurance Fund	Hospital Self Insurance Fund	Total
Operating revenues:			
Insurance premiums	\$ 668,723	\$ 10,158,123	\$ 10,826,846
Total operating revenues	668,723	10,158,123	10,826,846
Operating expenses:			
Salaries and benefits	-	125,954	125,954
Contractual services	32,602	-	32,602
Insurance claims and expenses	503,731	10,547,723	11,051,454
Total operating expenses	536,333	10,673,677	11,210,010
Operating income (loss)	132,390	(515,554)	(383,164)
Non-operating revenues (expenses):			
Investment earnings	33,711	114,320	148,031
Miscellaneous revenue	-	5	5
Total non-operating revenues (expenses)	33,711	114,325	148,036
Transfers in	-	-	-
Transfers out	-	(216,717)	(216,717)
	-	(216,717)	(216,717)
Change in net position	166,101	(617,946)	(451,845)
Total net position - beginning	946,964	3,038,823	3,985,787
Total net position - ending	<u>\$ 1,113,065</u>	<u>\$ 2,420,877</u>	<u>\$ 3,533,942</u>

Wayne County, North Carolina
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2025

	WC Self- Insurance Fund	Hospital Self- Insurance Fund	Totals
Cash flows from operating activities:			
Receipts from customers	\$ 671,408	\$ 10,175,654	\$ 10,847,062
Payments to employees for services	-	3,838	3,838
Payments to suppliers of goods & services	(536,333)	(10,504,532)	(11,040,865)
Proceeds from unrestricted revenues	-	5	5
Net cash provided (used) by operating activities	135,075	(325,035)	(189,960)
Cash flows from noncapital financing activities:			
Transfers (to) from other funds	-	(216,717)	(216,717)
Net cash provided (used) by noncapital financing activities	-	(216,717)	(216,717)
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	33,711	114,316	148,027
Net cash provided (used) by investing activities	33,711	114,316	148,027
Net increase (decrease) in cash and cash equivalents	168,786	(427,436)	(258,650)
Cash and cash equivalents, July 1	934,279	3,569,330	4,503,609
Cash and cash equivalents, June 30	1,103,065	3,141,894	4,244,959
Operating income	132,390	(515,554)	(383,164)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Non operating income	-	5	5
Changes in assets and liabilities			
(Increase) decrease			
Accounts receivable	2,685	17,530	20,215
Increase (decrease)			
Accounts payable	-	169,146	169,146
Other liabilities	-	3,838	3,838
Total adjustments	2,685	190,519	193,204
Net cash provided (used) by operating activities	\$ 135,075	\$ (325,035)	\$ (189,960)

Wayne County, North Carolina
Schedule of Revenues and Expenditures
WC - Self Insurance
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Insurance premiums	\$ 654,975	\$ 668,723	\$ 13,748
Total operating revenues	654,975	668,723	13,748
Non-operating revenues:			
Investment earnings	-	33,711	33,711
Total non-operating revenues	-	33,711	33,711
Total revenues	654,975	702,434	47,459
Expenditures			
Contractual services	46,325	32,602	13,723
Operating expenditures			
Insurance claims and expenses	608,650	503,731	104,919
Total expenditures	654,975	536,333	118,642
Other financing sources			
Transfers in	-	-	-
Transfers out	-	-	-
Appropriated fund balance	-	-	-
Total other financing sources	-	-	-
Revenues over (under) expenditures	\$ -	\$ 166,101	\$ 166,101

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

	2025
Total revenues	\$ 702,434
Total expenditures	(536,333)
Revenues over expenditures	166,101
Reconciling items:	
No reconciling items	-
Change in net position	\$ 166,101

Wayne County, North Carolina
Schedule of Revenues and Expenditures
Hospital - Self Insurance
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues			
Operating revenues:			
Insurance premiums	\$ 10,214,955	\$ 10,158,123	\$ (56,832)
Total operating revenues	10,214,955	10,158,123	(56,832)
Non-operating revenues:			
Investment earnings	-	114,320	114,320
Miscellaneous revenue	-	5	5
Total non-operating revenues	-	114,325	114,325
Total revenues	10,214,955	10,272,448	57,493
Expenditures			
Personal services	137,464	125,954	11,510
Insurance claims and expenses	10,433,174	10,547,723	(114,549)
Total expenditures	10,570,638	10,673,677	(103,039)
Revenues under expenditures	(355,683)	(401,229)	(45,546)
Other financing sources			
Transfers in	-	-	-
Transfers out	(216,717)	(216,717)	-
Appropriated fund balance	572,400	-	(572,400)
Total other financing sources	355,683	(216,717)	(572,400)
Revenues over (under) expenditures and other sources	\$ -	\$ (617,946)	\$ (617,946)

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

	2025
Total revenues	\$ 10,272,448
Total expenditures	(10,673,677)
Other financing	(216,717)
Revenues over expenditures	(617,946)
Reconciling items:	
No reconciling items	-
Change in net position	\$ (617,946)

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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, 2025

	Municipal Tax	Inmate Accounts	Miscellaneous	Total Custodial
	Fund	Fund	Fund	Funds
Assets				
Cash and cash equivalents	\$ 32,099	\$ 44,096	\$ 7,080	\$ 83,275
Taxes receivable for other governments, net	925,031	-	819	925,850
Total assets	<u>957,130</u>	<u>44,096</u>	<u>7,899</u>	<u>1,009,125</u>
Liabilities				
Miscellaneous liabilities	26,032	-	-	26,032
Total liabilities	<u>26,032</u>	<u>-</u>	<u>-</u>	<u>26,032</u>
Net Position				
Individuals, organizations, other governments	931,098	44,096	7,899	983,093
Total fiduciary net position	<u>\$ 931,098</u>	<u>\$ 44,096</u>	<u>\$ 7,899</u>	<u>\$ 983,093</u>

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

	Municipal Tax Fund	Inmate Account Fund	Miscellaneous Fund	Total Custodial Funds
Additions				
Ad valorem taxes collected for other governments	\$ 27,352,978	\$ -	\$ -	\$ 27,352,978
Collections on behalf of inmates	-	990,947	-	990,947
Miscellaneous custodial funds	-	-	11,516	11,516
Total additions	27,352,978	990,947	11,516	28,355,441
Deductions				
Tax distributions to other governments	27,340,798	-	-	27,340,798
Payments on behalf of inmates	-	982,577	-	982,577
Payments of miscellaneous custodial funds	-	-	10,337	10,337
Total deductions	27,340,798	982,577	10,337	28,333,712
Net increase (decrease) in fiduciary net position	12,180	8,370	1,179	21,729
Net position - beginning of year	918,918	35,726	6,720	961,364
Net position - end of year	<u>\$ 931,098</u>	<u>\$ 44,096</u>	<u>\$ 7,899</u>	<u>\$ 983,093</u>

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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, 2025

<u>Fiscal Year</u>	Uncollected Balance June 30, 2024	Additions	Collections and Credits	Uncollected Balance June 30, 2025
2024-2025	\$ -	\$ 64,472,855 (a)	63,512,598 (b)	\$ 960,257 (c)
2023-2024	1,002,553	8,109.00	611,768	398,894
2022-2023	360,228	5,012	147,084	218,156
2021-2022	231,907	3,581	74,752	160,736
2020-2021	151,766	414	38,739	113,441
2019-2020	131,186	404	28,531	103,059
2018-2019	100,282	324	18,969	81,637
2017-2018	88,179	-	12,775	75,404
2016-2017	76,264	-	8,265	67,999
2016 and before	644,016	-	15,662	628,354
	<u>\$ 2,786,381</u>	<u>\$ 64,490,699</u>	<u>\$ 64,469,143 (d)</u>	<u>2,807,937</u>

Less: allowance for uncollectible accounts:
General Fund

(1,172,559)

Ad valorem taxes receivable - net:
General Fund

\$ 1,635,378

Reconcilement with revenues:

Ad valorem taxes - General Fund

\$ 63,334,949

Interest collected on ad valorem taxes-General Fund

369,974

Reconciling items:

Interest collected

(369,974)

Rebates & releases

45,865

Late listing

88,329

Total reconciling items

(235,780)

Total collections and credits

\$ 63,469,143 (d)

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

	County - wide			Total Levy Property excluding Registered Motor Vehicles	Registered Motor Vehicles
	Property Valuation	Rate	Amount of Levy		
Original levy:					
Property taxes					
at current year's rate	\$ 9,844,585,587	0.7675	\$ 75,472,832	\$ 64,481,016	\$ 10,991,816
Penalties	-		80,009	80,009	-
Total	<u>9,844,585,587</u>		<u>75,552,841</u>	<u>64,561,025</u>	<u>10,991,816</u>
Discoveries:					
Current year taxes	33,257,980	0.7675	255,255	255,255	-
Penalties			8,320	8,320	-
Total	<u>33,257,980</u>		<u>263,575</u>	<u>263,575</u>	<u>-</u>
Abatements:					
Current year taxes	48,829,997	0.7675	351,745	351,745	-
Total property valuation	<u>\$ 9,829,013,570</u>				
Net levy			75,464,671	64,472,855 (a)	10,991,816
Uncollected taxes at June 30, 2025			<u>960,257</u>	<u>960,257</u> (c)	<u>-</u>
Current year's taxes collected			<u>\$ 74,504,414</u>	<u>\$ 63,512,598</u> (b)	<u>\$ 10,991,816</u>
Current levy collection percentage			<u>98.73%</u>	<u>98.51%</u>	<u>100.00%</u>

Wayne County , North Carolina
Secondary Market Disclosures
County-wide Levy
For the Fiscal Year Ended June 30, 2025

Secondary Market Disclosures:

Assessed Valuation:

Assessment Ratio ¹	100%
Real Property	\$ 6,875,738,086
Personal Property	2,320,617,369
Public Service Companies ²	635,658,115
Assessed Valuation at Current Year Rates	<u>9,832,013,570</u>
Tax Rate per \$100	0.7675
	<u>75,460,704</u>
Penalties	<u>88,329</u>
Levy (includes discoveries, releases and abatements) ³	<u>75,549,033</u>
Total Assessed Valuation	<u>\$ 9,832,013,570</u>
Levy (includes discoveries, releases and abatements)-all rates	<u>\$ 75,549,033</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	3,734,038
Total	<u>\$ 3,734,038</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

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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.

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Financial Trends

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

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Revenue Capacity

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

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Debt Capacity

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.

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Demographic and Economic Information

These tables offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

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Operating Information

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.

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental Activities:				
Net investment in capital assets	\$ 74,488,975	\$ 84,009,596	\$ 83,342,500	\$ 86,075,786
Restricted for:				
General government	1,260,698	1,183,193	928,043	1,118,262
Future debt obligations	4,287,311	5,359,241	6,431,278	7,503,421
Opioid settlement funds	-	-	-	-
Capital improvements	-	2,626,905	-	-
Public safety	1,696,044	485,593	1,505,969	1,701,848
Education	7,850,060	26,350,512	7,822,971	9,785,394
Stabilization by State Statute	7,110,594	9,693,425	6,864,086	9,141,828
Register of Deeds pension plan	-	183,300	166,701	157,946
Senior Center-earnings	6	26	170	189
Restricted for (nonexpendable):				
Senior Center-principal	7,100	7,100	7,100	7,100
Unrestricted	<u>36,385,546</u>	<u>6,014,025</u>	<u>563,477</u>	<u>(6,313,473)</u>
Total governmental activities net position	133,086,334	135,912,916	107,632,295	109,178,301
Business-type activities:				
Net investment in capital assets	30,696,293	33,151,761	42,870,075	45,685,683
Unrestricted	<u>8,658,123</u>	<u>8,600,185</u>	<u>1,718,563</u>	<u>3,183,440</u>
Total business-type activities net position	39,354,416	41,751,946	44,588,638	48,869,123
Primary government:				
Net investment in capital assets	105,185,268	117,161,357	126,212,575	131,761,469
Restricted for (expendable):				
General government	1,260,698	1,183,193	928,043	1,118,262
Future debt obligations	4,287,311	5,359,241	6,431,278	7,503,421
Opioid settlement funds	-	-	-	-
Capital improvements	-	2,626,905	-	-
Public safety	1,696,044	485,593	1,505,969	1,701,848
Education	7,850,060	26,350,512	7,822,971	9,785,394
Stabilization by State Statute	7,110,594	9,693,425	6,864,086	9,141,828
Register of Deeds pension plan	-	183,300	166,701	157,946
Senior Center-earnings	6	26	170	189
Restricted for (nonexpendable):				
Senior Center-principal	7,100	7,100	7,100	7,100
Unrestricted	<u>45,043,669</u>	<u>14,614,210</u>	<u>2,282,040</u>	<u>(3,130,033)</u>
Total primary government net position	<u>\$ 172,440,750</u>	<u>\$ 177,664,862</u>	<u>\$ 152,220,933</u>	<u>\$ 158,047,424</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.

Table 1-A

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$	93,027,599	\$ 101,332,091	\$ 97,579,730	\$ 51,033,241	\$ 114,488,574	\$ 159,390,903
	1,464,076	1,395,982	6,256,466	88,721,561	45,463,682	30,101,996
	8,575,674	9,648,030	10,720,497	11,793,069	12,865,751	13,938,538
	-	-	-	10,564	10,522,598	10,177,582
	-	-	-	-	-	-
	2,198,358	1,519,014	884,916	1,066,523	1,456,707	1,110,448
	4,761,419	2,661,483	4,688,835	29,610,378	8,909,771	12,546,782
	11,730,429	13,506,416	18,712,599	17,682,256	15,479,098	15,923,362
	157,946	206,773	157,230	113,770	116,776	111,474
	280	285	290	432	776	1,107
	7,100	7,600	8,600	8,600	8,600	8,600
	(17,506,924)	(15,395,017)	(2,232,330)	(6,678,551)	3,670,902	(10,927,600)
	<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>	<u>232,383,192</u>
	50,048,457	46,851,856	47,454,577	48,570,330	49,833,236	51,403,697
	4,291,835	4,121,405	4,902,976	5,481,598	6,187,517	10,271,592
	<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>	<u>61,675,289</u>
	143,076,056	148,183,947	145,034,307	99,603,571	164,321,810	210,794,600
	1,464,076	1,395,982	6,256,466	88,721,561	45,463,682	30,101,996
	8,575,674	9,648,030	10,720,497	11,793,069	12,865,751	13,938,538
	-	-	-	10,564	10,522,598	10,177,582
	-	-	-	-	-	-
	2,198,358	1,519,014	884,916	1,066,523	1,456,707	1,110,448
	4,761,419	2,661,483	4,688,835	29,610,378	8,909,771	12,546,782
	11,730,429	13,506,416	18,712,599	17,682,256	15,479,098	15,923,362
	157,946	206,773	157,230	113,770	116,776	111,474
	280	285	290	432	776	1,107
	7,100	7,600	8,600	8,600	8,600	8,600
	(13,215,089)	(11,273,612)	2,670,646	(1,196,953)	9,858,419	(656,008)
\$	<u><u>158,756,249</u></u>	<u><u>165,855,918</u></u>	<u><u>189,134,386</u></u>	<u><u>247,413,771</u></u>	<u><u>269,003,988</u></u>	<u><u>294,058,481</u></u>

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>
<u>Expenses</u>			
Governmental Activities:			
General government	\$ 12,325,585	\$ 12,413,717	\$ 15,851,523
Public safety	24,195,295	27,757,877	28,265,627
Transportation	255,919	288,553	342,179
Human services	29,695,951	29,748,429	27,676,367
Cultural and recreation	2,151,928	2,398,219	2,458,207
Education	26,186,821	28,927,009	29,700,156
Interest on long-term debt	2,174,838	1,312,337	1,604,188
Environmental protection	852,483	883,895	915,707
Economic and physical development	1,696,922	1,201,470	1,330,486
Total government activities expenses	<u>99,535,742</u>	<u>104,931,506</u>	<u>108,144,440</u>
Business-type activities:			
Solid waste disposal	4,422,152	4,503,860	4,552,742
EMS - EMS Net	11,233,893	12,766,445	12,510,315
Sewer	654,838	470,379	760,054
Jetport	1,050,842	1,117,726	1,249,400
Maxwell Center	-	37,073	1,181,564
Total business-type activities expenses	<u>17,361,725</u>	<u>18,895,483</u>	<u>20,254,075</u>
Total primary government expenses	<u>116,897,467</u>	<u>123,826,989</u>	<u>128,398,515</u>
<u>Program Revenues</u>			
Governmental Activities:			
Charges for services:			
General government	4,284,428	4,215,884	2,682,513
Public safety	2,182,244	3,410,822	5,629,317
Transportation	-	-	-
Human services	2,058,240	2,179,407	2,171,524
Culture and recreation	67,090	65,323	59,062
Environmental protection	7,194	5,275	9,311
Economic and physical development	-	-	-
Operating and capital grants, and contributions	25,552,030	18,726,600	19,491,424
Total governmental activities program revenues	<u>34,151,226</u>	<u>28,603,311</u>	<u>30,043,151</u>
Business-type activities:			
Charges for services:			
Solid waste disposal	4,505,640	4,505,640	5,074,382
EMS - EMS Net	7,668,760	7,668,760	7,934,981
Sewer	390,201	390,201	599,450
Jetport	603,961	603,961	738,578
Maxwell Center	1,537,039	1,537,039	1,243,600
Operating grants and contributions	2,491,345	2,491,345	2,676,981
Total business-type activities program revenues	<u>17,196,946</u>	<u>17,196,946</u>	<u>18,267,972</u>
Total primary government program revenues	<u>51,348,172</u>	<u>45,800,257</u>	<u>48,311,123</u>
<u>Net (Expense)/Revenue</u>			
Governmental activities	(65,384,516)	(76,328,195)	(78,101,289)
Business-type activities	(164,779)	(1,698,537)	(1,986,103)
Total primary government net expense	<u>\$ (65,549,295)</u>	<u>\$ (78,026,732)</u>	<u>\$ (80,087,392)</u>

Table 1-B

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$	14,113,920	\$ 14,957,710	\$ 15,003,046	\$ 16,004,509	\$ 19,274,069	\$ 21,881,390	\$ 22,331,519
	29,747,584	30,771,396	46,326,721	42,768,130	53,378,556	53,736,975	54,527,124
	401,409	444,493	216,595	487,403	493,520	405,484	364,782
	26,284,213	26,408,593	29,020,919	25,552,599	29,528,780	31,175,493	32,104,512
	2,559,040	2,528,812	2,728,431	2,574,396	2,952,180	3,337,306	3,371,874
	29,245,606	35,940,325	30,777,796	28,377,205	30,220,630	30,869,732	33,216,664
	1,554,463	1,484,537	2,302,473	2,367,500	2,223,525	5,641,606	5,947,316
	1,126,413	1,276,287	166,547	10,659	213,988	225,953	730,585
	1,991,925	5,852,543	3,031,739	2,913,894	2,973,234	4,596,268	3,644,013
	<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>	<u>156,238,389</u>
	4,564,560	5,081,978	5,638,128	5,130,774	6,255,215	6,834,748	6,875,877
	12,563,366	12,269,924	-	-	-	-	-
	852,243	719,211	935,340	807,738	963,882	733,638	-
	1,338,975	1,240,259	1,284,183	1,360,647	1,903,753	1,890,718	2,043,556
	1,727,393	1,888,906	2,061,675	2,629,271	2,857,477	2,897,343	2,979,791
	<u>21,046,537</u>	<u>21,200,278</u>	<u>9,919,326</u>	<u>9,928,430</u>	<u>11,980,327</u>	<u>12,356,447</u>	<u>11,899,224</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>	<u>168,137,613</u>
	3,913,478	2,126,043	2,835,583	2,271,719	3,639,530	3,639,530	842,929
	2,829,288	10,805,523	13,941,959	15,600,722	13,545,786	13,545,786	14,859,984
	-	105,674	116,880	120,396	93,256	93,256	4,772
	2,063,064	2,509,947	4,385,179	4,196,830	3,104,750	3,104,750	3,475,750
	41,912	206,488	202,360	213,865	252,698	252,698	290,099
	5,360	-	-	-	-	-	796,938
	-	72,641	84,917	2,078,220	161,313	161,313	1,449,100
	<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>34,327,423</u>	<u>36,972,534</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>	<u>55,124,756</u>	<u>58,692,106</u>
	5,140,008	5,133,692	5,374,209	6,038,101	7,055,637	7,055,637	6,635,717
	7,096,141	-	-	-	-	-	-
	558,672	712,703	632,874	647,869	729,404	729,404	-
	638,418	727,367	822,597	1,090,738	1,107,594	1,107,594	1,125,457
	1,123,683	845,228	1,169,535	1,424,516	1,366,513	1,366,513	1,429,242
	6,300,496	891,650	1,232,581	2,124,823	983,661	983,661	4,288,379
	<u>20,857,418</u>	<u>8,310,640</u>	<u>9,231,796</u>	<u>11,326,047</u>	<u>11,242,809</u>	<u>11,242,809</u>	<u>13,478,795</u>
	<u>53,087,873</u>	<u>51,654,361</u>	<u>49,994,308</u>	<u>89,579,445</u>	<u>66,367,565</u>	<u>66,367,565</u>	<u>72,170,901</u>
	(74,794,118)	(76,320,975)	(88,811,755)	(42,802,897)	(86,133,726)	(96,745,451)	(97,546,283)
	(189,119)	(12,889,638)	(687,530)	1,397,617	(737,518)	(1,113,638)	1,579,571
\$	<u>(74,983,237)</u>	<u>(89,210,613)</u>	<u>(89,499,285)</u>	<u>(41,405,280)</u>	<u>(86,871,244)</u>	<u>(97,859,089)</u>	<u>(95,966,712)</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>2016</u>	<u>2017</u>	<u>2018</u>
Governmental activities:			
Taxes:			
Property taxes	\$ 58,672,780	\$ 57,741,770	\$ 58,872,411
Local option sales tax	19,379,479	21,073,395	20,952,048
Other taxes and licenses	306,924	311,970	283,924
Investment earnings, unrestricted	80,801	164,342	622,168
Miscellaneous, unrestricted	421,945	190,526	242,115
Transfers	<u>(4,037,905)</u>	<u>(4,051,886)</u>	<u>(12,387,837)</u>
Total governmental activities	74,824,024	75,430,117	68,584,829
Business-type activities:			
Investment earnings, unrestricted	28,741	44,183	112,228
Miscellaneous, unrestricted	(461)	-	-
Transfers	<u>4,037,905</u>	<u>4,051,886</u>	<u>12,387,837</u>
Total business-type activities	<u>4,066,185</u>	<u>4,096,069</u>	<u>12,500,065</u>
Total primary government	<u><u>78,890,209</u></u>	<u><u>79,526,186</u></u>	<u><u>81,084,894</u></u>

Change in Net Position

Governmental activities	9,439,508	(898,078)	(9,516,460)
Business activities	3,901,406	2,397,532	10,513,962
Total primary government	<u><u>\$ 13,340,914</u></u>	<u><u>\$ 1,499,454</u></u>	<u><u>\$ 997,502</u></u>

Source: Annual audited financial statements of this entity.

Table 1-B

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 59,799,476	\$ 62,052,615	\$ 64,641,923	\$ 69,848,719	\$ 74,626,242	\$ 75,254,712	\$ 80,157,242
23,254,541	25,091,605	29,196,677	32,096,039	33,959,995	35,426,970	35,615,964
314,324	318,340	261,155	240,400	276,074	299,569	253,395
989,403	586,143	136,110	152,134	2,663,500	7,410,345	5,905,116
122,409	229,261	558,410	474,025	552,282	432,981	667,970
(6,832,220)	(5,055,778)	(1,431,259)	(2,058,556)	(2,095,868)	(2,457,734)	(6,283,277)
<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>	<u>116,316,410</u>
286,829	208,251	24,781	22,370	252,787	624,734	623,350
-	-	-	-	-	-	114,336.00
<u>6,832,220</u>	<u>5,055,778</u>	<u>1,439,372</u>	<u>2,058,556</u>	<u>2,095,868</u>	<u>2,457,734</u>	<u>6,283,277</u>
<u>7,119,049</u>	<u>5,264,029</u>	<u>1,464,153</u>	<u>2,080,926</u>	<u>2,348,655</u>	<u>3,082,468</u>	<u>7,020,963</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>	<u>123,337,373</u>
2,853,815	6,901,211	4,551,261	57,949,864	23,848,499	19,621,392	18,770,127
6,929,930	(7,625,609)	776,623	3,478,543	1,611,137	1,968,830	8,600,534
<u>\$ 9,783,745</u>	<u>\$ (724,398)</u>	<u>\$ 5,327,884</u>	<u>\$ 61,428,407</u>	<u>\$ 25,459,636</u>	<u>\$ 21,590,222</u>	<u>\$ 27,370,661</u>

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund				
Restricted for:				
Stabilization by State Statute	\$ 6,564,718	\$ 9,428,553	\$ 6,465,996	\$ 7,432,110
Future debt payments, QSCB	4,287,311	5,359,241	6,431,278	7,503,421
Public schools	5,767,329	7,268,541	6,158,969	5,342,094
Law enforcement	82,237	69,309	156,159	124,896
Tax revaluation	899,701	904,008	758,020	533,621
Court facilities	-	-	16,900	-
Economic development	35,459	-	-	-
Grants	235,736	119,007	67,205	37,392
Committed for:				
LEO Pension	947,742	-	-	-
Future capital projects	32,000	1,258,000	1,294,968	1,097,207
Community College	704,925	445,566	169,497	989,782
Public schools	2,536,751	2,178,268	1,585,298	1,516,675
Assigned for:				
Subsequent year's expenditures	1,549,268	766,743	310,198	719,611
Donations	1,200	31,244	-	40,262
Unassigned	34,806,329	29,456,661	22,023,497	18,689,670
Total general fund	<u>58,450,706</u>	<u>57,285,141</u>	<u>45,437,985</u>	<u>44,026,741</u>
All Other Governmental Funds				
Non-spendable:				
Senior Center-principal	7,100	7,100	7,100	7,100
Restricted for:				
Stabilization by State Statute	442,256	264,872	398,090	1,709,716
Fire protection	4,651	7,249	285	3,159
Public schools	2,082,730	23,234,194	14,763,436	4,443,300
Capital improvements	-	2,626,905	57,396	169,385
Public safety	1,616,170	478,344	1,349,810	1,576,952
Debtors	-	-	-	-
Community development	82,789	90,869	-	-
Transportation	-	-	28,240	374,708
Court facilities	-	-	-	-
Grants	-	-	-	-
Opioid settlement	-	-	-	-
Health services	6	26	170	189
Committed for:				
Future capital projects	4,705,007	7,701,140	10,396,237	10,509,086
Community college	-	-	-	-
Assigned for:				
Subsequent year's expenditures	-	-	-	-
Donations	-	-	-	-
Unassigned	-	-	-	-
Total all other governmental funds	<u>\$ 8,940,709</u>	<u>\$ 34,410,699</u>	<u>\$ 27,000,764</u>	<u>\$ 18,793,595</u>

Source: Annual audited financial statements of this entity.

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$	10,190,047	\$ 12,220,676	\$ 17,624,490	\$ 17,042,897	\$ 14,636,449	15,923,362
	8,575,674	9,648,030	10,720,497	11,793,069	12,865,751	13,938,538
	2,030,530	1,505,735	3,224,972	5,815,494	7,371,122	8,748,249
	168,267	175,352	355,076	407,889	220,282	133,794
	565,677	546,273	524,715	516,984	491,358	334,645
	-	-	-	-	-	-
	-	-	4,929,568	10,640,741	9,177,532	7,950,089
	318,881	172,310	192,145	612,278	67,485	1,656,489
	-	-	-	-	-	-
	-	-	-	-	-	1,409,080
	20,915	37,873	40,494	680,263	928,280	221,484
	1,177,099	1,506,696	-	-	-	-
	241,806	1,158,643	2,122,032	4,615,444	3,552,768	3,672,114
	47,157	-	15,000	71,592	109,958	-
	13,345,076	39,636,183	30,309,843	20,982,580	39,610,287	37,233,385
	<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>	<u>91,221,229</u>
	7,100	7,600	8,600	8,600	8,600	8,600
	1,540,382	1,285,740	1,088,109	717,979	842,650	-
	2,398	39,340	39,771	50,305	76,879	462,548
	2,730,889	1,154,542	1,463,863	23,794,884	1,538,648	3,798,533
	372,158	-	-	-	-	-
	2,030,092	1,168,312	884,959	42,460,465	1,236,425	976,653
	-	-	-	34,322,444	32,987,660	17,696,897
	7,557	-	-	-	-	-
	398,283	464,708	479,079	485,986	480,697	768,866
	-	-	-	-	12,514	17,421
	-	1,238	11,970	699,320	2,092,777	1,155,667
	-	-	-	10,564	2,586,340	3,201,893
	280	73,868	79,483	-	77,556	60,478
	8,677,129	5,997,703	19,943,994	15,304,776	15,898,770	21,267,061
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
\$	<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>	<u>49,414,617</u>

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues				
Property taxes	\$ 58,611,538	\$ 57,873,488	\$ 58,783,137	\$ 59,700,310
Sales and miscellaneous taxes	19,486,558	20,985,491	21,107,894	25,299,702
Other taxes and licenses	586,345	582,477	552,138	541,101
Licenses and permits	2,115,803	2,260,700	2,241,981	2,305,821
Unrestricted intergovernmental	799,519	642,827	595,438	461,815
Restricted intergovernmental	25,570,656	23,439,360	19,419,311	20,714,942
Charges for services	3,882,954	3,456,995	5,305,173	5,345,270
Investment earnings	76,805	157,371	650,832	1,014,569
Miscellaneous	1,941,563	1,340,810	1,129,108	1,578,945
Opioid settlement funds	-	-	-	-
Client account income	-	-	-	-
Payments from other municipalities	190,955	210,656	210,366	210,077
Total revenues	<u>113,262,696</u>	<u>110,950,175</u>	<u>109,995,378</u>	<u>117,172,552</u>
Expenditures				
General government	12,029,395	12,140,294	12,696,719	12,061,266
Public safety	23,514,436	26,539,211	26,649,302	28,220,163
Transportation	223,495	343,488	2,204,696	386,776
Human services	30,398,607	29,390,247	27,986,240	27,388,883
Cultural and recreational	2,181,044	2,388,494	2,427,910	2,537,030
Education	24,538,805	26,835,179	27,299,175	26,920,372
Economic and physical development	1,772,339	1,510,719	1,947,853	4,369,580
Capital outlay	20,461,562	5,558,304	8,419,620	10,551,952
Debt service:				
Principal	4,308,703	4,279,692	5,019,267	5,049,747
Interest and other charges	2,073,005	1,734,533	2,483,574	2,447,434
Total expenditures	<u>121,501,391</u>	<u>110,720,161</u>	<u>117,134,356</u>	<u>119,933,203</u>
Excess of revenues				
over (under) expenditures	(8,238,695)	230,014	(7,138,978)	(2,760,651)
Other Financing Sources (Uses)				
Issuance from long-term debt	-	-	-	-
Issuance from SBITA/lease financing	-	-	-	-
Transfers from other funds	590,001	7,001,682	6,568,119	641,673
Transfers to other funds	(5,229,354)	(11,057,292)	(18,963,786)	(7,551,133)
Permanent fund donation	5,000	-	-	-
Issuance of debt	971,527	28,005,133	-	-
Sale of capital assets	414,351	124,892	277,443	51,796
Total other financing sources (uses)	<u>(3,248,475)</u>	<u>24,074,415</u>	<u>(12,118,224)</u>	<u>(6,857,664)</u>
Net change in fund balances	\$ <u>(11,487,170)</u>	\$ <u>24,304,429</u>	\$ <u>(19,257,202)</u>	\$ <u>(9,618,315)</u>
Debt service as a percentage of				
noncapital expenditures	6.3%	5.7%	6.9%	7.1%

Source: Annual audited financial statements of this entity.

Table 1-D

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$	61,947,311	\$ 64,777,343	\$ 69,875,885	\$ 74,586,678	\$ 75,237,539	\$ 80,235,962
	25,265,261	28,663,508	32,104,621	33,875,817	35,578,704	35,632,730
	523,216	534,310	1,857,110	1,760,800	1,427,884	1,679,475
	2,739,881	3,029,219	1,995,270	1,969,946	2,082,621	2,260,475
	657,955	1,533,607	2,226,188	792,802	731,317	591,084
	23,586,511	22,086,490	18,061,231	52,908,100	32,791,846	36,807,453
	4,741,164	14,070,895	17,203,610	19,079,396	15,567,439	17,583,912
	664,534	80,092	107,671	2,564,817	7,263,402	5,759,383
	1,371,258	2,219,098	2,623,276	3,824,921	2,131,310	3,270,999
	-	-	-	-	2,526,538	1,011,369
	-	225,411	284,602	461,232	390,759	399,663
	59,444	63,981	20,635	10,540	-	-
	<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>	<u>185,232,505</u>
	13,036,811	13,721,176	13,429,401	19,081,286	22,169,761	17,898,206
	28,773,357	41,221,937	42,876,594	50,083,693	49,092,293	51,976,816
	430,519	220,785	478,367	472,952	430,666	377,796
	25,750,258	26,398,199	26,524,812	28,533,780	30,768,747	33,192,704
	2,368,228	2,480,640	2,701,527	2,836,872	3,306,239	3,218,866
	33,669,871	29,213,559	27,963,903	29,808,806	31,392,526	41,502,576
	7,474,373	2,456,432	2,782,884	5,044,019	5,759,150	3,136,134
	9,318,264	5,893,797	2,433,337	45,587,535	59,480,008	20,210,678
	3,674,484	3,303,000	4,410,497	4,827,094	9,788,478	9,332,501
	2,370,220	2,270,536	2,343,330	2,221,661	5,709,560	5,375,508
	<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>	<u>186,221,785</u>
	(5,309,850)	10,103,893	20,415,447	3,337,351	(42,168,069)	(989,280)
	-	-	-	94,648,000	-	-
	-	-	293,646	925,928	379,365	186,972
	13,414,433	15,784,044	28,445,641	31,258,293	30,195,929	13,165,158
	(18,640,744)	(17,215,892)	(30,429,668)	(33,354,162)	(32,631,914)	(19,231,718)
	-	500	1,000	-	-	-
	-	9,930,468	-	-	-	-
	163,223	313,552	214,031	33,339	60,925	46,331
	<u>(5,063,088)</u>	<u>8,812,672</u>	<u>(1,475,350)</u>	<u>93,511,398</u>	<u>(1,995,695)</u>	<u>(5,833,257)</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>	<u>\$ (6,822,537)</u>
	5.3%	4.6%	5.5%	3.8%	7.4%	8.3%

Table 2-A

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
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
2025		6,875,738	2,320,617	601,032	8,595,323	635,658	9,230,981	0.768

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,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Wayne County (Note 2)	0.626	0.768	0.743	0.743	0.708	0.664	0.664	0.664	0.664	0.664
Municipality Rates:										
City of Goldsboro	0.690	0.825	0.730	0.680	0.680	0.650	0.650	0.650	0.650	0.650
Town of Mount Olive	0.750	0.750	0.670	0.670	0.680	0.640	0.640	0.640	0.640	0.640
Town of Seven Springs	0.590	0.540	0.540	0.540	0.540	0.540	0.540	0.540	0.540	0.540
Town of Fremont	0.590	0.700	0.680	0.680	0.680	0.670	0.660	0.650	0.650	0.650
Town of Pikeville	0.540	0.690	0.690	0.690	0.690	0.690	0.690	0.690	0.690	0.600
Town of Eureka	0.530	0.750	0.750	0.750	0.750	0.750	0.750	0.750	0.750	0.750
Village of Walnut Creek	0.400	0.480	0.480	0.480	0.420	0.420	0.420	0.420	0.420	0.380
Fire Districts:										
Antioch Fire District	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.080	0.080
Arrington Fire District	0.080	0.076	0.076	0.076	0.076	0.076	0.076	0.076	0.076	0.076
Belfast Fire District	0.070	0.057	0.057	0.057	0.057	0.057	0.057	0.057	0.057	0.057
Boon Hill Fire District	0.090	0.080	0.080	0.080	0.080	0.050	0.050	0.050	0.050	0.050
Dudley Fire District	0.075	0.080	0.063	0.063	0.063	0.063	0.063	0.063	0.063	0.063
Elroy Fire District	0.065	0.060	0.060	0.060	0.060	0.063	0.063	0.063	0.063	0.063
Grantham Fire District	0.085	0.069	0.069	0.069	0.069	0.069	0.069	0.069	0.069	0.069
Indian Springs Fire District	0.080	0.070	0.060	0.060	0.060	0.060	0.060	0.060	0.060	0.060
Jordan Chapel Fire District	0.085	0.060	0.060	0.060	0.060	0.061	0.061	0.061	0.061	0.061
Little River Fire District	0.075	0.080	0.080	0.080	0.080	0.080	0.080	0.080	0.080	0.080
Mar Mac Fire District	0.070	0.070	0.060	0.060	0.060	0.060	0.060	0.060	0.060	0.060
Moseley Hall Fire District	0.090	0.040	0.040	0.040	0.040	0.040	0.040	0.040	0.040	0.040
Nahunta Fire District	0.080	0.080	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070
New Hope Fire District	0.075	0.080	0.075	0.075	0.075	0.075	0.075	0.075	0.075	0.063
Northeast Wayne Fire District	0.085	0.080	0.080	0.080	0.080	0.080	0.080	0.080	0.080	0.080
Northern Wayne Fire District	0.080	0.070	0.070	0.070	0.070	0.070	0.053	0.053	0.053	0.053
Oakland Fire District	0.080	0.070	0.070	0.063	0.063	0.063	0.063	0.063	0.063	0.063
Patetown Fire District	0.075	0.063	0.063	0.063	0.063	0.063	0.063	0.063	0.063	0.070
Pleasant Grove Fire District	0.075	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	0.080	0.060	0.060	0.060
Pricetown Fire District	0.090	0.053	0.053	0.053	0.053	0.053	0.053	0.053	0.053	0.053
Rosewood Fire District	0.070	0.065	0.055	0.055	0.055	0.055	0.055	0.055	0.055	0.055
Saulston Fire District	0.070	0.075	0.075	0.075	0.075	0.075	0.075	0.075	0.060	0.060
Seven Springs Fire District	0.090	0.050	0.040	0.040	0.040	0.040	0.040	0.040	0.040	0.040
Smith Chapel Fire District	0.090	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070	0.070
Thoroughfare Fire District	0.085	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	0.070	0.045	0.045
Downtown Special Service District	0.156	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	2025			2016		
		Assessed Value	Rank	Percentage of Total Assessed Value	Assessed Value	Rank	Percentage of Total Assessed Value
Duke Progress Energy	Electric/Utility	\$ 469,620,841	1	5.15%	\$ 530,012,188	1	6.84%
Mount Olive Pickle, Inc.	Pickle Processing	114,175,184	2	1.25%	51,140,874	3	0.47%
Piedmont Natural Gas	Gas/Utility	79,207,133	3	0.87%	46,969,283	4	0.47%
Georgia Pacific Corporation	Wood Processing	77,623,546	4	0.85%	53,212,485	2	0.48%
Case Farms Processing, Inc.	Poultry Prod/Processing	70,499,675	5	0.77%	44,998,791	5	0.45%
Walmart Stores East LP	Retail Stores	37,169,364	6	0.41%	31,167,327	7	0.39%
Tri-County EMC	Electric/Utility	26,017,589	7	0.29%	26,753,903	8	0.36%
Franklin Baking	Baking Manufacturer	25,877,337	8	0.28%			
Bobby Denning Properties, LLC	Real Estate	24,471,650	9	0.27%			
Spectrum SE LLC-Time Warner	Telephone/Utility	23,456,694	10	0.26%			
Cooper-Standard Automotive, Inc.	Auto Parts Manufacturer				34,695,588	6	0.40%
BellSouth Telephone Company	Telephone/Utility				24,008,915	9	0.33%
Berkeley Mall, LLC	Retail Stores				22,625,900	10	0.31%
Total		\$ <u>948,119,013</u>		<u>10.40%</u>	\$ <u>865,585,254</u>		<u>10.50%</u>

Source: Tax Assessor of Wayne County.

Table 2-D

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
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%
2025	64,472	63,513	98.51%	956	64,469	100.00%

Source: Original levy as reported by the Tax Assessor for the entity.

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Table 2-E

Wayne County, North Carolina
Taxable Sales by Category
Last Ten Fiscal Years
(in thousands of dollars)

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Apparel stores	\$ 45,938	\$ 47,334	\$ 47,569	\$ 51,624	\$ 49,391	\$ 68,167	\$ 73,180	\$ 86,249	\$ 81,238	\$ 84,882
Automotive	91,737	98,760	95,839	100,684	106,059	116,625	124,368	134,863	139,152	141,001
Food	215,165	214,756	219,211	234,088	232,880	257,750	282,292	303,077	318,141	321,568
Furniture	38,649	40,616	43,656	54,660	52,541	48,364	49,379	48,489	49,570	44,888
General merchandise	352,116	380,903	362,419	388,098	414,840	505,709	524,084	550,370	581,607	591,406
Lumber and building material	103,803	114,143	120,676	134,567	148,613	155,674	167,394	183,359	200,686	198,394
Unclassified	244,945	265,501	275,256	298,311	325,442	369,497	416,052	426,751	449,996	461,496
Total	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	1,843,635
1% Tax	-	-	-	-	-	-	-	-	-	-
2%, 2.5%, 3%, 4.75% Tax	7,035	6,975	9,148	10,176	13,759	15,439	20,132	22,501	22,186	22,192
Total Taxable Sales	\$ 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	\$ 1,865,827
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%

Wayne County, North Carolina
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Governmental Activities					
	General Obligation Bonds	Limited Obligation Bonds	Certificates of Participation	Installment Purchase Contracts	Promissory Notes Payable	SBITA & Leases Payable
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	-	648
2024	-	14,220	-	133,136	-	653
2025	-	14,060	-	125,416	-	515

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

Table 3-A

Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
Limited Obligation Bonds	Installment Purchase Contracts	Promissory Notes Payable	SBITA & Leases Payable			
\$ -	\$ 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	-	421	168,126	4.96%	1,433
9,120	734	-	315	158,178	4.57%	1,319
7,560	502	-	231	148,284	4.28%	1,232

Wayne County, North Carolina
Ratios of General Bonded Debt Outstanding and Legal Debt Margin
Last Ten Fiscal Years
(amounts expressed in thousands)

	2016	2017	2018	2019
General bonded debt outstanding				
General obligation bonds	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Assessed value	8,128,442	8,232,459	8,304,811	8,424,537
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	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net debt applicable to debt limit	-	-	-	-
Legal debt limit - eight percent (8%) of assessed valuation	<u>650,275</u>	<u>658,597</u>	<u>664,385</u>	<u>673,963</u>
Legal debt margin	\$ <u><u>650,275</u></u>	\$ <u><u>658,597</u></u>	\$ <u><u>664,385</u></u>	\$ <u><u>673,963</u></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.

Table 3-B

2020	2021	2022	2023	2024	2025
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
-	-	-	-	-	-
8,771,026	9,103,769	9,276,833	9,467,769	9,565,799	9,844,586
0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
0.00	0.00	0.00	0.00	0.00	0.00
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>701,682</u>	<u>728,302</u>	<u>742,147</u>	<u>757,422</u>	<u>765,264</u>	<u>787,567</u>
\$ <u><u>701,682</u></u>	\$ <u><u>728,302</u></u>	\$ <u><u>742,147</u></u>	\$ <u><u>757,422</u></u>	\$ <u><u>765,264</u></u>	\$ <u><u>787,567</u></u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Table 3-C

Wayne County, North Carolina
Direct and Overlapping Governmental Activities Debt
As of June 30, 2025
(amounts expressed in thousands)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Direct Bonded Debt			
Wayne County	\$ -	100%	\$ -
Overlapping Bonded Debt			
Goldsboro	41,453	100%	41,453
Fremont	496	100%	496
Town of Mount Olive	5,939	100%	5,939
Pikeville	2,051	100%	2,051
Subtotal, overlapping debt			49,939
Other debt			
Limited Obligation Bonds	14,562	100%	14,562
Installment Purchase Contracts	125,918	100%	125,918
Promissory Notes Payable	-	100%	-
Leases & SBITA Payable	-	100%	684,810
Total direct and overlapping debt			\$ 875,229

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.

Table 4-A

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)
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
2025	120,338	N/A	40,705	17,372	3.9%	1,865,827

(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

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

Name of Taxpayer	Type of Business	2025			2016		
		Number of Employees	Rank	% of Total County Employment	Number of Employees	Rank	% of Total County Employment
Seymour Johnson Air Force Base	Military Base	5,259	1	10.81%	6,482	1	13.89%
Wayne County Public Schools	Public Education	2,128	2	4.37%	2,997	2	6.42%
Wayne UNC Healthcare	Health Care	1,700	3	3.49%	1,685	3	3.61%
O'Berry Center	State Center for Handicapped	1,500	4	3.08%	756	8	1.62%
Mount Olive Pickle Company, Inc.	Pickle Production (seasonal)	1,300	5	2.67%	674	9	1.44%
Walmart/Sam;s Club	Merchandise Retailer	1,250	6	2.57%			
Case Farms Processing, Inc.	Poultry Processing	1,201	7	2.47%	1,081	5	2.32%
County of Wayne	Local Government (full & part-time)	1,000	8	2.06%	1,112	4	2.38%
Wayne Community College	Public Education	550	9	1.13%			
City of Goldsboro	Local Government (full & part-time)	500	10	1.03%			
Cherry Hospital	State Psychiatric Hospital				997	6	2.14%
Goldsboro Milling Company	Turkey Feed Products				800	7	1.71%
Cooper Standard Automotive Co.	Auto Parts Manufacturer				789	9	1.69%
Georgia Pacific	Wood Manufacturer				559	10	1.20%
Total		16,388		33.68%	17,932		38.42%
Total County Employment		48,660			46,679		

Source: Wayne County Development Alliance, Inc.

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

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government										
Board of commissioners	7	7	7	7	7	7	7	7	7	7
County manager	4	5	4	4	4	4	4	4	4	4
Finance	9	9	9	9	10	12	11	11	12	12
Human resources	4	4	4	4	4	4	4	6	9	12
Tax administration	15	15	16	15	14	15	14	14	15	16
GIS	2	2	2	2	2	2	2	2	2	2
County attorney	1	1	2	2	3	3	3	1	1	2
Court facility	2	2	2	4	4	3	-	-	-	-
Public affairs	2	2	3	3	3	3	2	2	2	2
Board of elections	5	5	4	4	4	5	7	7	5	9
Register of deeds	8	8	8	7	8	9	7	8	8	8
Central services	2	2	2	2	2	1	2	2	2	1
IT department	10	10	11	14	14	16	14	14	12	12
Building and grounds	37	38	39	40	40	42	38	40	40	40
Public safety										
Sheriff	119	127	128	151	120	132	124	121	127	127
Detention center	80	94	103	103	99	107	98	94	104	108
Day reporting	6	6	6	6	6	7	5	5	6	6
NC school resource officers	12	12	11	16	17	18	18	18	20	19
Emergency management	38	38	38	32	33	26	32	32	32	30
Inspections	7	7	7	7	7	8	7	7	7	7
Animal control	13	14	15	15	15	13	12	12	14	15
EM telephone	1	1	-	-	-	-	3	4	2	3
622 EMS	107	108	110	110	106	124	120	120	121	124
Wayne Net	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	-	-
Economic and physical development										
Economic development	3	3	4	4	4	2	-	1	1	1
Cooperative extension	2	3	3	2	2	3	3	3	3	2
Soil and water conservation	4	4	4	4	4	3	4	4	4	4
Environmental protection										
Planning	3	4	5	5	5	5	4	4	5	6

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

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Education										
Library	34	36	36	36	35	36	34	34	34	35
Literacy connection	3	3	3	3	3	3	3	3	3	3
Human services										
4-H	10	10	5	3	3	-	1	1	-	-
Veterans	3	3	3	3	3	3	3	3	4	4
Senior citizens	15	16	17	16	16	17	16	17	16	15
Social services	201	232	218	194	207	215	165	154	157	164
Health	117	117	114	111	106	110	88	91	95	93
Utilities										
Solid waste	45	45	45	45	47	51	44	45	46	46
Genoa sewer	1	1	1	1	1	-	-	-	-	-
Convention Center										
Maxwell	-	3	3	5	7	7	6	8	8	9
Internal Service Fund										
Fleet Management	2	2	2	2	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	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Inspections department										
Building permits issued	548	622	543	587	873	886	1,005	840	1,295	1,039
Building inspections conducted	3,836	7,101	6,721	6,742	9,603	8,764	9,456	8,993	10,114	12,370
Sheriff										
Arrests	4,560	5,041	4,503	4,793	4,335	3,973	4,503	3,423	4,120	3,818
Citations	7,502	5,225	3,420	2,787	2,396	1,248	1,163	1,003	1,450	1,154
Fire										
Inspections	174	92	91	104	110	113	101	105	119	116
Permits	110	110	107	124	135	92	82	130	90	76
EMS										
Calls	18,391	18,725	19,520	20,084	20,074	21,328	21,731	22,523	23,447	24,687
EMS Non-emergency										
Calls	6,514	12,832	11,916	20,262	6,198	N/A	N/A	N/A	N/A	N/A
Solid waste disposal										
MSW (tons)	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	109,428.17
C&D (tons)	17,370.40	21,291.25	22,230.89	34,458.59	35,802.03	29,949.40	27,468.79	28,296.06	25,250.26	25,033.61
Storm debris (tons)	-	12,526.36	2.93	5,770.15	2.39	19.57	21.25	19.78	104.13	129.74
Recycle (tons)	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	5,605.90
Tires (count)	1,971	2,145	2,163	2,222	2,403	2,444	2,458	2,493	2,412	2,337
Oil (gallons)	16,750	16,250	24,500	22,500	18,192	18,850	19,247	14,877	28,825	34,331
Batteries (count)	-	-	-	2	2	2	6	8	9	12
Jail										
Inmates admitted (average)	579	545	538	4,300	3,643	2,642	7,428	6,018	3,423	3,518
Inmates (daily average)	220	395	363	370	363	313	356	344	1,003	293
Department of social services										
Adult medicaid (active cases)	100,551	140,143	145,302	138,255	136,059	131,791	131,780	132,871	147,047	141,135
Family and childrens medicaid (active cases)	255,350	331,271	347,251	294,236	313,435	274,117	260,400	287,802	374,508	376,279
Food stamps (active cases)	143,720	163,359	133,931	129,365	121,385	141,394	153,123	145,798	149,526	133,961
Children in foster care (avg per month)	38	56	72	64	57	40	32	41	562	761
Children in DSS custody (avg per month)	89	124	118	107	88	64	63	72	68	85
Day care (children served)	13,532	12,898	12,898	13,125	11,419	10,816	11,135	12,270	11,928	10,519
Child support (collections)	\$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)	2,858	3,506	3,690	3,278	2,565	2,221	1,911	1,738	2,726	2,174
Reception services (clients seen)	52,173	52,081	54,640	47,140	32,650	13,815	14,459	25,668	40,442	40,534
Health department										
TB (clients seen)	340	385	552	815	927	195	1,182	1,429	1,084	879
Communicable disease/STD (client visits)	3,508	3,143	2,573	2,721	2,271	400	1,069	1,098	1,700	822
Pharmacy (prescriptions filled)	4,189	4,448	4,496	3,384	3,678	2,676	3,688	3,544	3,572	2,915
BCCCP (client visits)	274	293	182	216	143	155	237	186	181	201
Wisewoman (client visits)	129	134	81	26	36	30	N/A	N/A	N/A	N/A
HIV/AIDS (tests)	2,181	3,780	1,723	3,448	2,539	1,943	2,466	2,496	2,232	2,020
Dental (client visits)	1,860	517	801	338	527	636	-	-	40	100
Immunizations (administered)	4,381	4,672	4,182	5,078	3,688	1,894	1,847	4,786	6,357	3,069
Lab (tests)	39,979	43,008	43,297	40,197	30,648	22,164	31,273	27,365	20,568	28,711
Environmental health (onsite inspections)	1,235	1,169	1,289	1,920	2,047	2,225	2,383	2,678	1,853	2,658
Environmental health (restaurant inspections)	1,231	1,081	1,227	1,380	776	1,456	1,620	1,856	1,883	1,873
WIC (caseloads)	4,387	4,152	3,916	3,952	4,207	4,118	4,118	4,508	4,961	4,961
Total prenatal visits	6,634	5,936	6,286	6,810	6,698	5,369	6,948	6,875	6,992	5,533

Table 5-B

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

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Health department, continued										
Post partum home assessments	387	280	391	261	171	407	510	N/A	N/A	N/A
Family planning visits	2,658	5,184	5,083	3,828	4,088	3,808	3,711	3,430	3,410	3,664
Health Education/H.P. (persons reached)	20,992	11,432	2,312	2,990	3,016	1,091	1,204	318	2,348	3,280
4-H										
Elementary afterschool enrollment	238	60	158	133	191	-	-	-	-	-
Middle school afterschool enrollment	126	50	45	-	-	-	-	-	-	-
Elementary afterschool sites	9	6	8	4	4	-	-	-	-	-
Middle school afterschool sites	2	1	1	-	-	-	-	-	-	-
4H volunteer hours	4,400	4,819	4,818	1,406	-	-	-	-	-	-
Youth workshop attendance	1,440	1,052	2,849	1,247	-	-	-	-	-	-
Cooperative extension										
Workshop attendance	16,738	32,737	13,069	15,312	14,137	23,385	12,731	11,345	11,215	8,188
Extension training (farmers)	3,550	4,162	2,968	2,591	3,137	928	2,273	1,162	2,372	2,186
Home horticulture class attendance	2,071	2,099	1,177	2,466	2,461	380	541	1,227	332	664
Master gardeners volunteer hours	2,372	2,199	2,401	2,591	2,818	552	1,195	2,400	1,338	886
Equine training participants	-	-	-	-	-	-	-	-	-	-
Family and consumer science nutrition and wellness training attendance	1,215	2,721	794	2,241	1,936	1,645	3,533	4,994	1,025	430
Extension and community association volunteer hours	9,000	9,800	7,856	9,259	4,874	998	1,432	17,461	23,597	8,412
Tax										
% of collections	97.77%	97.78%	98.10%	98.10%	98.06%	98.38%	98.45%	98.48%	98.37%	98.51%
Real estate parcels	65,721	61,080	66,308	66,494	66,909	67,917	67,785	68,418	68,567	69,238
Real property value	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	6,879,368,547
Personal property value	1,360,313,955	1,326,370,989	1,608,666,874	687,656,540	718,204,126	746,177,941	766,323,296	791,653,404	855,737,240	874,575,070
Licensed vehicles value (New VTS System)	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	1,356,810,075
Airport										
Gallons-Aviation gas sold (yearly)	50,782	55,182	64,691	63,577	45,340	57,107	50,777	54,749	65,224	85,386
Gallons-Jet A fuel sold (yearly)	48,825	76,694	90,910	81,685	61,069	64,105	74,081	94,841	95,483	89,666
Total transient flights (yearly)	627	482	563	357	1,104	557	576	726	730	10,173
Library										
Number of branches	4	4	4	4	4	4	3	3	3	3
Number of hours open to public	8,122	8,122	8,104	8,128	6,185	8,260	8,148	8,166	7,961	8,380
Total book & serial volumes	137,849	133,083	129,310	133,465	142,072	144,348	122,461	117,395	125,199	118,947
Total circulation	288,742	264,274	253,177	242,214	163,011	193,727	203,735	244,121	247,755	344,874
Number of persons entering library	280,344	260,598	235,677	211,057	136,557	95,555	114,113	119,281	142,766	158,002
Total childrens program attendance	16,704	20,521	24,368	20,572	10,133	3,381	10,038	26,098	14,530	13,937
Total adult program attendance	3,827	4,019	3,632	3,543	1,964	1,860	4,310	3,897	4,777	6,708

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	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government										
Buildings and grounds										
Building values	\$ 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	\$ 230,067,520
Contents value	\$ 17,473,912	\$ 25,384,499	\$ 27,896,313	\$ 28,062,313	\$ 27,771,313	\$ 43,719,070	\$ 44,375,130	\$ 48,559,720	\$ 48,559,720	\$ 62,959,770
Sheriff										
Patrol units	135	138	148	148	150	150	150	180	203	192
Canine units	5	5	6	6	7	7	7	7	6	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	10	10	11	11	11	11	11	11
Ambulances	16	18	16	16	17	21	19	19	19	18
Difibrillator	16	11	9	13	17	14	17	17	17	24
WayneNet										
Stations	3	3	2	2	1	-	-	-	-	-
Ambulances	8	8	11	16	12	-	-	-	-	-
Difibrillator	1	1	2	13	1	-	-	-	-	-
Wastewater										
Sanitary sewers (miles)	9.0	4.3	4.3	4.3	4.3	4.3	4.3	4.3	4.3	4.3
Treatment capacity (gal)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Avg daily containment	23,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Pump stations	2	1	1	1	1	1	1	1	1	1
Solid Waste Disposal										
Sanitation trucks	5	4	4	4	4	4	6	6	7	6
Department of Social Services										
Vehicles	8	11	10	10	10	10	11	9	9	9
Info Technology Services										
Servers	52	66	48	48	48	53	55	43	54	50
Computers	427	401	559	901	1,136	1,174	1,184	1,056	1,032	1,280
Laptops	260	131	184	288	354	416	487	503	611	600
Thin Clients	470	469	598	542	323	-	-	-	-	-
4-H										
Vehicles	3	3	2	3	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

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**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, 2025, 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 December 12, 2025. 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

December 12, 2025

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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, 2025. 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, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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, Brashear & Uzzell, PA

Goldsboro, North Carolina
December 12, 2025

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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, 2025. 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, 2025.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Single Audit Implementation Act.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, Brashear & Uzzell, PA

Goldsboro, North Carolina
December 12, 2025

Wayne County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness identified?	_____ Yes	___ <u>X</u> ___ No
Significant Deficiency identified that is not considered to be material weaknesses	_____ Yes	___ <u>X</u> ___ None reported
Noncompliance material to financial statements noted	_____ Yes	___ <u>X</u> ___ No

Federal Awards

Internal control over major federal programs:

Material weakness identified?	_____ Yes	___ <u>X</u> ___ No
Significant Deficiencies identified that are not considered to be material weaknesses	_____ Yes	___ <u>X</u> ___ 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	___ <u>X</u> ___ No
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Identification of major federal programs:

<u>UAL#</u>	<u>Program Name</u>
93.778	Medical Assistance Program - Administrative Funds
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)
93.994	Maternal and Child Health Services Block Grant to the States
	DSS Crosscutting Requirements

Dollar threshold used to distinguish between Type A and Type B Programs	\$750,000
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Auditee qualified as low-risk auditee?	___ <u>X</u> ___ Yes	_____ No
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Wayne County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

State Awards

Internal control over major State programs:

Material weakness identified?	<u> </u> Yes	<u> X </u> No
Significant Deficiency(s) identified that are not considered to be material weaknesses	<u> </u> Yes	<u> X </u> None reported
Noncompliance material to State awards	<u> </u> Yes	<u> X </u> 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	<u> </u> Yes	<u> X </u> No
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Identification of major State programs:

Program Name

COM-2	State Budget and Management - Special Appropriations
	School Resource Officer Program
	DSS Crosscutting Requirements

Wayne County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

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, 2025

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, 2025

No Prior Year Findings

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

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
Federal Awards:						
<u>U.S. Dept. of Agriculture</u>						
<u>Food and Nutrition Service</u>						
Passed-through the N.C. Dept. of Health and Human Services:						
Division of Social Services:						
Administration:						
<u>Supplemental Nutrition Assistance Program (SNAP) (Note 5):</u>						
SNAP Administrative	10.561		\$ 1,452,848	\$ 605	\$ -	\$ 1,452,243
SNAP Fraud Administration	10.561		176,783	-	-	176,783
Total SNAP			<u>1,629,631</u>	<u>605</u>	<u>-</u>	<u>1,629,026</u>
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)	10.557		955,321	-	-	123,880
Total U.S. Dept. of Agriculture			<u>2,584,952</u>	<u>605</u>	<u>-</u>	<u>1,752,906</u>
<u>U.S. Environmental Protection Agency</u>						
Passed-through the N.C. Division of Soil and Water						
Soil Conservation						
Total U. S. Environmental Protection Agency	10.761		<u>30,416</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Justice</u>						
<u>Department of Homeland Security</u>						
<u>Department of Justice</u>						
Comprehensive Opiod, Stimulant, and Substance Use Program	16.838		197,394	-	-	-
State Criminal Alien Assistance Program	16.606		2,835	-	-	77,948
Joint Law Enforcement Operations	16.111		8,583	-	-	-
Passed Through City of Goldsboro						
Joint Law Enforcement Operations	16.111		18,228	-	-	-
Total U. S. Department of Justice			<u>227,040</u>	<u>-</u>	<u>-</u>	<u>77,948</u>
<u>U.S. Dept. of Housing and Urban Development</u>						
Passed-through N. C. Dept. of Commerce:						
Division of Community Assistance						
Community Development Block Grant - NC Small Cities CDBG	14.228	8-16-DL-37-0001	11,000	-	-	-
Total U.S. Dept. of Housing and Urban Development			<u>\$ 11,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

<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>U. S. Department of Homeland Security</u>						
Passed-through N.C. Dept. of Public Safety:						
Division of Emergency Management						
Disaster Grants - Presidentially Declared	97.042		\$ 85,777	\$ -	\$ -	\$ 128,245
FEMA - Public Assistance Program	97.036		8,482	-	-	-
Total U. S. Department of Homeland Security			<u>94,259</u>	<u>-</u>	<u>-</u>	<u>128,245</u>
<u>U.S. Institute of Museum and Library Services</u>						
Passed-through the N.C. Dept. of Cultural Resources						
Library Services & Technology Act - Various Grants	45.310		46,682	-	-	-
Total U.S. Institute of Museum and Library Services			<u>46,682</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Transportation</u>						
Passed-through the N.C. Dept. of Transportation						
Airport Improvement Program	20.106	36237.22.19.X	3,542,465	-	-	651,902
Total U.S. Dept. of Transportation			<u>3,542,465</u>	<u>-</u>	<u>-</u>	<u>651,902</u>
<u>U.S. Department of Treasury</u>						
Passed-through the N.C. Dept. of Transportation						
ARPA - Drainage Improvement Project - Airport	21.027		436,092	-	-	-
Passed-through the N.C. Office of State Budget and Management:						
ARPA - State Fiscal Recovery Funds	21.027		6,375,830	-	-	-
Total U.S. Department of Treasury			<u>6,811,922</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Health & Human Services</u>						
<u>Administration on Aging</u>						
<u>Division of Aging and Adult Services</u>						
Passed-through Eastern Carolina Council:						
<u>Aging Cluster:</u>						
Title III Preventive Health - Title III-D	93.043		5,508	324	-	648
Special Programs for the Aging - Title III B:						
Access	93.044		149,954	8,821	-	17,642
In-Home	93.044		316,588	18,623	-	37,246

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

<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>
ARPA - Supportive Services	93.044		22,035	3,888		-
Special Programs for the Aging - Title III C:						
Congregate Nutrition C-1	93.045		77,918	4,583	91,668	9,167
Home Delivered Meals C-2	93.045		204,422	12,025	240,497	24,050
NSIP - Nutrition	93.053		58,165	-	58,165	-
Total Aging Cluster			<u>834,590</u>	<u>48,264</u>	<u>390,330</u>	<u>88,753</u>
Social Services Block Grant - In-Home Services	93.667					
Family Caregiver Support	93.052		17,464	1,164	-	-
Total Eastern Carolina Council			<u>\$ 852,054</u>	<u>\$ 49,428</u>	<u>\$ 390,330</u>	<u>\$ 88,753</u>
 <u>Administration for Children and Families</u>						
Passed-through the N.C. Dept. of Health and Human Services:						
Division of Social Services:						
<u>Foster Care and Adoption</u>						
Title IV-E CPS	93.658		\$ 101,626	\$ 49,155	\$ -	\$ 52,471
Pre Training - CWS	93.658		61,168	-	-	22,457
Title IV-E Foster Care Training	93.658		8,690	-	-	2,897
Title IV-E Foster Care/Off Trn	93.658		397,772	-	-	397,772
Title IV-E Adoption/Off Trn	93.659		4,530	-	-	4,530
Title IV-E Extended and Regular	93.658		97,176	38,393	-	25,902
Title IV-E Admin County Paid to CCI	93.658		80,150	40,075	-	40,075
Total Foster Care and Adoption			<u>751,112</u>	<u>127,623</u>	<u>-</u>	<u>546,104</u>
<u>Temporary Assistance for Needy</u>						
Families (TANF/Work First) - Administration	93.558		130,800	-	-	214,927
Division of Public Health: TANF	93.558		22,048	-	-	145,844
Total Temporary Assistance for Needy			<u>152,848</u>	<u>-</u>	<u>-</u>	<u>360,771</u>
N.C. Child Support Enforcement Section						
Title IV-D Administration	93.563		1,176,581	-	-	606,117
Title IV-D Offset Fees	93.563		242	(2,529)	-	2,654
Low-Income Home Energy Assistance Block Grant:						
Low-Income Energy Assistance	93.568		113,298	-	-	-
Total Energy Assistance			<u>113,298</u>	<u>-</u>	<u>-</u>	<u>-</u>
Child Welfare Services - State Grants						
- Permanency Planning - Families for Kids-Special	93.645		27,073	-	-	-
AFDC Payments and Penalties	93.560		(1,319)	(363)	-	(361)
SSBG - TANF to SSBG	93.667		276,334	-	-	-
SSBG - Other Service and Training	93.667		558,632	-	-	186,211

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

<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>
Adult Protective Services	93.674		10,064	-		-
Independent Living Grant	93.674		14,381	3,595		13,069
Division of Public Health:						
Maternal and Child Health Services Block Grant	93.994		298,503	24,459	-	717,630
Division of Aging and Adult Services:						
Division of Social Services:						
SSBG - In Home Service Fund Over 60	93.667		25,680	-		3,669
Division of Child Development:						
Child Care Development Fund:						
Division of Social Services:						
Child Care Development Fund-Administration	93.596		285,001	-	-	-
Total Child Care Development			\$ 285,001	\$ -	\$ -	\$ -
<u>Centers for Medicare and Medicaid Services</u>						
Passed-through the N.C. Dept. of Health and Human Services:						
Division of Medical Assistance (Note 5):						
Medical Assistance Program (Public Health)						
CMHRP/CMARC Funds	93.778		\$ 735,542	\$ -	\$ -	\$ -
Division of Social Services:						
Medical Assistance Program/Administration:						
Adult Care Home Case Mgmt/Spec	93.778		48,385	17,445	-	30,940
Medical Assistance Administration	93.778		4,107,737	408,755	-	1,418,767
Medical Transportation Administration	93.778		115,948	-	-	115,948
State County Special Assistance	93.778		189,426	-	-	76,520
State Children's Ins. Program - N.C. Health Choice (Note 5)	93.767		239,611	76,826	-	-
<u>Office of Population Affairs</u>						
Passed-through the N.C. Dept. of Health and Human Services:						
Division of Public Health						
Family Planning Services	93.217		91,450	-	-	606,167
<u>Centers for Disease Control</u>						
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		38,233	-	-	2,718
Maternal and Child Health Federal Consolidated Programs	93.110		9,655	-	-	-

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

<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>
Project Grants and Cooperative Agreements for Tuberculosis Control Program	93.116		19,975	-	-	29,630
HIV Care Formula Grants	93.917		13,122	-	-	300,879
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919				-	
Immunization Cooperation Agreements	93.268		35,338	-	-	159,662
COVID-19 - Immunization Cooperation Agreements	93.268		96,896	-	-	-
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977		100	-	-	-
Preventive Health and Health Services Block Grant						
Preventive Health and Health Services Block Grant	93.991		30,693	-	-	-
Cancer Prevention and Control Programs for State	93.898		30,550	-	-	74,564
Collaboration with Academia to Strengthen Public Health	93.967		81,195	-	-	-
			<u>10,424,340</u>	<u>705,239</u>	<u>390,330</u>	<u>5,340,412</u>
Total U.S. Dept. of Health and Human Services						
Total federal awards			\$ <u>23,773,076</u>	\$ <u>705,844</u>	\$ <u>390,330</u>	\$ <u>7,951,413</u>

State Awards:

<u>N.C. Administrative Office of the Courts</u>						
NC Court Pilot Program Grant			\$ -	\$ 6,818	\$ -	\$ 1,442
Total N. C. Dept. of Commerce			<u>-</u>	<u>6,818</u>	<u>-</u>	<u>1,442</u>
<u>N.C. Dept. of Agriculture & Consumer Services</u>						
Stream Rehabilitation Assistance Grant			-	99,532	-	229,510
Total N.C. Dept. of Agriculture & Consumer Services			<u>-</u>	<u>99,532</u>	<u>-</u>	<u>229,510</u>
<u>N.C. Dept. of Commerce:</u>						
Industrial Development Fund Utility Acct. - Park East		U535	-	500,000	-	-
Building Reuse - Mt. Olive Pickle Co.			-	300,000	-	73,600
Total N. C. Dept. of Commerce			<u>-</u>	<u>800,000</u>	<u>-</u>	<u>73,600</u>
<u>N.C. Dept. of Military & Veteran Affairs</u>						
Veteran Services			-	2,273	-	274,838
Grant Program for County Veterans Offices			-	18,289	-	-
Total N.C. Dept. of Military & Veteran Affairs			<u>-</u>	<u>20,562</u>	<u>-</u>	<u>274,838</u>

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

Grantor/Pass-through Grantor/Program Title	Federal Unit Assistance <u>Listing</u>	State/ Pass-through Grantor's <u>Number</u>	Fed. (Direct & Pass-through) <u>Expenditures</u>	State <u>Expenditures</u>	Pass-through to Subrecipients	Local <u>Expenditures</u>
<u>N.C. Dept. of State Budget and Management:</u>						
State Capital and Infrastructure Grant			-		-	-
Special Appropriation			-	8,340,899	-	-
Total N. C. Dept. of State Budget and Management			-	8,340,899	-	-
<u>N.C. Department of Natural and Cultural Resources:</u>						
State Library of North Carolina						
Library State Aid Grant			-	194,360	-	2,555,756
Total N.C. Department of Cultural Resources			-	194,360	-	2,555,756
<u>N.C. Department of Environmental Quality</u>						
Division of Environmental Health						
Electronics Management			-	3,407	-	16,602
Scrap Tire Disposal Grant			-	14,276	-	232,175
Total N.C. Dept. of Environmental and Natural Resources			-	17,683	-	248,777
<u>N.C. Dept. of Health and Human Services</u>						
Division of Aging and Adult Services						
Passed through Eastern Carolina Council of Gov't:						
Operation Fan			-	657	-	-
Senior Center General Purpose			-	8,324	-	2,775
Total Eastern Carolina Council of Governments			\$ -	\$ 8,981	\$ -	\$ 2,775
Passed through Trillium:						
Single Stream Funding for Addiction and Life Management			\$ -	\$ 44,508	\$ -	\$ 73,655
Total Trillium			-	44,508	-	73,655
Division of Social Services						
Non-Allocating County Cost			-	-	-	38,709
County Funded Programs			-	-	-	1,830,165
SFHF Maximization			-	97,161	-	-
Foster Care Extended/Risk Maximization/Kinship			-	83,162	-	72,334
SC/SA Domiciliary Care			-	750,740	-	750,740
AFDC Incentive/Prog Integrity			-	1,858	-	-
State Foster Home			-	97,664	-	97,664
Total Division of Social Service			-	1,030,585	-	2,789,612

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

<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 Public Health						
DPH Aid to Counties			-	118,711	-	845,941
Food and Lodging Fees			-	20,883	-	186,940
General Communicable Disease Control			-	8,587	-	25,882
SFRF - Communicable Disease Pandemic Recovery			-	323,286	-	-
Heathly Community Activities			-	3,785	-	-
School Nurse Funding Initiative			-	250,000	-	-
Family Planning - State			-	27,967	-	186,864
Healthy Beginnings			-	73,878	-	-
High Risk Maternity Clinics			-	98,904	-	1,189,813
Breast and Cervical Cancer Program			-	34,500	-	84,083
Child Health			-	19,600	-	99,406
Child Fatality Case Reporting			-	25	-	-
State Fiscal Recovery Funds			-	62,970	-	-
Tuberculosis Control			-	58,501	-	86,568
Total Division of Public Health			-	1,101,597	-	2,705,497
Total N. C. Department of Health and Human Services			-	2,185,671	-	5,571,539
<u>N.C. Dept. of Transportation</u>						
State Aid to Airports Program		36244.31.6.1	-	4,036		448
NC DOT Cluster ROAP/SMAP						
- ROAP Elderly and Disabled Transportation Assistance Program		36220.10.12.1	-	108,103		-
- ROAP Transportation Assistance		36236.11.11.1	-	27,599		-
- ROAP Rural General Public Program		36228.22.12.1	-	106,494		-
Total ROAP Cluster			\$ -	\$ 246,232	\$ -	\$ 448
<u>N.C. Dept. of Public Instruction:</u>						
Public School Building Capital Fund		LEA 960/2023-24	\$ -	\$ 1,933,683	\$ -	\$ -
Lottery Funds		LEA 960/2023-24	-	1,200,000	-	-
N.C. School Resource Officer Grant		488015683	-	709,756	-	-
Total N. C. Dept. of Public Instruction			-	3,843,439	-	-
<u>N.C. Dept. of Public Safety</u>						
Juvenile Crime Prevention Programs		536301	-	795,521	-	-
Total Dept. of Public Safety			-	795,521	-	-

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

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
Total State awards			-	16,550,717	-	8,955,910
Other Financial Assistance:						
N.C. Department of Justice						
Opioid Settlement Fund (Note 6)			-	460,344	-	-
Total federal, State and other financial assistance awards			\$ 23,773,076	\$ 17,716,905	\$ 390,330	\$ 16,907,323

Notes to the Schedule of Expenditures of Federal and State Financial Awards:

1. Basis of Presentation

Wayne County, North Carolina
Schedule of Expenditures of Federal and State Awards
and Other Financial Assistance
For the Year Ended June 30, 2025

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
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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, 2025. 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. Summary of Significant Accounting Policies

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

3. Indirect Cost Rate

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

4. Cluster of Programs

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

5. Benefit Payments Issued by the State

The amounts listed below were paid directly to individual recipients by the State from federal and State moneys. County personnel are involved with certain functions, 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	\$ 5,164,207	\$ -
Supplemental Nutrition Assistance Program	10.551	48,669,311	-
Family Preservation	93.556	5,567	-
Temporary Assistance for Needy Families	93.558	1,074,988	-
Refugee Assistance	93.566	314,211	-
Foster Care - Title IV-E/Adoption Subsidy	93.658	868,938	220,673
Independent Living Transitional	93.674	15,791	-
Medical Assistance Program	93.778	285,455,355	103,202,907
Children's Health Insurance Program	93.767	\$ 116	36
Child Welfare Services Adoption/Foster Care			242,059
State/County Special Assistance Program			\$ 36,572

6. Opioid Settlement Fund

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.