

ANNUAL COMPREHENSIVE

FINANCIAL REPORT

2021



FOR THE FISCAL YEAR ENDED

June 30, 2021

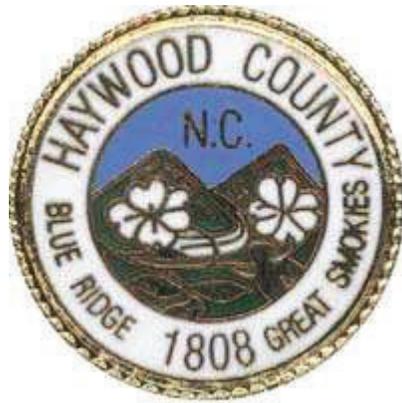
Haywood County, North Carolina

HAYWOOD COUNTY, NORTH CAROLINA

Waynesville, North Carolina

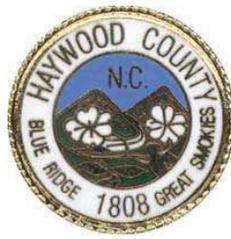
Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2021



Prepared by: Finance Department

Finance Director: Kristian Owen



HAYWOOD COUNTY, NORTH CAROLINA

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June 30, 2021

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INTRODUCTORY SECTION



December 31, 2021

To the Board of County Commissioners and Citizens of
Haywood County, North Carolina

We are pleased to present the Comprehensive Annual Financial Report (“CAFR”) of Haywood County (the “County”) for the fiscal year ended June 30, 2021. Laws of the State of North Carolina, along with policies and procedures of the North Carolina Local Government Commission, require that all local governments in the state publish a complete set of financial statements annually. The financial statements must be presented in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

The financial statements and supplemental schedules contained herein have been audited by the independent, certified public accounting firm of Gould Killian CPA Group, P.A., and that firm’s unmodified opinion is included in the Financial Section of this report. The report itself, however, is presented by the County, which assumes full responsibility for the completeness and reliability of the information presented, based upon a comprehensive framework of internal control that is maintained for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The goal of the independent audit is to provide reasonable assurance that the financial statements of Haywood County for the fiscal year ended June 30, 2021, are free of material misstatements.

The financial reporting entity, in accordance with Government Accounting Standards Board, includes all the funds of the primary government (Haywood County), as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. Discretely presented component units are reported in a separate column in the general purpose financial statements to emphasize that they are legally separate from the primary government and to distinguish their financial positions, results of operations, and cash flows from those of the primary government. The Haywood County Tourism Development Authority is reported as a discretely presented component unit. The Tourism Development Authority is reported in the financial statements in a manner similar to a Governmental Fund.

The Haywood County Industrial Facility and Pollution Control Financing Authority is also a component unit of Haywood County. The Corporation exists to issue revenue bond debt of private business for economic development purposes; however, it had no account balances and is, therefore, not reported in the financial statements.

Profile of the County

Haywood County was established in 1808 during the legislative session of the General Assembly, when Representative Thomas Love of Buncombe County introduced a bill establishing a new county in the western portion of North Carolina. Haywood County was named for John Haywood, who served as State Treasurer of North Carolina from 1787 to 1827. The County has land area of 554 square miles, features 19 mountain peaks over 6,000 feet above sea level, 133,000 acres of national forest land and a current population of 63,813. There are four municipalities within the County, the largest being the Town of Waynesville, which serves as the county seat. The County has a commissioner/manager form of government. The five members of the Board of Commissioners are elected from the County at large on a partisan basis and serve four-year staggered terms. Commissioners hold policy-making and legislative



authority. They are responsible for adopting the budget and appointing the County Manager. The Manager, in addition to serving as budget officer, is responsible for implementing policies, managing daily operations, and appointing department heads.

The County provides its citizens with a wide range of services that include public safety, sanitation, health and social services, cultural and recreational activities, general administration, and others. This report includes all the County's activities in maintaining these services. The County also extends financial support to certain boards, agencies, and commissions to assist their efforts in serving citizens. Among these are the Haywood County Board of Education and Haywood Community College.

In government, the budget is an integral part of a unit's accounting system and daily operations. The annual budget serves as the foundation for Haywood County's financial planning and control. Annual budgets are adopted for the General and certain Special Revenue Funds. Multi-year project budgets are adopted for the Capital Projects Funds. Appropriations in the General Fund are made at the functional level, Special Revenue Funds and the Internal Service Fund appropriations are made at the departmental level, and the Capital Projects Fund appropriations are made at the object level. However, for internal accounting purposes, budgetary control is maintained by object class (line item account). Purchase orders that would create over-encumbrance at that level are not written until additional appropriations are available through departmental line item transfers approved by the Finance Director and County Manager. The County Manager is authorized by the budget ordinance to transfer appropriations between departments within a functional area; however, any revisions that alter total expenditures of any fund or that change functional appropriations must be approved by the governing board.

Local Economy

Haywood County is part of the Asheville MSA (Metropolitan Statistical Area), which is one of the largest growing MSAs in North Carolina. The County began a new partnership with the Asheville-Buncombe Chamber of Commerce and Economic Development Commission through the Haywood County Chamber of Commerce in January 2018. With this partnership, the County began realizing increased interest from outside companies in moving operations to the County. The Town of Waynesville continues to be a popular tourist destination and a strong business hub, as small business activity has seen an increase along with strong retail numbers. Two new apartment complexes and a large tract home development near the town of Waynesville are in the planning stages. The County has been working with Mountain Projects and Landmark Asset Management to address affordable housing with 60 new units available in 2022. The Town of Canton is working on a new hiking and biking park as a major investment in the outdoor economy for the town, the county and the region. Unemployment is nearing pre-pandemic levels creating a demand for labor as the top manufactures are looking for additional help. Two local manufactures are in the process of adding additional equipment totaling \$8 million and adding over 30 new jobs. Haywood County and Skyrunner, a fixed wireless provider in western North Carolina, received two grants to help address lack of broadband in the rural sections of the county, which potentially could bring the internet to over 300 hundred homes.

Despite the current Coronavirus pandemic, which has swept across the nation and the world, Haywood County had a record setting year with occupancy tax collections. Occupancy tax collections saw an increase of 66% over the fiscal year 2020 collection amounts. Sales tax collections were also up from fiscal year 2020 by 20.5% for the year.

Real estate property values have continued to increase in Haywood County. Home sales in 2021 saw the median sales price rise 11.8% year over year, to \$290,000. Housing inventory has dropped an additional 16.33% in July 2021 compare to just one year ago. New single-family home permits have already increased by 50 permits from 2020 at the end of September. Permits for houses in value of \$400,000 are up 88%. The county has completed its revaluation in 2021, which will be reflected in the 2022 fiscal year reports.



Major industries in Haywood County include Health care, manufacturing, retail trade, government, agriculture, and tourism. Key economic indicators are as follows:

- The local unemployment rate of 4.2%, a decrease from 13.7% at June 30, 2020, was slightly lower than the state rate of 4.6%, and below the national rate of 5.9% at June 30, 2021.
- Residential construction number of units increased 42.6% this fiscal year, with the value of that construction up 124.4%.
- The number of commercial building permits obtained during the fiscal year ended June 30, 2021 increased 400%, while the value of that construction increased 1,240.9% compared to the last fiscal year.
- The population of the County increased steadily over the past decade, with 2021 reflecting a 6.7% increase from 2011.

Evergreen Packaging, formerly Blue Ridge Paper, continues to be the largest taxpayer in the County, with 2.86% of the County's total assessed valuation. Duke Energy Progress owns 1.26% and Haywood Regional Medical Center - A Duke LifePoint Hospital owns .78%. While no other taxpayer owns more than 1.00%, one company, Haywood Electric Membership Corporation owns .68 of the total valuation. The County is extremely fortunate to have such excellent corporate citizens; however, efforts to broaden the tax base continue.

Long-term Financial Planning

County officials identified several major needs to be addressed, and initiated a Capital Improvement Plan ("CIP") where priorities were identified and plans formulated to fund some of those priorities. Over the years, this CIP has been reduced as projects have been completed. The Board of County Commissioners believes that the taxpayer cannot assume any greater liability, and because of the decrease in local funding on the state and federal levels, management is exploring alternative methods to raise local revenues for any capital projects rather than relying on debt funding. For example, the need to expand the County's landfill operation with the addition of another cell prompted the implementation of a business landfill availability fee as well as an increase in the household landfill fee charged to property owners in 2010. In addition, the solid waste management department has, with much taxpayer support, implemented new recycling goals and procedures that allow citizens to bring recyclables to any convenience center around the County for disposal in recycling bins. These recyclables, ultimately, are sorted and sold, which alleviates the necessity for disposing of them in the landfill.

After much analysis of the entire solid waste management program, the County Commissioners determined multiple strategies that have saved taxpayers money over the years. The first plan, that of privatizing the County's convenience centers (trash drop off points) was implemented in June 2010 and saved approximately \$120,000 the first year. Renovations and upgrades of some of the county convenience centers began in January 2015 to accommodate single-stream trash compactors or containers, making it even more convenient for citizens to recycle. While single-stream recycling necessarily reduces the quality of the recycled material for resale, it removes a budgeting risk as the revenues on recycled materials continues to drop. By the end of 2017 the Mauney Cove convenience center site was completed. The Crabtree convenience center site was closed and relocated to a safer and more suitable site at the end of last year. The Board has also determined that it would be in the best interest of the taxpayers to purchase land for these centers before any additional extensive upgrades are made. Recycling efforts have continued and changes to the program are being considered as single stream recycling issues, such as contamination by either remnants of food and oil, or other recyclables make sorting and selling difficult.

In October 2011, the County Commissioners concluded a two-year long solid waste study by approving a 30-year agreement with Santek Environmental, Inc. for management of the County's White Oak Landfill.



Under this agreement, Santek Environmental, Inc. not only manages the landfill, but has taken over responsibility for closure and post-closure costs of over \$8.3 million that allowed the county to remove this liability from our financials starting with fiscal year 2014. The company has submitted a performance bond to the County for this \$8.3 million in addition to certifying coverage of any pollution remediation costs that may be necessary in the future, and that is required of landfill operators by the North Carolina Department of Environmental Quality.

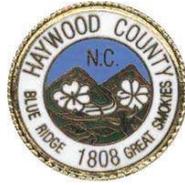
The Commissioners, by exploring alternatives to raising taxes to cover capital needs, have dedicated sales tax revenues collected in the county to cover the debt service for recent building projects, and, as recently vacated County buildings are sold, those revenues will be dedicated to renovations of other County properties for County program needs.

The County Commissioners plan to dedicate proceeds from land sales of other county owned properties, newly graded and marketed for industry development, to fund future economic development projects. In addition, the Commissioners have been appropriating funding to economic development projects within each annual budget, using the sales tax revenues restricted by the state for this purpose, as well as additional sales tax revenues. Some of these revenues have been appropriated to an economic development project in the north end of the county that involves hauling soil and grading the property to make it suitable for a business to locate there. Through our economic development partners, there has been interest in this property as well as interest in the location, which is close to I-40.

In recent years, as part of an economic initiative, Haywood County, in conjunction with the Town Of Canton, agreed to cover the cost of some infrastructure (roadway access) around an I-40 Exit that was successful in bringing a large company to the area. The Canton corridor has sufficient land and accessibility to the interstate to attract job creating businesses, which has caused it to be another specific area targeted for economic development within the county.

Additionally, recent low interest rates have created the opportunity to refinance various bonds and installment loans that, while not extending the term of these loans, have reduced the annual debt service, creating annual savings, as well as freeing up those dedicated sales tax revenues to be used for other capital purposes. In the 2020-2021 fiscal year, the 2010 Installment Purchase Agreement for the Community College was refunded, which saved an amount of \$120,000 over the lifetime of the loan.

County officials continue to undertake priority projects as funding is available and to seek additional funding for new projects. By consolidating the many capital improvement needs into a formal plan, long range implementation plans and funding plans can be established. The County Commissioners have indicated that any future capital projects should be funded by sources other than property taxes in an effort to lessen the burden on the county taxpayers.



Major Initiatives

There have been many pressing needs within county government as aging buildings required maintenance and renovations, and growing services required additional space with which to operate. Throughout the past decade, County Commissioners were afforded opportunities to address these needs as certain sales tax revenues and property tax revenues have been dedicated to paying debt service for many projects within County Government. With the building projects such as a new courthouse, new jail and law enforcement center, renovation of the historic County Courthouse for administrative and functional offices, as well as the purchase and renovation of a vacated Wal-Mart building to provide adequate facilities for our social services, health, planning, erosion control and inspection departments, many of these needs have been successfully addressed. This is all in addition to building a new elementary school and renovating other school buildings in the County, as well as building a new landfill cell for maintaining adequate space in the county landfill to accommodate the current and future needs, and completing major renovation projects as well as the building of a Platinum LEED Creative Crafts Center, a new Public Services Training facility, and classroom upgrades and renovations at the community college.

To address other current needs, and as current debt service declines or is paid off, other projects have been considered. The Commissioners approved a \$2.1 million installment loan to begin construction on a new Emergency Medical Services base on a parcel of land already owned by the county. The facility was completed in 2017. Five years ago, a comprehensive study was undertaken to establish the feasibility of a new animal services facility. The proceeds of the sale of one of the vacated County properties were used to purchase land for the new animal services facility. Construction began two years ago and, with donations from the Friends of the Animal Shelter, included upgrades to the appearance and size of the building, allowing for a conference room and open cage areas. The new building was completed in May 2018.

In October 2011, the County Commissioners concluded another two-year long solid waste study by approving a 30-year agreement with Santek Environmental, Inc. for management of the County's White Oak Landfill. Under this agreement, Santek Environmental, Inc. not only managed the landfill, but covered the cost of building a public drop off station, a truck wheel wash, improvements to haul roads, and new truck scales, at savings of \$1 million to county taxpayers. This public-private partnership included a provision for the County to revise its landfill permit to accept garbage from 18 Western North Carolina counties, which was accomplished in March of 2013. When the daily disposal amount reached 396 tons, which occurred in May 2014, the contracts expanded management component took effect. This change involved Santek Environmental, Inc. taking over complete management of the landfill operations, which includes maintaining the landfill for 20 years as well as covering the costs associated with closure and post-closure of the landfill at some point in the future. At the expanded management commencement date, the County began receiving a 5 percent host fee for any out-of-county garbage disposed in the landfill. The agreement guarantees there will be space for Haywood County garbage for the next 30 years.

At an earlier constructed, but much smaller, County landfill, post-closure testing revealed that methane gas may be seeping out into the surrounding properties. While water monitoring and testing did not turn up any contamination, a decision was made to attempt to harness the methane gas for the generation of power at this landfill. A very successful two year, gas collection and flaring project was completed in June 2012 with grant funding of \$1 million from the United States Department of Energy through the North Carolina Department of Commerce. This \$1.2 million project generated credits and cash back to the County on the power bill for this property in the first few years. As time has passed, the gases have subsided and the flame has continued to burn what residual gases escape. In addition to the gas collection and flaring project, and to alleviate concerns of possible contamination, the County Commissioners developed a long-term plan for this small landfill that was implemented last fiscal year and included the purchase of some surrounding property and the assessment of corrective measures on the closed landfill site. The board has approved a larger closure project on this site that will include a protective liner installation and permanent closure material. The Corrective Action Plan has been completed, and the Cover project was started this spring.



The County has recognized a liability for pollution remediation for this landfill of \$1,994,940 as of June 30, 2021.

The County Commission continued to demonstrate its commitment to quality education in Haywood County schools by spending \$16.7 million for current expense and \$900,000 for current capital outlay. The school board has renovated various school buildings and replaced or repaired roofs, as well as installing security equipment, by utilizing the ADM (Average Daily Membership) funds from the North Carolina School Capital Building Fund that requires a 25% County match and lottery funds which require no match by the County. The NC Education Lottery Fund has covered the debt service for School building renovations and has constructed new artificial turf fields at each of the County's two football stadiums. County funds provide approximately one-fourth of the operating budget for the schools, and the State of North Carolina provides the remainder. The school board is considered to be a separate reporting entity apart from the County, and a detailed discussion of its activities will not be included in this letter.

In addition to the public school projects, the County's emphasis on quality education includes major renovation projects at Haywood Community College. The beautiful campus of the community college is a tremendous asset to the County. However, aging buildings and the need for new programs and courses has created capital project requirements for the college in the form of building renovations and expansions. Construction has been completed on a Creative Crafts building, renovations to the administrative and general education buildings, upgrades to the waterline that runs through campus, and parking area expansion, as well as a public safety training base. With these projects completed, other crucial projects on the campus are expected to be funded with the balance of any sales tax revenue since the sales tax collected annually has been in amounts greater than the debt service related to the current projects.

As the population ages and the health care industry escalates, it has become apparent that there is a need for more nurses in the county, as well as surrounding counties, to staff local hospitals. The community college placed a new Health and Human Services education facility as a high priority on the capital needs list. The project, when completed, will house the nursing program at the college as well as a lecture hall, simulation and anatomy labs, conference space, administrative areas, and other student services. The college has committed \$2.9 million of the North Carolina college bond fund - Connect NC Bond - toward this project. The total project is expected to cost \$7.9 million, leaving a \$5 million gap, which was approved by the County Commissioners in the form of an installment loan to be paid back over the course of fifteen years. A contribution to the funding for the debt service repayments over time has been committed by the Haywood Healthcare Foundation (HHF) board. The HHF is a local healthcare oriented non-profit with major funding contributed by the County Commissioners, from the proceeds of the sale of the county hospital in 2014, per a 2018 agreement that restricts the funds to be spent on only health and healthcare related projects. This cooperative partnership among the college, the HHF, and the County Commissioners has generated public support and excitement for the project. With local approvals obtained, the college began design work last year and the installment purchase agreement was signed January 2021.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to Haywood County for its comprehensive annual financial report ("CAFR") for the fiscal year ended June 30, 2020. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of a state and local government financial report.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, the contents of which conform to program standards. The CAFR must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

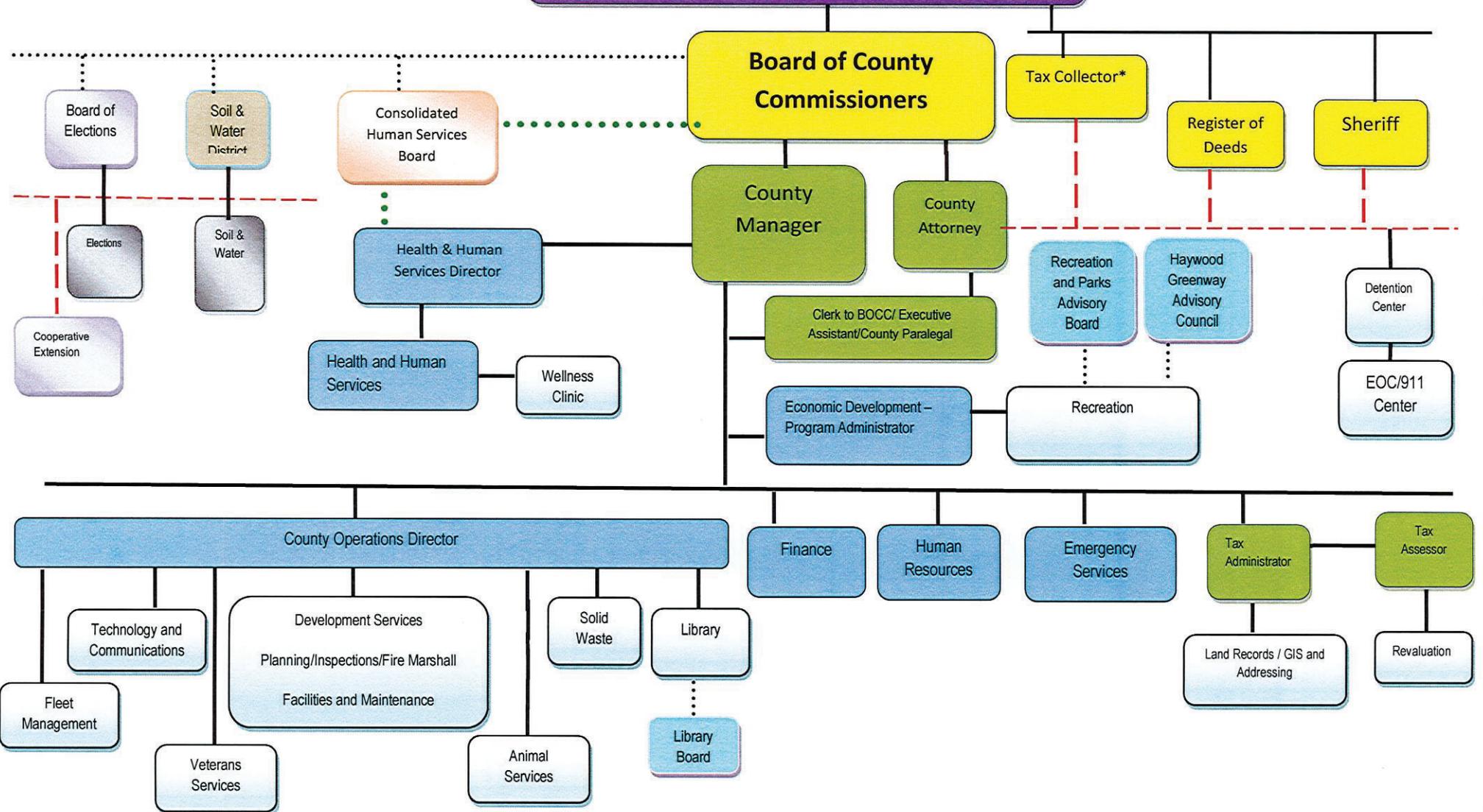


A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

The preparation of this report would not be possible without the professional team of dedicated individuals in the Finance Department. We would like to acknowledge Gould Killian CPA Group, P.A., for their assistance. The cooperation of each county department is appreciated as we work together in maintaining the County's financial operations. We especially thank the members of the County Commissioners for the continued support, guidance, and advice in planning and conducting the financial activities of the County in a responsible and progressive manner. Our excellent financial status reflects that involvement.

Respectfully submitted,

Citizens Haywood County



- Indicates Elected Official
- Indicates Board under Statutory Authority
- Indicates Appointment by State
- Independent Board: 2 members-State appt./3 members-Elected
- Indicates Advisory Board
- Indicates Direct Report to County Manager
- Indicates Appointment by BOCC/Direct Report to County Manager
- Indicates Appointment by Independent Board of Directors
- Indicates Direct Report to Department Director
- Indicates various appointment of Members to Boards by BOCC
- Indicates coordination with County Manager for Budgetary Consideration

*County Manager Appointing Authority for staff

HAYWOOD COUNTY, NORTH CAROLINA

List of Principal Officials

June 30, 2021

Board of County Commissioners

L. Kevin Ensley, Chairman
Brandon C. Rogers, Vice Chairman
J. W. "Kirk" Kirkpatrick, Commissioner
Jennifer Best, Commissioner
Tommy Long, Commissioner

County Officials

Bryant Morehead, County Manager
Kristian Owen, Finance Director
Judy Hickman, Tax Assessor
Greg West, Tax Collector
Sherri Rogers, Register of Deeds
Gregory Christopher, Sheriff
Frank Queen, Attorney



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Haywood County
North Carolina**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO



FINANCIAL SECTION



**GOULD KILLIAN
CPA GROUP, P.A.**
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Board of Commissioners
Haywood County, North Carolina
Waynesville, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Haywood County, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 the Haywood County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Haywood County, North Carolina, as of June 30, 2021, and the respective changes in financial position thereof, and the respective budgetary comparison for the General Fund and the Solid Waste Management Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4-13, the Law Enforcement Officers' Special Separation Allowance Schedules of Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered Payroll on page 67, the Other Postemployment Benefits' Schedules of Changes in Total OPEB Liability and Related Ratios on page 68, the Local Government Employees' Retirement System Schedules of the County's Proportionate Share of Net Pension Liability (Asset) and County Contributions on pages 69-70, and the Register of Deeds' Supplemental Pension Fund Schedules of the County's Proportionate Share of the Net Pension Liability (Asset) and County Contributions on pages 71-72, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Haywood County, North Carolina. The introductory section, combining and individual fund statements, budgetary schedules, other schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, budgetary schedules, and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, budgetary schedules, and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2021, on our consideration of Haywood County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of 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 *Governmental Auditing Standards* in considering Haywood County's internal control over financial reporting and compliance.

Donald Killian CPA Group, P.A.

Asheville, North Carolina
December 31, 2021

HAYWOOD COUNTY, NORTH CAROLINA

Management's Discussion and Analysis

June 30, 2021

As management of Haywood County (the "County"), we offer readers of Haywood County's financial statements this narrative overview and analysis of the financial activities of Haywood County for the fiscal year ended June 30, 2021. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and in the County's financial statements, which follow this narrative.

Financial Highlights

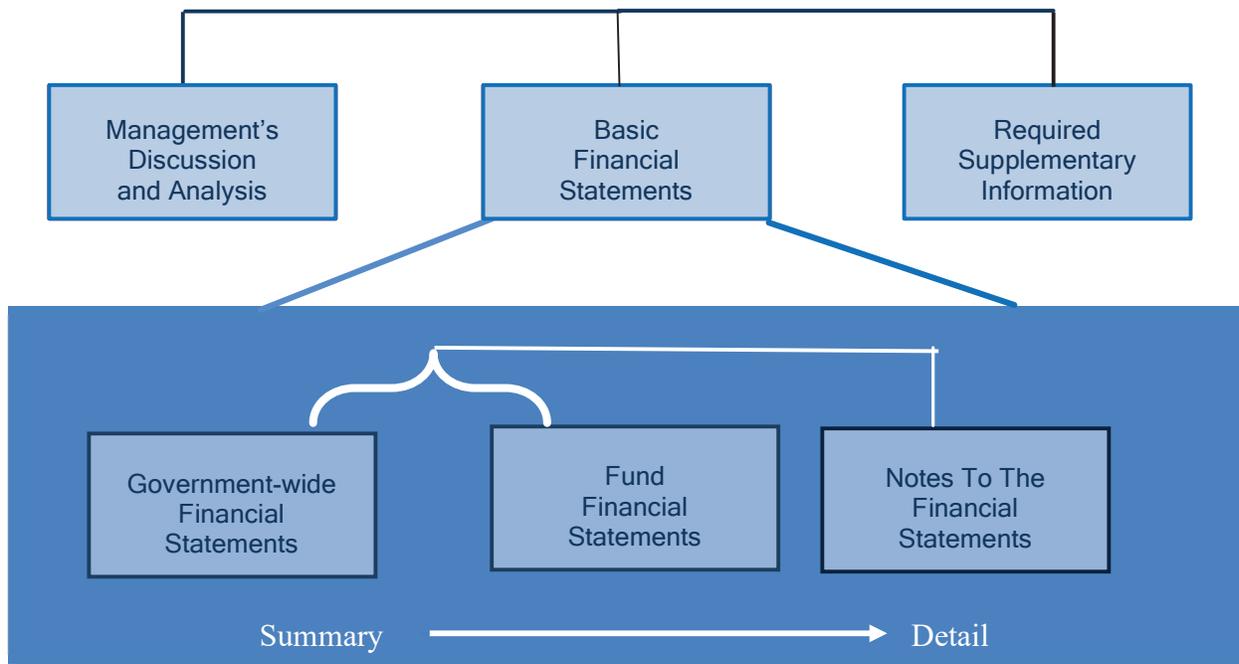
- The assets and deferred outflows of resources of Haywood County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$51,330,386 (*net position*).
- The government's total net position increased by \$5,822,240, primarily due to a 20.5% increase in sales tax revenues.
- As of the close of the current fiscal year, Haywood County's governmental funds reported combined ending fund balances of \$65,966,404, a 15.9% increase, mainly due to sales tax revenue and an increased portion of fund balance restricted or committed for the schools and community college in the county.
- At the end of the current fiscal year, available fund balance for the General Fund was \$39,846,840 or 40% of total General Fund expenditures and transfers for the fiscal year.
- Haywood County's total debt increased by \$2,661,455 (7.16%) during the current fiscal year. This is due to \$10,708,181 in installment obligations issued netted against normal principal payments of \$4,680,512 and payoff of re-financed debt in the amount of \$3,366,214.
- Haywood County's bond rating from Moody's Investor Service for the latest general obligation bond issue was Aa3. Standard and Poor's upgraded the County's bond rating on the general obligation bond to AA+ in March of last year.

Overview of the Financial Statements

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

Required Components of Annual Financial Report

Figure 1



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

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

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

Following the notes is the required supplemental information. This section contains funding information about the County's pension plans and other post-employment benefit plans.

Government-wide Financial Statements

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

The two government-wide statements report the County's net position and how it has changed. Net position is the difference between the total of the County's assets and deferred outflows or resources and the 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 two categories: 1) governmental activities; and 2) component units. The governmental activities include most of the County's basic services such as public safety, parks and recreation, and general administration. Property taxes and state and federal grant funds finance most of these activities. Business-type activities are those that an entity charges customers to provide. The County does not operate any business-type activities. The second category is the component units. Although legally separate from the County, the Haywood County Tourism Development Authority is important to the County because the County is financially accountable for the Board by appointing its members.

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. Haywood 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 Haywood 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 moneys 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.

Haywood County maintains sixteen governmental funds. Information is presented separately in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Solid Waste Management Special Revenue fund, both of which are considered to be major funds. Data from the other fourteen governmental funds are combined by type, with the remaining special revenue funds aggregated and presented separately, and the capital project funds aggregated and presented separately from the major funds. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Haywood 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 - Haywood County has two proprietary funds. The two Insurance Internal Service Funds are used to account for the activities of the self-insurance plans of the County for employee medical claims and workers' compensation claims.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Haywood County has two fiduciary funds, both of which are custodial funds.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information - In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Haywood County's progress in funding its obligation to provide pension benefits to its employees.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of resources of Haywood County exceeded its liabilities and deferred inflows of resources by \$51,330,386 as of June 30, 2021. The County's net position increased by \$5,822,240 for the fiscal year ended June 30, 2021. One of the largest portions (109%) reflects the County's net investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt still outstanding that was issued to acquire those items. Haywood County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Haywood County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Haywood County's net position (19%) represents resources that are subject to external restrictions on how they may be used. The balance of negative unrestricted net position (deficit) of (\$14,428,720) reflects the unfunded pension and OPEB liabilities and outstanding debt for the public school building projects and community college building projects without a related asset. This is due to the fact that the public school and community college boards retain title to the schools, while the County incurs the related debt.

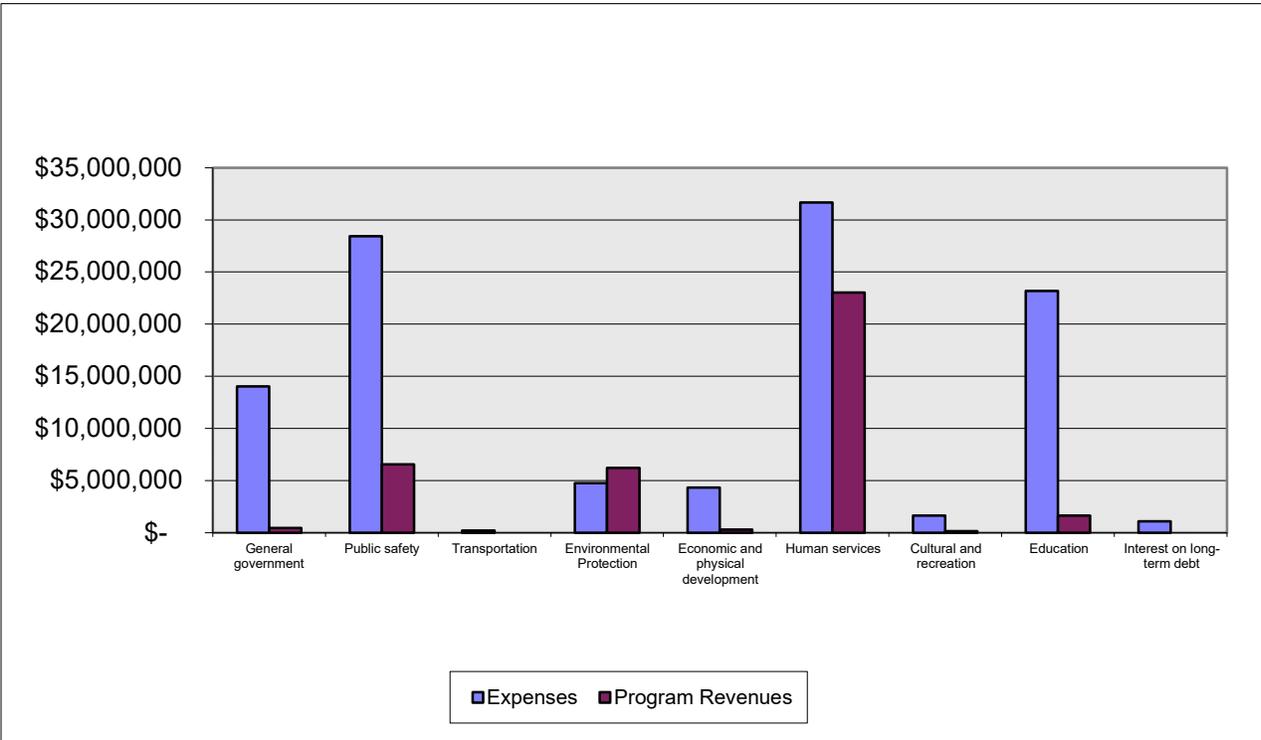
Haywood County's Net Position
Figure 2

	Governmental Activities	
	2021	Restated 2020
Assets:		
Current and other assets	\$ 82,902,569	\$ 66,253,395
Capital assets	80,585,882	77,082,581
Total assets	163,488,451	143,335,976
Deferred outflows of resources	17,428,757	7,254,098
Liabilities:		
Long-term liabilities outstanding	109,156,939	90,391,873
Other liabilities	12,635,902	5,481,778
Total liabilities	121,792,841	95,873,651
Deferred inflows of resources	7,793,981	9,208,277
Net position:		
Net investment in capital assets	56,015,826	56,172,266
Restricted	9,743,280	9,446,903
Unrestricted (deficit)	(14,428,720)	(20,111,023)
Total net position	\$ 51,330,386	\$ 45,508,146

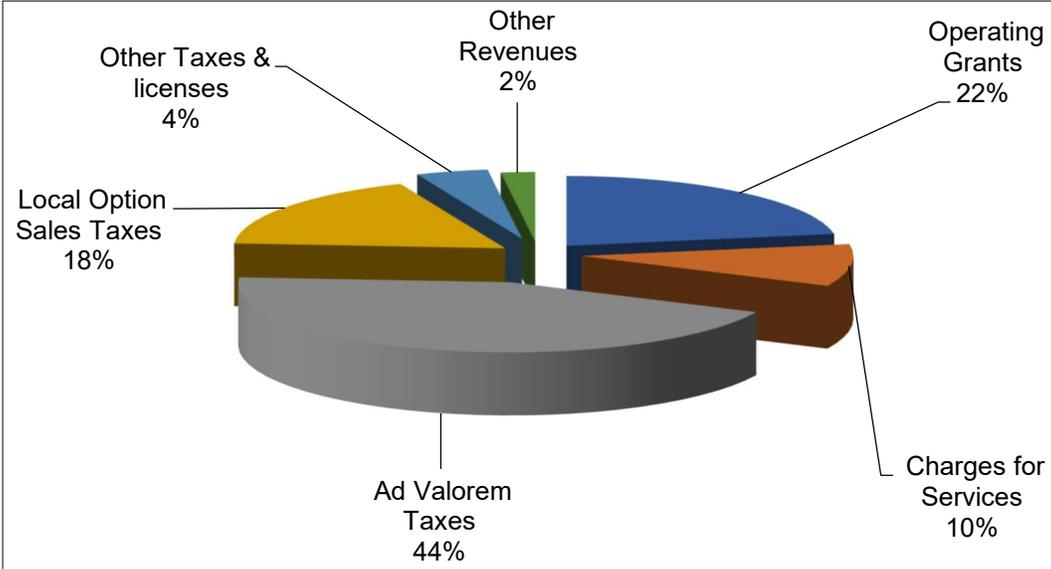
Haywood County's Changes in Net Position
Figure 3

	<u>Governmental Activities</u>	
	<u>2021</u>	<u>2020</u>
Revenues:		
Program revenues:		
Charges for services	\$ 11,208,948	\$ 11,131,452
Operating grants and contributions	25,629,473	15,714,096
Capital grants and contributions	1,480,954	290,933
General revenues:		
Property taxes	50,708,020	49,960,069
Other taxes	25,134,399	20,027,245
Grants and contributions no restricted to specific programs	596,248	604,438
Other	<u>265,668</u>	<u>377,457</u>
Total revenues	<u>115,023,710</u>	<u>98,105,690</u>
Expenses:		
General government	14,013,314	11,756,486
Public safety	28,414,583	26,479,436
Transportation	193,343	405,094
Environmental protection	4,756,584	4,596,908
Economic and physical development	4,339,738	3,581,751
Human services	31,676,839	19,876,811
Culture and recreation	1,646,619	1,732,099
Non-departmental	-	-
Education	23,176,721	21,223,261
Interest on long-term debt	<u>1,075,408</u>	<u>1,183,017</u>
Total expenses	<u>109,293,149</u>	<u>90,834,863</u>
Special item	<u>91,679</u>	<u>1,027,500</u>
Increase in net position	5,822,240	8,298,327
Net position, July 1, as restated	<u>45,508,146</u>	<u>37,209,819</u>
Net position, June 30	<u>\$ 51,330,386</u>	<u>\$ 45,508,146</u>

Expense and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



Financial Analysis of the County's Funds

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

Governmental Funds - The focus of Haywood County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Haywood County's financing requirements. Specifically, unreserved fund balance 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 Haywood County. At the end of the current fiscal year, Haywood County's fund balance available for appropriation in the General Fund was \$39,846,840, while total fund balance reached \$48,748,792, an increase of \$7,903,201 over the prior year. This was particularly attributable to the 20.5% increase in sales tax revenues collected this year. The Governing Body of Haywood County determined that the County should maintain an available fund balance of at least 11% of General Fund expenditures, with a target balance of 24.5%, in case of unforeseen needs or opportunities, in addition to meeting the cash flow needs of the County. The County currently has an available fund balance of 40% of General Fund expenditures, while total fund balance represents 48.94% of that same amount.

The Solid Waste Management Fund reports the activities in running the landfill, convenience centers, and the materials recovery facility. At the end of the current fiscal year, the total fund balance in that fund, \$10,017,391, increased by \$2,518,719 over the prior year.

At June 30, 2021, the governmental funds of Haywood County reported a combined fund balance of \$65,966,404, a 15.9% increase from last year. The increase was largely due to the General Fund's increase in sales tax collected as well as the increase in the amount of fund balance that has been restricted or committed to the schools and the community college in the County.

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 \$14,612,487 largely due to grants received by the county for Health and Human Services programs and public safety programs. The actual revenues received were \$3,096,556 more than the final budget. This is primarily due to increased grant availabilities, which can be primarily contributed to the continuation of the pandemic. The actual expenditures came in \$12,465,067 under the final budget. This significant amount is directly related to the pandemic, as public safety and health and human services equipment budgeted was not available by June 30th and various vacant positions within the county were left unfilled by year-end. There was also decreased spending in the multiple health and human services programs that can be contributed to pandemic and program closures due to the pandemic and in-person availability.

Proprietary Funds - The internal service funds for employee health insurance benefits and for workers compensation have been consolidated into the government-wide statements since they both serve all county departments.

Capital Asset and Debt Administration

Capital Assets - The County's capital assets for its governmental activities as of June 30, 2021, total \$80,585,882 (net of accumulated depreciation). These assets include buildings, land, other improvements, machinery and equipment, furniture, and vehicles.

Major capital asset transactions during the year include:

- The purchase of ten new cardiac monitors for EMS.
- The purchase of two new vehicles for the Health and Human Services Agency.

- The purchase of fourteen new patrol vehicles for the Sheriff’s Office and one vehicle for the jail.
- The purchase of one new ambulance and one vehicle for Emergency Services.
- Continued the landfill cover project at the closed Francis Farm landfill.

**Haywood County’s Capital Assets
(Net of depreciation)
Figure 4**

	Governmental Activities	
	2021	2020
Land	\$ 13,471,852	\$ 13,474,991
Improvements	2,456,190	2,972,748
Buildings	52,744,649	54,158,847
Equipment	3,121,310	2,858,268
Vehicles	2,102,942	2,236,434
Construction in progress	<u>6,688,939</u>	<u>1,381,293</u>
	<u>\$ 80,585,882</u>	<u>\$ 77,082,581</u>

Additional information on the County’s capital assets can be found in Note 2A of the Basic Financial Statements.

Long-term Debt - As of June 30, 2021, Haywood County had \$9.982 million in bonded debt outstanding, all of which is backed by the full faith and credit of the County.

**Haywood County’s Outstanding Debt
Figure 5**

	Governmental Activities	
	2021	2020
General obligation bonds, net	\$ 9,982,000	\$ 12,041,000
Direct borrowing installment purchases	<u>29,841,961</u>	<u>25,121,506</u>
	<u>\$ 39,823,961</u>	<u>\$ 37,162,506</u>

- Haywood County’s total debt increased by \$2,661,455 (7.16%) during the current fiscal year. This is due to \$10,708,181 in installment obligations issued netted against normal principal payments of \$4,680,512 and payoff of re-financed debt in the amount of \$3,366,214.

As mentioned in the financial highlights section of this document, Haywood County’s general obligation bond issues are rated Aa3 from Moody’s Investor Service, and AA+ from Standard & Poor’s. These bond ratings are a clear indication of the sound financial condition of Haywood County. This achievement is a primary factor in keeping interest costs low on the County’s outstanding debt.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8% of the total assessed value of taxable property located within that government’s boundaries. The legal debt margin for Haywood County is approximately \$581,000,000.

Additional information regarding Haywood County’s long-term debt can be found in Note 2C.

Economic Factors and Next Year's Budgets and Rates

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

- The local unemployment rate of 4.4% was below the state rate of 4.9%, and below the national rate of 5.9% at June 30, 2021.
- Residential construction number of units increased 5.4% this fiscal year, with the value of that construction up 63%.
- The number of commercial building permits obtained during the fiscal year ended June 30, 2021 increased 34%, while the value of that construction decreased 5.5% compared to the last fiscal year.
- The population of the County increased steadily over the past decade, with 2021 reflecting a 7.7% increase from 2012.
- Sales taxes received by the county reflect an increase of 20.5% over 2020 amounts.

Budget Highlights for the Fiscal Year Ending June 30, 2022

Governmental Funds – Budgeted revenues in the General Fund for next year reflect an increase of 3.5% from prior budget year, a conservative approach since the COVID-19 pandemic brings uncertainty with it regarding consumer confidence and spending. However, the first quarter of the new fiscal year saw once again unprecedented increases in both county sales tax collections and Occupancy Tax collections. The County Commissioners may revisit the FY21-22 budget if revenues continue to increase. Also included in the FY21-22 budget, are federal revenues from the American Rescue Plan Act that are designated for direct public health expenditure increases made to mitigate the COVID-19 effects, support immediate economic stabilization, and address systemic public health and economic challenges that have contributed to the inequal impact of the pandemic.

The County completed a revaluation of property values in the 2020-2021 fiscal year that is reflected in the 21-2022 budget. Total property values for budgeting purposes, which included the reductions for land use, senior citizen exemptions and historic exemptions, increased in this last revaluation cycle by approximately 9.6%. The tax rate of 53.5 cents per \$100 value was approved for the fiscal year 21-22 budget, a decrease from the prior tax rate of 58.5 cents per \$100 value.

The Solid Waste Management Special Revenue Fund, segregated from the General Fund, reflects the privatization of the convenience centers in the County as well as a public/private partnership for management of the county landfill, which reduced the liability for closure and post closure costs, as well as removed any future landfill expansion cost liability for the County.

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, Haywood County, 215 N. Main Street, Waynesville, NC 28786.

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Net Position

June 30, 2021

	Primary Government	Component Unit
	Governmental Activities	Haywood County Tourism Development Authority
ASSETS		
Cash and cash equivalents	\$ 59,249,889	\$ 1,069,938
Restricted cash	11,849,829	301,772
Receivables (net)	4,277,430	-
Due from other governments	7,043,339	524,332
Prepays	193,646	34,628
Inventories	123,142	-
Net pension asset - ROD - restricted	165,294	-
Capital assets:		
Land and construction in progress	20,160,791	-
Other capital assets, net of depreciation	60,425,091	11,692
Capital assets, net	80,585,882	11,692
Total assets	163,488,451	1,942,362
DEFERRED OUTFLOWS OF RESOURCES	17,428,757	97,477
LIABILITIES		
Accounts payable and accrued expenses	6,153,170	130,598
Payable from restricted assets		
Advances due to grantors	6,052,174	-
Accrued interest payable	430,558	-
Long-term liabilities:		
Due within one year	7,104,191	-
Due in more than one year	102,052,748	140,078
Total liabilities	121,792,841	270,676
DEFERRED INFLOWS OF RESOURCES	7,793,981	-
NET POSITION		
Net investment in capital assets	56,015,826	11,692
Restricted for:		
Stabilization by State Statute	8,896,761	524,332
Pension	165,294	-
Public safety	517,927	-
Sheriff's department	69,377	-
Health services	93,921	-
Economic development	-	301,772
Unrestricted (deficit)	(14,428,720)	931,367
Total net position	\$ 51,330,386	\$ 1,769,163

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Activities
For the year ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	Haywood County Tourism Development Authority
Governmental Activities:						
General government	\$ 14,013,314	\$ 372,046	\$ 81,864	\$ -	\$ (13,559,404)	\$ -
Public safety	28,414,583	3,802,381	2,757,707	-	(21,854,495)	-
Transportation	193,343	-	-	-	(193,343)	-
Environmental protection	4,756,584	6,198,635	15,624	-	1,457,675	-
Economic and physical development	4,339,738	231,023	54,846	-	(4,053,869)	-
Human services	31,676,839	599,594	22,419,581	-	(8,657,664)	-
Culture and recreation	1,646,619	5,269	149,425	-	(1,491,925)	-
Education	23,176,721	-	150,426	1,480,954	(21,545,341)	-
Interest on long-term debt	1,075,408	-	-	-	(1,075,408)	-
Total governmental activities	<u>\$ 109,293,149</u>	<u>\$ 11,208,948</u>	<u>\$ 25,629,473</u>	<u>\$ 1,480,954</u>	<u>(70,973,774)</u>	<u>-</u>
Component unit						
Haywood County Tourism Development Authority	<u>\$ 1,856,982</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>(1,856,982)</u>
General revenues:						
Taxes:						
Property taxes, levied for general purpose					50,708,020	-
Local option sales tax					20,205,669	-
Other taxes and licenses					4,928,730	2,524,990
Grants and contributions not restricted to specific programs					596,248	-
Investment earnings, unrestricted					29,688	229
Gain on disposal of asset					235,980	-
Miscellaneous, unrestricted					-	80,222
Total general revenues					<u>76,704,335</u>	<u>2,605,441</u>
Changes in net position excluding special item					5,730,561	748,459
Special item (Note 10)					91,679	-
Changes in net position					<u>5,822,240</u>	<u>748,459</u>
Net position, beginning, as previously reported					45,308,977	1,020,704
Restatement (Note 11)					199,169	-
Net position, beginning of year, as restated					<u>45,508,146</u>	<u>1,020,704</u>
Net position, end of year					<u>\$ 51,330,386</u>	<u>\$ 1,769,163</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Balance Sheet
Governmental Funds
June 30, 2021

	General Fund	Solid Waste Management Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 44,408,498	\$ 10,040,467	\$ 2,419,954	\$ 56,868,919
Restricted cash and investments	6,698,719	-	5,151,110	11,849,829
Accounts receivable, net	1,004,812	-	-	1,004,812
Ad valorem taxes receivable, net	1,228,240	-	85,918	1,314,158
Other tax receivable	298,328	-	-	298,328
Due from other governments	6,972,029	39,909	31,401	7,043,339
Solid waste fee receivable	-	376,504	-	376,504
Other receivables	863,350	46,641	-	909,991
Inventories	123,142	-	-	123,142
Total assets	<u>\$ 61,597,118</u>	<u>\$ 10,503,521</u>	<u>\$ 7,688,383</u>	<u>\$ 79,789,022</u>
Liabilities				
Accounts payable and accrued liabilities	\$ 4,397,878	\$ 109,626	\$ 402,244	\$ 4,909,748
Payable from restricted assets				
Advances due to grantors	6,052,174	-	-	6,052,174
Total liabilities	<u>10,450,052</u>	<u>109,626</u>	<u>402,244</u>	<u>10,961,922</u>
Deferred inflows of resources	<u>2,398,274</u>	<u>376,504</u>	<u>85,918</u>	<u>2,860,696</u>
Fund balances				
Nonspendable:				
Inventories	123,142	-	-	123,142
Restricted:				
Stabilization by State statute	8,778,810	86,550	31,401	8,896,761
Sheriff's department	69,377	-	-	69,377
Public school capital projects	3,935,085	-	208,370	4,143,455
Public safety	-	-	517,927	517,927
Community college	-	-	4,942,740	4,942,740
Health services	-	-	93,921	93,921
Committed:				
Community college capital	4,596,158	-	-	4,596,158
Solid waste management	-	9,930,841	877,026	10,807,867
Capital projects	-	-	528,836	528,836
Assigned:				
Subsequent year's expenditures	5,913,992	-	-	5,913,992
LEO special separation allowance	63,652	-	-	63,652
Unspent Trust donations	339,234	-	-	339,234
Unassigned	24,929,342	-	-	24,929,342
Total fund balances	<u>48,748,792</u>	<u>10,017,391</u>	<u>7,200,221</u>	<u>65,966,404</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 61,597,118</u>	<u>\$ 10,503,521</u>	<u>\$ 7,688,383</u>	<u>\$ 79,789,022</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Balance Sheet
Governmental Funds
June 30, 2021

Total fund balances for governmental funds	\$ 65,966,404
Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:	
Original cost and/or donated value	138,730,811
Less accumulated depreciation	(58,144,929)
Net pension asset restricted for employees' pension is not a financial resource and therefore not reported in the governmental funds	165,294
Deferred outflows of resources are not available to satisfy current obligations in the fund statements; however, they are considered a consumption of net position that applies to a future period and are included in the statement of net position:	
Deferred charges on refundings of debt	280,165
Contributions to pension plans in the current fiscal year	2,437,845
Benefit payments and administrative costs for LEOSSA	28,084
Pension related deferrals	5,310,833
OPEB related deferrals	8,700,627
Benefit payments and administrative costs for OPEB	671,203
Accrued interest receivable is not available to pay current-period expenditures and therefore not recognized as revenue in the fund statements.	78,917
Deferred inflows of resources are not available to satisfy current obligations in the fund statements; however, they are considered economic resources and recognized as revenue in the government-wide statements.	
Taxes, fees, and notes receivable	2,050,346
Pension deferrals	(99,577)
OPEB deferrals	(6,884,054)
The internal service fund is used by management to allocate self-insurance costs to individual funds and departments. The assets and liabilities are included in governmental activities in the statement of net position.	1,625,914
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:	
General obligation bonds	(9,982,000)
Notes payable	(29,841,961)
Pollution remediation obligation	(1,994,941)
Compensated absences	(2,287,589)
Total pension liability - LEOSSA	(2,593,011)
Net pension liability - LGERS	(12,645,997)
Total OPEB liability	(49,811,440)
Accrued interest payable	(430,558)
Net position of governmental activities	<u>\$ 51,330,386</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2021

	General Fund	Solid Waste Management Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Ad valorem taxes	\$ 46,213,759	\$ -	\$ 4,827,437	\$ 51,041,196
Local option sales taxes	20,205,669	-	-	20,205,669
Other taxes and licenses	4,849,858	134,784	-	4,984,642
Unrestricted intergovernmental	600,686	-	-	600,686
Restricted intergovernmental	24,253,106	15,624	2,382,297	26,651,027
Permits and fees	538,875	6,061,141	-	6,600,016
Sales and services	4,222,602	78,573	307,755	4,608,930
Investment earnings	29,437	-	251	29,688
Miscellaneous	459,400	-	-	459,400
Total revenues	<u>101,373,392</u>	<u>6,290,122</u>	<u>7,517,740</u>	<u>115,181,254</u>
Expenditures				
Current:				
General government	7,486,110	-	307,755	7,793,865
Central services	4,811,522	-	-	4,811,522
Public safety	21,824,601	-	4,867,274	26,691,875
Transportation	194,774	-	-	194,774
Environmental protection	-	3,771,403	5,622,450	9,393,853
Economic and physical development	4,008,160	-	280,538	4,288,698
Human services	29,353,226	-	812,573	30,165,799
Cultural and recreational	1,474,139	-	-	1,474,139
Intergovernmental:				
Education	21,071,300	-	2,105,421	23,176,721
Debt service:				
Principal	8,046,726	-	-	8,046,726
Interest and fees	1,021,933	-	-	1,021,933
Total expenditures	<u>99,292,491</u>	<u>3,771,403</u>	<u>13,996,011</u>	<u>117,059,905</u>
Revenues over (under) expenditures	<u>2,080,901</u>	<u>2,518,719</u>	<u>(6,478,271)</u>	<u>(1,878,651)</u>
Other Financing Sources (Uses)				
Sale of capital assets	239,119	-	-	239,119
Installment obligations issued	5,708,181	-	5,000,000	10,708,181
Transfers from (to) other funds	(125,000)	-	125,000	-
Total other financing sources (uses)	<u>5,822,300</u>	<u>-</u>	<u>5,125,000</u>	<u>10,947,300</u>
Net changes in fund balances	<u>7,903,201</u>	<u>2,518,719</u>	<u>(1,353,271)</u>	<u>9,068,649</u>
Fund balance, beginning, as previously stated	40,845,591	7,498,672	8,354,323	56,698,586
Restatement (Note 11)	-	-	199,169	199,169
Fund balances, beginning of year	<u>40,845,591</u>	<u>7,498,672</u>	<u>8,553,492</u>	<u>56,897,755</u>
Fund balances, end of year	<u>\$ 48,748,792</u>	<u>\$ 10,017,391</u>	<u>\$ 7,200,221</u>	<u>\$ 65,966,404</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2021

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

Net change in fund balances--total governmental funds	\$ 9,068,649
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 as depreciation expense with any residual book value expensed if the asset is disposed:	
Capital outlay expenditures	7,526,134
Depreciation expense	(4,111,373)
Book value of donated asset	(3,139)
Contributions to pension plans in the current fiscal year are not included on the Statement of Activities	2,437,845
Benefit payments and administrative expenses for LEOSSA in the current fiscal year are not included on the Statement of Activities	28,084
Benefit payments and administrative expenses for OPEB in the current fiscal year are not included on the Statement of Activities	671,203
Revenues reported in the Statement of Activities that do not provide current resources are not recorded as revenues in the fund statements:	
Net change in ad valorem taxes receivable	(309,732)
Net change in accrued interest receivable on property taxes	(79,356)
Income from donated asset	91,679
Net change in notes receivable	(4,438)
The issuance of long-term debt provides current financial resources, while the repayment of debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:	
Proceeds from the issuance of debt	(10,708,181)
Amortization of deferred charges on refunding of debt	(64,367)
Repayments	8,046,726
The internal service fund is used by management to account for the activities of the County's health insurance and workers' compensation plans. The net revenue compensation. The net expense is reported with the governmental activities	623,171
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:	
Pollution remediation obligation	(7,643)
Compensated absences	294,269
Pension benefit - Register of Deeds	1,867
Pension expense - LGERS	(4,375,684)
Pension expense - LEOSSA	(282,450)
OPEB plan expense	(3,031,916)
Accrued interest payable	<u>10,892</u>
Change in net position, governmental activities	<u>\$ 5,822,240</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues				
Ad valorem taxes	\$ 44,916,457	\$ 44,916,457	\$ 46,213,759	\$ 1,297,302
Local option sales taxes	13,602,608	13,602,608	20,205,669	6,603,061
Other taxes and licenses	3,705,100	4,638,600	4,849,858	211,258
Unrestricted intergovernmental	592,000	592,000	600,686	8,686
Restricted intergovernmental	14,351,716	27,722,830	24,253,106	(3,469,724)
Permits and fees	424,000	424,000	538,875	114,875
Sales and services	4,891,954	4,891,954	4,222,602	(669,352)
Investment earnings	810,091	810,091	29,437	(780,654)
Miscellaneous	370,423	678,296	459,400	(218,896)
Total revenues	<u>83,664,349</u>	<u>98,276,836</u>	<u>101,373,392</u>	<u>3,096,556</u>
Expenditures				
Current:				
General government	7,676,240	8,345,953	7,486,110	859,843
Central services	5,370,441	5,431,423	4,811,522	619,901
Public safety	22,396,672	25,194,921	21,824,601	3,370,320
Transportation	585,750	585,750	194,774	390,976
Economic and physical development	3,490,219	4,276,036	4,008,160	267,876
Human services	21,484,771	33,964,129	29,353,226	4,610,903
Cultural and recreational	1,736,241	1,814,870	1,474,139	340,731
Contingency and non-departmental	458,696	126,591	-	126,591
Intergovernmental:				
Education	20,664,053	22,664,053	21,071,300	1,592,753
Debt service:				
Principal retirement	4,745,332	8,196,045	8,046,726	149,319
Interest and other charges	1,157,787	1,157,787	1,021,933	135,854
Total expenditures	<u>89,766,202</u>	<u>111,757,558</u>	<u>99,292,491</u>	<u>12,465,067</u>
Revenues over (under) expenditures	<u>(6,101,853)</u>	<u>(13,480,722)</u>	<u>2,080,901</u>	<u>15,561,623</u>
Other Financing Sources (Uses)				
Appropriated fund balance	6,485,646	9,729,656	-	(9,729,656)
Proceeds from sale of assets	2,500	2,500	239,119	236,619
Installment obligations issued	-	3,749,275	5,708,181	1,958,906
Transfers from other funds	-	256,742	-	(256,742)
Transfers to other funds	(386,293)	(257,451)	(125,000)	132,451
Total other financing sources (uses)	<u>6,101,853</u>	<u>13,480,722</u>	<u>5,822,300</u>	<u>(7,658,422)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	7,903,201	<u>\$ 7,903,201</u>
Fund balance, beginning of year			<u>40,845,591</u>	
Fund balance, end of year			<u>\$ 48,748,792</u>	

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Solid Waste Management Fund
 For the year ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues				
Other taxes and licenses	\$ 120,000	\$ 120,000	\$ 134,784	\$ 14,784
Restricted intergovernmental	32,000	32,000	15,624	(16,376)
Permits and fees	6,187,703	6,187,703	6,061,141	(126,562)
Sales and services	60,000	60,000	78,573	18,573
Total revenues	6,399,703	6,399,703	6,290,122	(109,581)
Expenditures				
Current:				
Environmental protection	5,254,040	5,254,040	3,771,403	1,482,637
Total expenditures	5,254,040	5,254,040	3,771,403	1,482,637
Revenues over expenditures	1,145,663	1,145,663	2,518,719	1,373,056
Other Financing Uses				
Transfers to other funds	(1,145,663)	(1,145,663)	-	1,145,663
Net change in fund balance	\$ -	\$ -	2,518,719	\$ 2,518,719
Fund balance, beginning of year			7,498,672	
Fund balance, end of year			\$ 10,017,391	

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Net Position
Proprietary Funds
 June 30, 2021

	Internal Service Funds
Assets	
Current assets:	
Cash and cash equivalents	\$ 2,380,970
Receivables, net	294,720
Prepays	193,646
Total assets	2,869,336
 Liabilities	
Current liabilities:	
Estimated claims payable	1,243,422
 Net Position	
Unrestricted	\$ 1,625,914

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

HAYWOOD COUNTY, NORTH CAROLINA

*Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the year ended June 30, 2021*

	Internal Service Funds
Operating Revenues	
Internal charges for services	\$ 8,636,376
External charges for services	884,091
Total operating revenues	9,520,467
 Operating Expenses	
Claims and administration	9,017,296
Operating income	503,171
 Other financing sources	
Transfers from other funds	120,000
 Change in net position	623,171
 Net position, beginning of year	1,002,743
 Net position, end of year	\$ 1,625,914

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Cash Flows
Proprietary Funds
 For the year ended June 30, 2021

	Internal Service Fund
Cash flows from operating activities:	
Receipts from third-party payors and patients	\$ 9,233,850
Payments to providers	(8,929,112)
Net cash provided by operating activities	304,738
 Cash flows from noncapital and related financing activities:	
Transfers to other funds	120,000
Increase in cash and cash equivalents	424,738
 Cash and cash equivalents:	
Beginning of year	1,956,232
End of year	\$ 2,380,970
 Reconciliation of change in operating income to net cash provided by operating activities:	
Change in operating income	\$ 503,171
Adjustments to reconcile change in net position to net cash provided by operating activities:	
(Increase) decrease in prepaids and receivables	(286,617)
Increase (decrease) in accrued expenses	88,184
Net cash provided by operating activities	\$ 304,738

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Fiduciary Net Position

June 30, 2021

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ 125,206
Total assets	<u>125,206</u>
Net Position	
Restricted for:	
Individuals, organizations, and other governments	125,206
Total net position	<u>\$ 125,206</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Fiduciary Net Position

June 30, 2021

	Custodial Funds
	<u> </u>
Additions	
Ad valorem taxes for other governments	\$ 1,033,910
Collections on behalf of inmates	<u>337,285</u>
Total additions	<u>1,371,195</u>
Deductions	
Tax distributions to other governments	1,025,498
Payments on behalf of inmates	<u>331,006</u>
Total deductions	<u>1,356,504</u>
Net increase in fiduciary net position	<u>14,691</u>
Net position, beginning, as previously reported	-
Restatement (Note 11)	<u>110,515</u>
Net position, beginning, as restated	<u>110,515</u>
Net position, ending	<u>\$ 125,206</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

1. Summary of Significant Accounting Policies

The accounting policies of Haywood County (the “County”) and its component units conform to generally accepted accounting principles as they apply to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The County, which is governed by a five-member Board of Commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute (G.S.) 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component units, legally separate entities for which the County is financially accountable. The discretely presented component units presented below are reported in separate columns in the County’s basic financial statements in order to emphasize that they are legally separate from the County.

Component Units:

Haywood County Industrial Facility and Pollution Control Financing Authority

Haywood County Industrial Facility and Pollution Control Financing Authority (the “Authority”) exists to issue revenue bond debt of private businesses for economic development purposes. The Authority is governed by a seven-member board of commissioners, all of whom are appointed by the County Commissioners. The County can remove any commissioner of the Authority with or without cause. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. The Authority does not issue separate financial statements.

Haywood County Tourism Development Authority

The North Carolina General Legislature enacted a law which authorized Haywood County to levy a room occupancy and tourism development tax, and the Board of Commissioners adopted a resolution levying this tax on October 1, 1983. The Board of Commissioners created the Haywood County Tourism Development Authority (the “TDA”) as a public authority under the Local Government Budget and Fiscal Control Act. The TDA is composed of twelve voting members and three ex-officio members, serving without compensation and appointed by the Board of Commissioners. Quarterly reports are to be made to the Board of Commissioners. The TDA may contract with any person, firm or organization to advise and assist in carrying out its duty to promote travel, tourism, and conventions for the County. The TDA, which has a June 30 year-end, is presented as if it were a governmental fund. Complete financial statements for the TDA may be obtained at the administrative office of the TDA at 1110 Soco Road, Maggie Valley, North Carolina, 28751.

B. Basis of Presentation**Government-Wide Statements:**

The Statement of Net Position and the Statement of Activities display information about the primary government (the “County”) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. 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 and investment earnings, result from non-exchange transactions or ancillary activities.

The County reports the following major governmental funds for the year ended June 30, 2021:

 General Fund

The General Fund is the general operating fund of the County. It is used to account for all financial resources except those that are required to be accounted for in another fund.

 Solid Waste Management Fund

This fund accounts for all the operational and capital activities related to the availability fees and tipping fees collected in conjunction with the 2 landfills, the materials recovery facility, the recycling programs and the 10 convenience centers located throughout the County.

Additionally, the County reports the following fund types:

Special Revenue Funds

Special revenue funds are used to account for specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes. The County has the following special revenue funds: the Emergency Telephone System Fund, the Fire Districts Fund, the Sanitary District Fund, the Road Service Fund, Representative Payee Fund, Fines and Forfeitures Fund, and Deed of Trust Fund.

Capital Projects Funds

Capital projects funds are used to account for financial resources to be used for the acquisition and construction of major capital facilities (other than those financed by proprietary funds and trust funds). The County has the following capital projects funds within its governmental fund types: the Community College Projects Fund, the Master Facilities Fund, the Public Schools ADM/Lottery Fund, County Building Renovations Fund, the Public Schools County Projects Fund, and the Solid Waste Capital Project Fund.

Internal Service Funds

The internal service funds account for the employee medical benefits and workers' compensation programs, which include group health, dental and workers' compensation.

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 Motor Vehicle Tax Fund, which accounts for vehicle property taxes that are billed and collected by the State and remitted to the County for various municipalities within the County but that are not revenues to the County, and the Detention Center Commissary Fund, which holds cash collections for the benefit of inmates from their friends and families.

- C. **Measurement Focus and 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, and fiduciary fund financial statements are reported using the economic resources measurement focus, except the agency funds which have no measurement focus, and 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 non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

Governmental Fund Financial Statements:

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Long-term debt issued and acquisitions under capital leases are reported as other financing sources. General capital asset acquisitions are reported as expenditures in governmental funds.

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable are materially past due and are not considered to be an available resource to finance the operations of the current year. As of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 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 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.

- D. Budgetary Data** - The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, Solid Waste Management Fund and special revenue funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the Capital Projects Funds. All budgets are prepared using the modified accrual basis of accounting.

Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds and at the object level for the multi-year funds. The County Manager is authorized by the budget ordinance to transfer appropriations within departments and functions within a fund; however, any revisions that alter total expenditures of any fund or that change functional appropriations must be approved by the governing board. During the year, several amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

- E. **Use of Estimates** –The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- F. **Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position**

Deposits and Investments:

All deposits of the County and Haywood County TDA are made in board-designated official depositories and are secured as required by G.S. 159-31. The County and the TDA Board may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the County and the TDA Board may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

State law [G.S. 159-30(c)] authorizes the County and the TDA 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 North Carolina Capital Management Trust (NCCMT), which consists of two SEC registered funds, is authorized by G.S. 159-30(c)(8). One of these funds, the Government Portfolio, is a 2a7 fund which invests in treasuries and government agencies and is rated AAAM by S&P and AAmf by Moody Investor Services. The Government Portfolio is reported at fair value.

Cash and Cash Equivalents:

The County pools money from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents.

Money in the General Fund is classified as restricted assets if its use is completely restricted by external parties. Public Schools County Projects Fund cash is classified as restricted assets because its use is restricted per North Carolina General Statutes 159-18 through 22.

The TDA considers demand deposits and investments purchased with an original maturity three months or less, that are not limited to use, to be cash and cash equivalents.

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, 2020.

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.

Inventories and Prepaid Items:

The inventories of the County are valued at cost (first-in, first-out). The County’s General Fund inventory consists of expendable supplies that are recorded as expenditures when consumed.

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.

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 cost is \$1,000 for annual budgeting and \$5,000 for financial reporting. 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 Haywood County Board of Education and Haywood County Community College 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 and Community College give the Board of Education and Community College full use of the facilities, full responsibility for maintenance of the facilities, and provide that the County will convey title to the property back to the Board of Education and Community College, 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 Haywood County Board of Education and the Haywood County Community College.

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

	<u>Years</u>
Buildings	10 - 50
Improvements	10
Furniture and equipment	3 - 10
Vehicles	4
Computer equipment	3

For the TDA, the minimum capitalization threshold is \$1,000. Depreciation is computed by the straight-line method over the estimated useful lives of the assets as follows:

	<u>Years</u>
Improvements	10
Furniture and equipment	3 - 10

Deferred Outflows of Resources and Deferred Inflows of Resources:

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has several items that meet this criterion including deferred charges on refunding debt, pension and OPEB related deferrals, retiree benefits paid during the current fiscal year, and contributions made to the pension plans in the current fiscal year.

In addition to liabilities, the statement of net position can also report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The County has several items that meet the criterion for this category - prepaid taxes and fees receivable, notes receivable, unearned grant revenue, and pension and OPEB related deferrals.

Long-Term Obligations:

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. In the fund financial statements for governmental fund types, the net proceeds of debt issued is reported as another financing source. The installment financing contracts are collateralized by the assets being financed and are not secured by the taxing power of the County.

Compensated Absences:

The vacation policy of the County and the TDA provide for the accumulation of up to thirty days earned vacation leave with such leave being fully vested when earned. In the County's government-wide funds, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned. Compensated absences have typically been liquidated in the General Fund.

The sick leave policy of the County and the TDA 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 for County employees may be used in the determination of length of service for retirement benefit purpose. Since these entities have no obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

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 Statutes.

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:

☐ Non-Spendable Fund Balance

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

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

☐ Restricted Fund Balance

This classification includes revenue sources that are restricted to specific purposes externally imposed or imposed by law.

- ✓ Restricted for Stabilization by State Statute - North Carolina G.S. 159-8 prohibits units of government from budgeting or spending a portion of their fund balance. This is one of several statutes enacted by the North Carolina State Legislature in the 1930's that were designed to improve and maintain the fiscal health of local government units. Restricted by State statute (RSS), is calculated at the end of each fiscal year for all annually budgeted funds. The calculation in G.S. 159-8(a) provides a formula for determining what portion of fund balance is available for appropriation. The amount of fund balance not available for appropriation is what is known as "restricted by State statute". Appropriated fund balance in any fund shall not exceed the sum of cash and investments minus the sum of liabilities, encumbrances, and deferred revenues arising from cash receipts, as those figures stand at the close of the fiscal year next preceding the budget. Per GASB guidance, RSS is considered a resource upon which a restriction is "imposed by law through constitutional provisions or enabling legislation." RSS is reduced by inventories 35-J-56 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 Sheriff's Department – portion of fund balance that is restricted by the revenue source to pay for expenditures related to the drug seizure funds.
- ✓ Restricted for Public School Capital Projects – portion of fund balance that is restricted by the revenue source to pay for capital expenditures for public schools in the County.
- ✓ Restricted for Health Services – portion of fund balance that can only be used to benefit beneficiaries under the Social Security Representative Payee Program.
- ✓ Restricted for Public Safety – portion of fund balance that represents restricted donations made for the construction of an animal services facility accounted for in the Master Facilities capital project fund and the portion of fund balance that is restricted by revenue sources to pay for qualified E-911 expenditures in the Emergency Telephone System Fund.

- ✓ Restricted for community college – portion of fund balance that represents the unspent load proceeds that will be used to construct the nursing building at Haywood Community College.

Committed Fund Balance

This classification includes the portion of fund balance that can only be used for specific purpose imposed by majority vote of Haywood County's governing body (highest level of decision-making authority) by resolution. Any changes or removal of specific purposes requires majority action by the governing body.

- ✓ Committed for Community College Capital – portion of fund balance that reflects the sales tax that has been committed for community college capital expenditures.
- ✓ Committed for Solid Waste Management – portion of fund balance that has been committed to the Solid Waste Management fund of the County.
- ✓ Committed for Capital Projects – portion of fund balance that has been committed, by project ordinance, for capital expenditures in the County.

Assigned Fund Balance

This classification includes the portion of total fund balance that the Haywood County governing board has budgeted.

- ✓ Committed for subsequent year's expenditures – portion of the fund balance that is committed by the Board of Commissioners to cover some capital costs in the subsequent year's budget.
- ✓ Assigned for LEO Special Separation Allowance – portion of fund balance that has been assigned for future expenditures related to the LEO Special Separation Allowance.
- ✓ Assigned for unspent trust donations – portion of fund balance that has been assigned for future expenditures made from donations to the County from the Ross Trust.

Unassigned Fund Balance

This classification includes the portion of total fund balance in the General Fund that has not been restricted, committed or assigned to specific purposes or other funds. The General Fund is the only fund that reports a positive unassigned fund balance, as all other funds report amounts for specific purposes.

Haywood County does not have a formal revenue spending policy that provides guidance for programs with multiple revenue sources. However, it is the County's practice to use resources in the following hierarchy: federal funds, state funds, bond proceeds, local non-county funds, and county funds. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned (available) fund balance.

Haywood County, under its Financial Reserves section of the Fiscal Policy, has established a threshold of at least 11% of current year expenditures for available General Fund balance at the close of each fiscal year. The excess available fund balance may be used to fund one-time capital expenditures or other one-time costs, or may be transferred to Capital Reserves for future use for a specific purpose within a specified time frame.

Multiple-Employer 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 Governmental Employees' Retirement System ("LGEERS") 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 or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the state-administered defined benefit pension plans and additions to/deductions from the state-administered defined benefit pension plans' fiduciary net positions have been determined on the same basis as they are reported by the state-administered defined benefit pension plans. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The County's employer contributions are recognized when due and the County has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the state-administered defined benefit pension plans. Investments are reported at fair value.

2. Detail Notes on All Activities and Funds**A. Assets****i. Deposits:**

All of the County and the TDA's deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County's or TDA's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and the TDA, these deposits are considered to be held by their agents in their names. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County or the TDA, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County or the TDA 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 County and the TDA have no formal policy regarding custodial credit risk for deposits, but relies on the State Treasurer to enforce standards of minimum capitalization for all Pooling Method financial institutions and to monitor them for compliance. The County and the TDA comply with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2021, the County's deposits had a carrying amount of \$21,830,577 and a bank balance of \$21,987,670. Of the bank balance, \$593,921 was covered by federal depository insurance and \$21,393,749 by collateral held under the Pooling Method.

At June 30, 2021, the County had \$4,850 cash on hand.

At June 30, 2021, the TDA's deposits had a carrying amount of \$435,256 and a bank balance of \$615,970. Of the bank balance, \$250,000 was covered by federal depository insurance and

the remainder was covered under the pooling method. The TDA had cash on hand at year-end in the amount of \$200.

ii. Investments:

As of June 30, 2021, the County had the following investments and maturities:

<u>Investment type</u>	Valuation Measurement <u>Method</u>	<u>Fair Value</u>	<u>Term to Maturity</u>		
			<u>Less Than Six Months</u>	<u>Six to Twelve Months</u>	<u>More Than Twelve Months</u>
NC Capital Management Trust -					
Government Portfolio	Fair Value - Level 1	\$ 44,157,470	\$ 44,157,470	\$ -	\$ -
US Treasuries	Fair Value - Level 1	4,932,347	2,613,023	1,089,889	1,229,435
Commercial paper	Fair Value - Level 2	299,680	299,680	-	-
Total		<u>\$ 49,389,497</u>	<u>\$ 47,070,173</u>	<u>\$ 1,089,889</u>	<u>\$ 1,229,435</u>

The TDA had the following investments as of June 30, 2021.

<u>Investment type</u>	Valuation Measurement <u>Method</u>	<u>Fair Value</u>	<u>Term to Maturity</u>		
			<u>Less Than Six Months</u>	<u>Six to Twelve Months</u>	<u>More Than Twelve Months</u>
NC Capital Management Trust -					
Government Portfolio	Fair Value - Level 1	\$ 936,253	\$ 936,253	N/A	N/A
Total		<u>\$ 936,253</u>	<u>\$ 936,253</u>	<u>\$ -</u>	<u>\$ -</u>

* As of June 30, 2021, the NCCMT Term Portfolio has a duration of .15 years. 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. The NCCMT Term Portfolio has no rating.

Investments classified in Level 1 of the fair value hierarchy are 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.

Reconciliation of Deposits and Investments

A reconciliation of cash and cash equivalents and shown on the County's government-wide statement of net position is as follows:

Reported Value of deposits	\$ 21,830,577
Petty cash	4,850
Fair value of Investments	<u>49,389,497</u>
	<u>\$ 71,224,924</u>
Statement of Net Position	
Cash and cash equivalents	\$ 59,249,889
Cash and cash equivalents, restricted	<u>11,849,829</u>
	71,099,718
Statement of Fiduciary Net Position	
Cash and cash equivalents	<u>125,206</u>
	<u>\$ 71,224,924</u>

Interest Rate Risk:

As a means of limiting its exposure to fair value losses arising from interest rates, funds will be invested with the chief objectives of safety of principal, liquidity, and yield, therefore, the County's investment policy limits at least 80% of the county's investment portfolio to maturities of less than 12 months, with all investments maturing in no more than 36 months from their purchase date.

Credit and Custodial Credit Risk:

State law limits investments in commercial paper to the top rating issued by nationally recognized statistical rating organizations (NRSROs). The County's investments in the North Carolina Capital Management Trust Government Portfolio carried a credit rating of AAAM by Standard & Poor's as of June 30, 2021. The County's investment in the North Carolina Capital Management Trust Term Portfolio is unrated. No more than 5% of the County's investment funds may be invested in a specific company's commercial paper, and no more than 20% of the County's investment funds may be invested in commercial paper. No more than 25% of the County's investments may be invested in any one U.S. Agency's securities.

iii. Receivables: **Notes Receivable**

On June 27, 2017, the County sold real property in exchange for a note receivable in the amount of \$325,000. The agreement requires equal monthly installments of \$1,211, including principal and interest at 3.25%, beginning July 1, 2017 and maturing in full on July 1, 2022. At June 30, 2021, the balance was \$308,080.

Receivables at the government-wide level at June 30, 2021 were as follows:

	Accounts Receivable	Taxes and Related Accrued Interest	Other	Total
Governmental activities:				
General Fund	\$ 2,427,125	\$ 1,850,209	\$ 1,161,678	\$ 5,439,012
Other governmental funds	923,174	198,496	46,641	1,168,311
Governmental activities only	<u>294,720</u>	<u>78,917</u>	<u>-</u>	<u>373,637</u>
Total receivables	3,645,019	2,127,622	1,208,319	6,980,960
Allowance for doubtful accounts	<u>(1,968,983)</u>	<u>(734,547)</u>	<u>-</u>	<u>(2,703,530)</u>
Total	<u>\$ 1,676,036</u>	<u>\$ 1,393,075</u>	<u>\$ 1,208,319</u>	<u>\$ 4,277,430</u>
Amounts not expected to be collected within one year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,080</u>	<u>\$ 308,080</u>

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

Local option sales tax	\$ 5,383,207
Sales tax refunds	250,143
NC DMV tax receivable	542,606
Other	<u>867,383</u>
	<u>\$ 7,043,339</u>

iv. Capital Assets

Capital asset activity for the year ended June 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 13,474,991	\$ -	\$ (3,139)	\$ 13,471,852
Construction in progress	<u>1,381,293</u>	<u>5,336,826</u>	<u>(29,180)</u>	<u>6,688,939</u>
Total capital assets not being depreciated	<u>14,856,284</u>	<u>5,336,826</u>	<u>(32,319)</u>	<u>20,160,791</u>
Capital assets being depreciated:				
Improvements	20,624,988	135,291	-	20,760,279
Buildings	73,151,037	118,075	(458,834)	72,810,278
Equipment	16,258,093	1,233,283	(393,821)	17,097,555
Vehicles	<u>7,291,542</u>	<u>823,518</u>	<u>(213,152)</u>	<u>7,901,908</u>
Total capital assets being depreciated	<u>117,325,660</u>	<u>2,310,167</u>	<u>(1,065,807)</u>	<u>118,570,020</u>
Less accumulated depreciation for:				
Improvements	17,652,240	651,849	-	18,304,089
Buildings	18,992,190	1,532,273	(458,834)	20,065,629
Equipment	13,399,825	970,241	(393,821)	13,976,245
Vehicles	<u>5,055,108</u>	<u>957,010</u>	<u>(213,152)</u>	<u>5,798,966</u>
Total accumulated depreciation	<u>55,099,363</u>	<u>4,111,373</u>	<u>(1,065,807)</u>	<u>58,144,929</u>
Capital assets being depreciated, net	<u>62,226,297</u>			<u>60,425,091</u>
Governmental activities capital assets, net	<u>\$ 77,082,581</u>			<u>\$ 80,585,882</u>

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

General government	\$ 1,372,311
Public safety	1,497,384
Environmental protection	745,836
Economic and physical development	80,282
Human services	356,245
Cultural and recreational	<u>59,315</u>
Total depreciation expenses	<u>\$ 4,111,373</u>

□ **Discretely Presented Component Unit**

Capital asset activity for the TDA for the year ended June 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Tourism Development Authority:				
Capital assets being depreciated:				
Improvements	\$ 9,890	\$ -	\$ -	\$ 9,890
Equipment and furniture	<u>52,429</u>	<u>2,584</u>	<u>(1,262)</u>	<u>53,751</u>
Total capital assets being depreciated	<u>62,319</u>	<u>2,584</u>	<u>(1,262)</u>	<u>63,641</u>
Less accumulated depreciation for:				
Improvements	5,930	1,891	-	7,821
Equipment and furniture	<u>38,499</u>	<u>6,892</u>	<u>(1,262)</u>	<u>44,129</u>
Total accumulated depreciation	<u>44,429</u>	<u>8,783</u>	<u>(1,262)</u>	<u>51,950</u>
Capital assets, net	<u>\$ 17,890</u>			<u>\$ 11,691</u>

B. Deferred Outflows of Resources

Deferred outflows of resources at the government-wide level at June 30, 2021 were as follows:

Deferred charges on refunding of debt	\$ 280,165
Contributions to pension plans subsequent to the measurement date (LGERS and ROD)	2,437,845
Benefit payments for LEOSSA subsequent to the measurement date	28,084
Benefit payments for OPEB subsequent to the measurement date	671,203
Differences between expected and actual experience	1,778,555
Changes of assumptions	10,335,258
Net difference between project and actual earnings	1,779,586
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>118,061</u>
	<u>\$ 17,428,757</u>

C. Liabilities**i. Payables:**

Payables at the government-wide level at June 30, 2021 were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Other</u>	<u>Total</u>
Governmental activities:				
General fund	\$ 2,491,135	\$ 1,077,936	\$ 828,807	\$ 4,397,878
Solid waste management fund	106,059	3,567	-	109,626
Estimated claims payable	-	-	1,243,422	1,243,422
Other governmental funds	400,590	1,654	-	402,244
Total	<u>\$ 2,997,784</u>	<u>\$ 1,083,157</u>	<u>\$ 2,072,229</u>	<u>\$ 6,153,170</u>

The County has also recorded a liability as of June 30, 2021 for advances due to grantors in the amount of \$6,052,174. The represents the amount of unspent American Rescue Plan funding being held by the County at year-end.

ii. Pension Plan Obligations: **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 for the State of North Carolina. The State's Annual Comprehensive Financial Report includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at www.osc.nc.gov.

Benefits Provided. LGERS provides retirement and survivor benefits. Retirement benefits are determined as 1.85% of the member's average final compensation times the member's years of creditable service. A member's average final compensation is calculated as the average of a member's four highest consecutive years of compensation. Plan members are eligible to retire with full retirement benefits at age 65 with five years of creditable service, at age 60 with 25 years of creditable service, or at any age with 30 years of creditable service. Plan members are eligible to retire with partial retirement benefits at age 50 with 20 years of creditable service or at age 60 with five years of creditable service (age 55 for firefighters). Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who have either completed 20 years of creditable service regardless of age (15 years of creditable service for firefighters and rescue squad members who are

killed in the line of duty) or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions. The plan does not provide for automatic post-retirement benefit increases. Increases are contingent upon actuarial gains of the plan.

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

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2021, was 10.90% of compensation for law enforcement officers and 10.15% for general employees and firefighters, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the County were \$2,429,396 for the year ended June 30, 2021.

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

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

At June 30, 2021, the County reported a liability of \$12,645,997 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 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, 2021 (measured June 30, 2020), the County's proportion was 0.35389%, which was an increase of .00948% from its proportion as of June 30, 2020 (measured as of June 30, 2019). For the year ended June 30, 2021, the County recognized pension expense of \$4,375,684.

At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,596,968	\$ -
Changes of assumptions	941,110	-
Net difference between projected and actual earnings on pension plan investments	1,779,586	-
Changes in proportion and difference between County contributions and proportionate share of contributions	109,634	20,864
County contributions subsequent to the measurement date	<u>2,429,396</u>	<u>-</u>
	<u>\$ 6,856,694</u>	<u>\$ 20,864</u>

\$2,429,396 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, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2022	1,234,541
2023	1,658,315
2024	986,912
2025	526,666
2026	-
Thereafter	-
	<u>\$ 4,406,434</u>

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.50 percent
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover

significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

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

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

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2020 are summarized in the following table:

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

The information above is based on 30 year expectations developed with the consulting actuary for the 2018 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the net pension asset to changes in the discount rate. The following presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.00 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 (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the net pension liability (asset)	\$ 25,657,351	\$ 12,645,997	\$ 1,832,648

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

□ Law Enforcement Officers' Special Separation Allowance

Plan Description. The 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, 2019 (valuation date), the Separation Allowance’s membership consisted of:

Inactive members receiving benefits	4
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	<u>76</u>
Total	<u><u>80</u></u>

Summary of Significant Accounting Policies:

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

The Separation Allowance has no assets accumulated in a trust that meet the criteria which are outlined in GASB Statement 73.

Actuarial Assumptions:

The entry age normal actuarial cost method was used in the December 31, 2019 valuation. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.25 to 7.75 percent, including inflation and productivity factor
Discount rate	1.93%

The discount rate used to measure the total pension liability is the weekly average of the Bond Buyer General Obligation 20-year Municipal Bond Index determined at the end of each month.

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

Mortality rates are based on the RP-2014 mortality tables base rates projected to the valuation date using MP-2015.

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. Administrative costs of the Separation Allowance are financed through investment earnings. The County paid \$56,386 as benefits came due for the reporting period.

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

At June 30, 2021, the County reported a total pension liability of \$2,593,011. The total pension liability was measured as of December 31, 2020 based on a December 31, 2019 actuarial valuation. The total pension liability was then rolled forward to the measurement date of December 31, 2020 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2021, the County recognized pension expense of \$282,450.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 181,587	\$ 23,734
Changes of assumptions and other inputs	693,521	33,297
Benefit payments and plan administrative expense made subsequent to the measurement date	<u>28,084</u>	<u>-</u>
	<u>\$ 903,192</u>	<u>\$ 57,031</u>

\$28,084 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date, and changes of assumptions and other inputs will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 156,356
2023	158,445
2024	149,337
2025	164,309
2026	138,857
Thereafter	<u>50,773</u>
	<u>\$ 818,077</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 1.93 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 (0.93 percent) or 1-percentage-point higher (2.93 percent) than the current rate:

	1% Decrease <u>(0.93%)</u>	Discount Rate <u>(1.93%)</u>	1% Increase <u>(2.93%)</u>
Total pension liability	\$ 2,828,247	\$ 2,593,011	\$ 2,378,952

Schedule of Changes in Total Pension Liability

Beginning balance	\$	1,621,856
Changes for the year:		
Service cost at end of year		101,399
Interest		51,953
Change in benefit terms		-
Difference between expected and actual experience		125,639
Changes of assumptions and other inputs		748,550
Benefit payments		(56,386)
Other		-
Net changes		971,155
Ending balance of the total pension liability	\$	2,593,011

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

Supplemental Retirement Income Plan for Law Enforcement Officers

Plan Description. The County contributes to the Supplemental Retirement Income Plan (the “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 for the State of North Carolina. The State’s Annual Comprehensive Financial Report includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy. Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to 5% of each officer’s salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the Plan.

The County contributed \$172,626 for law enforcement officers for the reporting year. No amounts were forfeited.

Supplemental Retirement Income Plan for Employees Not Engaged in Law Enforcement

Full-time employees not engaged in law enforcement are eligible to participate in the Supplemental Retirement Plan under Internal Revenue Code Section 401(k). Under this

plan, an employee may contribute a percentage of their annual gross salary as limited by federal tax laws. Haywood County contributed an amount equal to 2% of annual gross pay.

The County contributed \$606,792 for general employees for the reporting year. No amounts were forfeited.

□ **Registers of Deeds' Supplemental Pension Fund**

Plan Description. Haywood County also contributes to the Registers of Deeds' Supplemental Pension Fund ("RODSPF"), a noncontributory, defined benefit plan administered by the North Carolina Department of State Treasurer. RODSPF provides supplemental pension benefits to any eligible county register of deeds who is retired under the 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 for the State of North Carolina. The State's Annual Comprehensive Financial Report includes financial statements and required supplementary information for the Register of Deeds' Supplemental Pension Fund. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at www.osc.nc.gov.

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 \$8,449 for the year ended June 30, 2021.

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

At June 30, 2021, the County reported an asset of \$165,294 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 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 the June 30, 2020, measurement

date the County's proportion was .72124%, which was an increase of .03293% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized pension benefit of \$1,867. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,368
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	14,144
Changes in proportion and difference between County contributions and proportionate share of contributions	8,427	4,170
County contributions subsequent to the measurement date	8,449	-
	<u>\$ 16,876</u>	<u>\$ 21,682</u>

\$8,449 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, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2022	\$ (331)
2023	(2,978)
2024	(6,383)
2025	(3,563)
2026	-
Thereafter	-
	<u>\$ (13,255)</u>

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The

current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2019 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, 2020 is 1.4%.

The information above is based on 30 year expectations developed with the consulting actuary for the 2021 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension asset was 3.75%. 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 3.75 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 (2.75 percent) or 1-percentage-point higher (4.75 percent) than the current rate:

	1% Decrease <u>(2.75%)</u>	Discount Rate <u>(3.75%)</u>	1% Increase <u>(4.75%)</u>
County's proportionate share of the net pension liability (asset)	\$ (140,397)	\$ (165,294)	\$ (186,361)

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

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

Following is information related to the proportionate share and pension expense for all pension plans:

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Proportionate Share of Net Pension Liability (Asset)	\$ 12,645,997	\$ (165,294)	\$ -	\$ 12,480,703
Proportion of the Net Pension Liability (Asset)	0.35389%	0.72124%	N/A	N/A
Total Pension Liability	-	-	2,593,011	2,593,011
Pension Expense (Benefit)	4,375,684	(1,867)	282,450	4,656,267

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Deferred Outflows of Resources:				
Differences between expected and actual experience	\$ 1,596,968	\$ -	\$ 181,587	\$ 1,778,555
Changes of assumptions	941,110	-	693,521	1,634,631
Net difference between projected and actual earnings on plan investments	1,779,586	-	-	1,779,586
Changes in proportion and differences between County contributions and proportionate share of contributions	109,634	8,427	-	118,061
County contributions/benefit payments subsequent to the measurement date	2,429,396	8,449	28,084	2,465,929
	<u>\$ 6,856,694</u>	<u>\$ 16,876</u>	<u>\$ 903,192</u>	<u>\$ 7,776,762</u>

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Deferred Inflows of Resources:				
Differences between expected and actual experience	\$ -	\$ 3,368	\$ 23,734	\$ 27,102
Net difference between projected and actual investment earnings	-	14,144	-	14,144
Changes of assumptions	-	-	33,297	33,297
Changes in proportion and differences between County contributions and proportionate share of contributions	20,864	4,170	-	25,034
	<u>\$ 20,864</u>	<u>\$ 21,682</u>	<u>\$ 57,031</u>	<u>\$ 99,577</u>

□ **Other Postemployment Benefits–Healthcare Benefits**

Plan Description. In addition to providing pension benefits, Haywood County has elected to provide healthcare benefits to retirees of Haywood County, as a single-employer defined benefit plan (“OPEB Plan”), who have at least thirty years of service with the North Carolina Local Governmental Employees’ Retirement System (the “System”) and, on a pro-rata basis, employees who are credited with at least twenty years of service with the System. Retired employees meeting the criteria discussed herein will be provided hospitalization in the same manner as the active County employees. Haywood County pays 100% of the retiree costs for those retirees who have thirty years of service with the System and seven years with the County. The County pays 50% of health insurance costs for those retirees who have 15 years with the System and are at least 60 years of age. For those retirees with fewer than 30 years of service, who are aged 50 to 59, a pro-rata cost share in health insurance costs is received. Retirees can purchase coverage for their dependents at Haywood County’s group rates. Haywood County is self insured for health care costs and pays the Medicare Supplement for retirees who qualify, also on a pro-rata basis. A separate report was not issued for the plan.

Membership of the OPEB Plan consisted of the following at June 30, 2019, the date of the latest actuarial valuation:

Retirees and dependents receiving benefits	164
Active plan members	<u>439</u>
Total	<u><u>603</u></u>

Total OPEB Liability. Haywood County’s total OPEB liability of \$49,811,440 as of June 30, 2021 was measured as of June 30, 2020, and was determined by an actuarial valuation as of June 30, 2019.

Actuarial Assumptions and Other Inputs. The Total OPEB liability in the June 30, 2019 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	3.50 to 7.75 percent, including inflation and productivity factor
Healthcare cost trend rates	7.00 percent for 2019 decreasing to 4.5 percent in 2026

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of the measurement date.

Changes in the Total OPEB Liability

Balance at July 1, 2020	\$ 37,632,787
Changes for the year	
Service cost	1,697,831
Interest	1,361,052
Changes in benefit terms	-
Differences between expected and actual experience	(171,063)
Changes in assumptions and other inputs	10,185,376
Benefit payments	<u>(894,543)</u>
Net changes	<u>12,178,653</u>
Balance at June 30, 2021	<u>\$ 49,811,440</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.50 percent to 2.21 percent.

Mortality rates were based on the RP-2014 Total Data Set for Healthy Annuitants Mortality Table.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period January 2010 through December 2014.

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 (1.21 percent) or 1-percentage-point higher (3.21 percent) than the current discount rate:

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB Liability	\$ 60,504,555	\$ 49,811,440	\$ 41,632,203

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

	(4.0% Medicare, 6.0% Pre-Medicare)	(5.0% Medicare, 7.0% Pre-Medicare)	(6.0% Medicare, 8.0% Pre-Medicare)
Total OPEB Liability	\$ 40,316,290	\$ 49,811,440	\$ 62,675,095

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

For the year ended June 30, 2021, the County recognized OPEB expense of \$3,031,916. At June 30, 2021, 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	\$ -	\$ 2,118,853
Changes of assumptions	8,700,627	4,765,201
Benefit payments made subsequent to the measurement date	<u>671,203</u>	<u>-</u>
	<u>\$ 9,371,830</u>	<u>\$ 6,884,054</u>

\$671,203 reported as deferred outflows of resources related to OPEB resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total OPEB liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30,	
2022	\$ (227,399)
2023	(227,399)
2024	(227,399)
2025	400,164
2026	843,171
Thereafter	<u>1,255,435</u>
	<u>\$ 1,816,573</u>

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 no less than \$25,000 and no more than \$50,000. All death benefit payments are made from the Death Benefit Plan. Because the benefit payments are made by the Death Benefit Plan and not by the County, the County does not determine the number of eligible participants nor does the County have any liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the post-

employment benefit amount and the other benefit amount. Contributions are determined as a percentage of monthly payroll based upon rates established annually by the State. Separate rates are set for employees not engaged in law enforcement and for law enforcement officers. The County considers these contributions to be immaterial.

iii. Closure and Post-Closure Care Costs—White Oak Landfill Facility:

State and federal laws and regulations require the County to place a final cover on its White Oak Landfill Facility when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County, in prior years, reported a portion of these closure and post-closure costs based on the estimated life of the landfill. As of May 2014, at the point that the County, per contract with Santek Environmental, Inc., turned over the management of the County landfill to that company, Santek Environmental, Inc. became responsible for funding the closure and post-closure care. Santek Environmental, Inc. has posted a performance bond for the full amount of the closure and post-closure care assurance, as determined by their engineers, provided that in no event, shall the amount of the closure assurance be less than the then current cost estimate for closure and post-closure care assurance that the North Carolina Department of Environment and Natural Resources (“NC DENR”) has accepted. At June 30, 2021, the amount that NC DENR had accepted was \$7.7 million. The landfill, constructed in phases, will not be closed until the final phase is completed. Haywood County expects to close the White Oak Facility in the year 2032. Actual costs for closing may differ than estimated 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 post-closure care requirements.

iv. Pollution Remediation Obligation:

The County has recorded in the financial statements a cost estimate for pollution remediation at the site of a closed County landfill. The site has been identified by NC DENR as a location where there is exceedance of landfill gas at the facility property boundary. The facility has entered into mitigation through the use of a landfill gas extraction system, flare, and gas-to-energy generator system. The estimate of costs used to establish the liability for mitigation was developed through site analysis in conjunction with engineering estimates for similar activities at the County’s White Oak Landfill. Actual costs may differ from the estimated liability due to factors such as price increases or decreases, changes in technology, or changes in applicable laws or regulations.

v. 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 for which the government carries commercial insurance. Through the commercial carrier, the County also obtains property coverage equal to replacement cost values of owned property. The County also purchases general, auto, public officials, law enforcement, and employment practices liability coverage of \$2 million per occurrence, auto physical damage coverage for owned auto at actual cash value subject to a limit of \$1 million per occurrence, and crime coverage of \$250,000 per occurrence.

A few of the county properties are located in Flood Zone X, which carries minimal risk of flooding. These County properties are covered for \$1 million per occurrence through our general property and liability carrier. The County carries federal flood insurance of \$500,000 on one property that has been determined to be located in Flood Zone AO. In addition to the federally funded flood insurance, the County has also purchased \$2.5 million of coverage for this property, for a total of \$3 million coverage on this property.

The employee medical benefits program is funded through the Insurance Internal Service Fund. The program is funded by both employee and employer contributions. Fringe benefits paid through this program include group health and dental insurance. The group health plan operates with a specific stop-loss of \$100,000 and an aggregate stop-loss of 100% of the estimated loss fund. The employee workers' compensation program is funded through the Workers' Compensation Internal Service Fund.

The following is a summary of changes in estimated claims payable at June 30:

	<u>2021</u>	<u>2020</u>
Estimated claims payable, July 1	\$ 1,155,238	\$ 1,470,571
Incurred claims and changes in estimates	9,017,296	9,356,669
Claims payments	<u>(8,929,112)</u>	<u>(9,672,002)</u>
Estimated claims payable, June 30	<u>\$ 1,243,422</u>	<u>\$ 1,155,238</u>

In accordance with G.S. 159-29, the County's employees that have access to \$100 or more of the County's funds at any given time are performance bonded through a commercial surety bond. The Director of Finance, Tax Collector and Register of Deeds are individually bonded for \$410,000, \$410,000, and \$10,000, respectively. The remaining employees that have access to funds are bonded under a blanket bond for \$250,000.

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

Haywood County TDA is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Haywood County Finance Director is separately and individually bonded for \$50,000 as Finance Director for the Authority. The Authority carries commercial insurance for these risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

vi. Claims and Judgments:

At June 30, 2021, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of the majority of these legal matters will not have a material adverse effect on the County's financial position.

vii. Long-Term Obligations:

Notes Payable (Direct Borrowing Installment Purchases)

The County has entered into various notes payable:

<p>\$154,905 direct borrowing installment purchase of a USDA loan from a local nonprofit in order to purchase County property. The note was entered into on November 6, 2006, requiring 36 annual installments of \$8,480, including interest at 4.25%. The property is pledged as collateral by the County.</p>	\$ 119,612
<p>\$1,186,545 direct borrowing installment purchase of a USDA loan from local nonprofit in order to purchase County property. The note was entered into on November 6, 2006, requiring 37 annual installments of \$68,298, including interest at 4.625%. The property is pledged as collateral by the County.</p>	930,267
<p>\$159,018 direct borrowing installment purchase of a USDA loan to purchase County property from a local nonprofit. The note was entered into on November 6, 2006, requiring 40 annual installments of \$8,489, including interest at 4.375%. The property is pledged as collateral by the County.</p>	127,490
<p>\$12,500,000 direct borrowing installment purchase issued for the adaptive renovation project from USDA with ARRA funds to purchase a vacated Wal-Mart building to house the social services, health, and central permitting departments of the County. The note was entered into on October 4, 2010 and requires 40 annual payments of \$608,243, including interest at 3.75%. The property is pledged as collateral by the County.</p>	10,594,291
<p>\$15,235,000 direct borrowing installment purchase issued for the purpose of 1) refunding all of the County's Series 2003 Certificates of Participation, which include the maturities on and after October 1, 2013 in the amount of \$7,555,000, which were originally issued to finance the construction of a new justice center and parking deck, 2) refunding all of the County's 2007 direct borrowing installment purchase issue outstanding on and after January 8, 2014 in the amount of \$5,940,000, which were originally issued to finance the courthouse renovation project and to make a contribution to the community college for a child development center, 3) refunding all of the County's 2009 installment purchase issue, which includes Maturities on and after June 15, 2013 in the amount of \$860,967, which was originally issued for the acquisition of land for a future County park, and 4) financing a County building project in the amount of \$650,000 to house the Board of Elections, Recreation, and a Health & Human Services program. The note was entered into on July 9, 2013 and requires various annual principal payments, plus semi-annual interest payments at 1.38%. The property is pledged as collateral by the County.</p>	810,000

\$1,700,000 direct borrowing installment purchase issued for the public schools high school renovation project on December 11, 2013, requiring 10 annual principal payments of \$170,000, plus interest at 2.15%. The property is pledged as collateral by the County.	510,000
\$2,100,000 direct borrowing installment purchase issued for the EMS/emergency management base building project on February 10, 2016, requiring 10 annual principal payments of \$210,000, plus interest at 2.54%. The property is pledged as collateral by the County.	1,050,000
\$4,100,000 direct borrowing installment purchase issued for the community college building projects on October 13, 2015, requiring 10 annual principal payments of \$410,000, plus semi-annual interest payments at 2.16%. The property is pledged as collateral by the County.	1,640,000
\$3,350,000 direct borrowing installment purchase issued for the animal services building on June 4, 2019, requiring 40 annual principal payments of \$139,150 plus annual interest payments at 2.75%. The property is pledged as collateral by the County.	3,204,981
\$8,391,000 direct borrowing installment purchase for the community college building projects on January 13, 2021, interest at 1.59%, due semiannually to 2036. The property is pledged as collateral by the County.	8,391,000
\$2,000,000 direct borrowing installment purchase for the community college building projects, issued March 17, 2021, requiring 5 annual payments of \$400,000, plus semi-annual interest payments at .99%. The property is pledged as collateral by the County.	2,000,000
\$317,181 direct financing for the purchase of Zoll Emergency Services equipment, issued March 30, 2021, requiring 6 annual payments of \$52,864, plus annual interest payments at 2.5%. The property is pledged as collateral by the County.	264,320
\$200,000 direct borrowing installment purchase for improving the property at Jonathan's Creek, issued December 20, 2017, requiring one principal payment of \$200,000 in 2023, plus annual interest payments at 2.5%. The property is pledged as collateral by the County.	200,000
Total direct borrowing installment purchases	<u>\$ 29,841,961</u>

Annual debt service requirements to maturity for the County's notes payable are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 3,384,428	\$ 767,687	\$ 4,152,115
2023	2,721,183	718,818	3,440,001
2024	2,646,339	667,866	3,314,205
2025	2,675,911	622,017	3,297,928
2026	1,691,930	611,028	2,302,958
2027-2031	3,566,633	2,482,819	6,049,452
2032-2036	3,916,735	1,975,350	5,892,085
2037-2041	2,717,697	1,445,683	4,163,380
2042-2046	3,017,948	913,749	3,931,697
2047-2051	2,629,603	357,342	2,986,945
2052-2056	608,227	87,568	695,795
2057+	265,327	10,967	276,294
	<u>\$ 29,841,961</u>	<u>\$ 10,660,894</u>	<u>\$ 40,502,855</u>

General Obligation Bond Indebtedness

The general obligation bonds financed by the governmental funds are accounted for in the governmental funds. All general obligation bonds are collateralized by the full faith, credit and taxing power of the County. Principal and interest requirements are appropriated when due. In the event of a default, the County agrees to pay the Purchaser, on demand, interest on any and all amounts due and owing by the County under this Agreement. The County's general obligation bonds payable at June 30, 2021 are comprised of the following individual issues:

\$2,862,000 2020 General Obligation Refunding Bond with principal amounts due on March 1 of each fiscal year beginning March 1, 2021 for \$390,000 with reducing increments through 2025, then a \$642,000 principal payment due March 1, 2026 and \$375,000 due March 1, 2027. Interest amounts are due September 1 and March 1 at an interest rate of 1.52%. Refunds all remaining maturities on the 2008 School Facility Serial Bonds.

\$ 2,472,000

\$7,150,000 2012 Jail/Law Enforcement Center Refunded General Obligation Bond, with principal amounts due on June 1 of each year beginning June 1, 2013 in reducing increments through June 1, 2025, and interest amounts due each June 1 and December 1, with an interest rate of 1.88%.

2,345,000

\$10,783,000 2015 School Facility Refunded General Obligation Bond, with principal amounts due on May 1 of each year beginning May 1, 2016 for \$163,000, then a \$1,145,000 principal payment due on May 1, 2017, and reducing increments after that through May 1, 2026. Interest payments are due each May 1 and November 1, with an interest rate of 1.78%.

5,165,000

Total general obligation bonds payable

\$ 9,982,000

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

	Principal	Interest	Total
2022	2,008,000	173,597	\$ 2,181,597
2023	1,961,000	138,223	2,099,223
2024	1,914,000	103,679	2,017,679
2025	1,859,000	69,965	1,928,965
2026	1,865,000	37,228	1,902,228
2027-2031	375,000	5,700	380,700
	<u>\$ 9,982,000</u>	<u>\$ 528,392</u>	<u>\$ 10,510,392</u>

□ Changes in Long-Term Liabilities

A summary of changes in long-term liabilities follows:

	Beginning Balances	Additions	Retirements	Ending Balances	Due Within One Year
General obligation bonds	\$ 12,041,000	\$ -	\$ 2,059,000	\$ 9,982,000	\$ 2,008,000
Direct borrowing Installment purchases	25,121,506	10,708,181	5,987,726	29,841,961	3,384,428
Pollution remediation obligation	1,987,298	7,643	-	1,994,941	-
Compensated absences	2,581,858	1,417,494	1,711,763	2,287,589	1,711,763
Total pension liability (LEOSSA)	1,621,856	971,155	-	2,593,011	-
Net pension liability (LGERS)	9,405,568	3,240,429	-	12,645,997	-
Total OPEB liability	37,632,787	12,178,653	-	49,811,440	-
	<u>\$ 90,391,873</u>	<u>\$ 28,523,555</u>	<u>\$ 9,758,489</u>	<u>\$ 109,156,939</u>	<u>\$ 7,104,191</u>

Compensated absences for governmental activities typically have been liquidated in the General Fund. Any pension or OPEB liabilities have typically been liquidated in the General Fund as well.

At June 30, 2021, Haywood County had a legal debt margin of approximately \$581,000,000.

D. Deferred Inflows of Resources

The balance in deferred inflows of resources on the fund statements and unearned revenues on the government-wide statements at June 30, 2021 is composed of the following elements:

	<u>Governmental Funds</u>	<u>Governmental Activities</u>
Prepaid taxes not yet earned (General Fund)	\$ 267,850	\$ 267,850
Prepaid fees not yet earned (Special Revenue)	-	-
Taxes receivable, net (General Fund)	1,228,240	-
Fees receivable (General Fund)	51,604	-
Taxes receivable, net (Special Revenue)	85,918	-
Long-term notes receivable (General Fund)	308,080	-
Fees receivable (Special Revenue)	376,504	-
Grant revenue received in cash (General Fund)	542,500	542,500
Changes in assumptions	-	4,812,642
Differences between expected and actual experience	-	2,145,955
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	25,034
Total	<u>\$ 2,860,696</u>	<u>\$ 7,793,981</u>

E. Net Position and Fund Balances

i. **Net Investment in Capital Assets** - Net investment in capital assets at June 30, 2021, are computed as follows:

Capital assets, net of accumulated depreciation	<u>\$ 80,585,882</u>
Less capital debt:	
Gross debt	39,823,961
Less: Deferred charge on refunding of debt	(280,165)
Less: Community college debt related to assets to which the County does not hold title	<u>(10,031,000)</u>
Net capital debt	<u>24,570,056</u>
Net investment in capital assets	<u>\$ 56,015,826</u>

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	\$ 48,748,792
Less:	
Inventory	123,142
Restricted for stabilization by State statute	8,778,810
Restricted for sheriff's department and public school projects	4,004,462
Committed fund balance	4,596,158
Assigned fund balance	6,316,878
Fund balance policy (11%)	<u>10,922,174</u>
Remaining fund balance	<u>\$ 14,007,168</u>

3. **Related Organizations** - Until July 1, 2014, the Haywood County Board of Commissioners appointed the members of the Haywood County Economic Development Commission (the "EDC"). In July 2014, the commissioners dissolved the EDC and merged it into the Haywood County Chamber of Commerce. The Chamber of Commerce is a separate non-profit organization. The Commissioners appropriated \$223,059 per year to the Chamber of Commerce for economic development activities from June 30, 2014 through June 30, 2020. Contributions for the year ended June 30, 2021 were \$150,000.

Haywood Regional Medical Center, a hospital authority, was sold to Duke Lifepoint in July 2014. Through an agreement at the time the authority was created, the County commissioners would receive any proceeds over and above the transferred assets at the time of the sale. The proceeds have been held in escrow by US Bank since closing, in order to allow time for any or all potential court actions or Medicaid chargeback claims. During the fiscal year ended June 30, 2018, the County received a distribution amount of \$8 million from the Authority. Those funds were then contributed to a trust established to manage the proceeds for the benefit of community health initiatives. The amount remaining in the escrow account as of June 30, 2020 of approximately \$11 million was transferred to the County in September 2020. The final financial statements of the Authority were issued as of December 31, 2020 when it was legally dissolved. Its complete financial statements can be obtained at the administrative office of the new hospital at 262 Leroy George Drive, Clyde, NC 28721.

4. **Joint Ventures** - The County, in conjunction with Haywood County Chamber of Commerce and the Maggie Valley Chamber of Commerce, participates in a joint venture to operate the Haywood County Tourism Development Authority (the "TDA"). The TDA exists to promote local business and to make tourists aware of the opportunities and activities available in Haywood County. The County collects occupancy tax and remits the occupancy tax less 3% of the first \$500,000 and 1% of amounts over \$500,000 for administrative fees to the TDA. Although the participating entities do not have any equity interest in the joint venture, the County does appoint the twelve board members. Therefore, the TDA is presented as a component unit of the County in the financial statements. Complete financial statements for the TDA may be obtained from the TDA's offices at 1110 Soco Road, Maggie Valley, North Carolina, 28751.

The County, in conjunction with the State of North Carolina and Haywood County Board of Education, participates in a joint venture to operate Haywood County Community College (the "Community College"). Each of the three participants appoints four members of the thirteen-member board of trustees of the Community College. The president of the Community College's student government association serves as a non-voting, ex-officio member of the board of trustees. The Community College is included as a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the Community College and also provides some financial support for the Community College's operations. The County has an ongoing financial

responsibility for the Community College because of the statutory responsibilities to provide funding for the Community College's facilities. The County contributed \$3,016,705 and \$30,000 to the Community College for operating and capital purposes, respectively, during the fiscal year ending June 30, 2021 from the General Fund. Complete financial statements for the Community College may be obtained from the Community College's administrative offices at 185 Freedlander Drive, Clyde, North Carolina, 28721.

The County, in conjunction with fourteen other county governments, participates in a joint venture to operate Vaya Health, a public managed care organization ("MCO"). Each of the fifteen participants appoints one board member to the 15-25 member board of directors. Each of the fifteen participants then appoints the remaining members in such a manner as to provide equitable area-wide representation. The County has an ongoing financial responsibility for the joint venture because the MCO's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the MCO, so no equity interest has been reflected in the financial statements at June 30, 2021. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$80,000 to the MCO to supplement its activities. Complete financial statements for Vaya Health may be obtained from the MCO's area offices at 128 Sylva Place, Sylva, North Carolina, 28779.

5. **Jointly Governed Organization** - The County, in conjunction with 21 town and county governments, established the Southwestern North Carolina Planning and Economic Development Commission (the "Commission"). The participating governments established the Commission to coordinate funding received from various federal and State agencies. Each participating government appoints one member to the Commission's governing board.
6. **Benefit Payments Issued by the State** – Certain amounts were paid directly to individual recipients by the State from federal and State monies. County personnel are involved with certain functions, primarily eligibility determinations, which cause benefit payments to be issued by the State. This additional aid to County recipients does not appear in the financial statements because they are not revenues and expenditures of the County.
7. **Summary Disclosure of Significant Contingencies** - 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 monies 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 monies.
8. **Conduit Debt Obligations** - Haywood County Industrial Facility and Pollution Control Financing Authority (the "Authority") has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed, as well as by letters of credit, and are payable solely from payments received from the private businesses involved. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the County, the Authority, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2021, there were no industrial revenue bonds outstanding.

9. **Transfers** – Interfund transfers for the year ended June 30, 2021 consisted of the following:

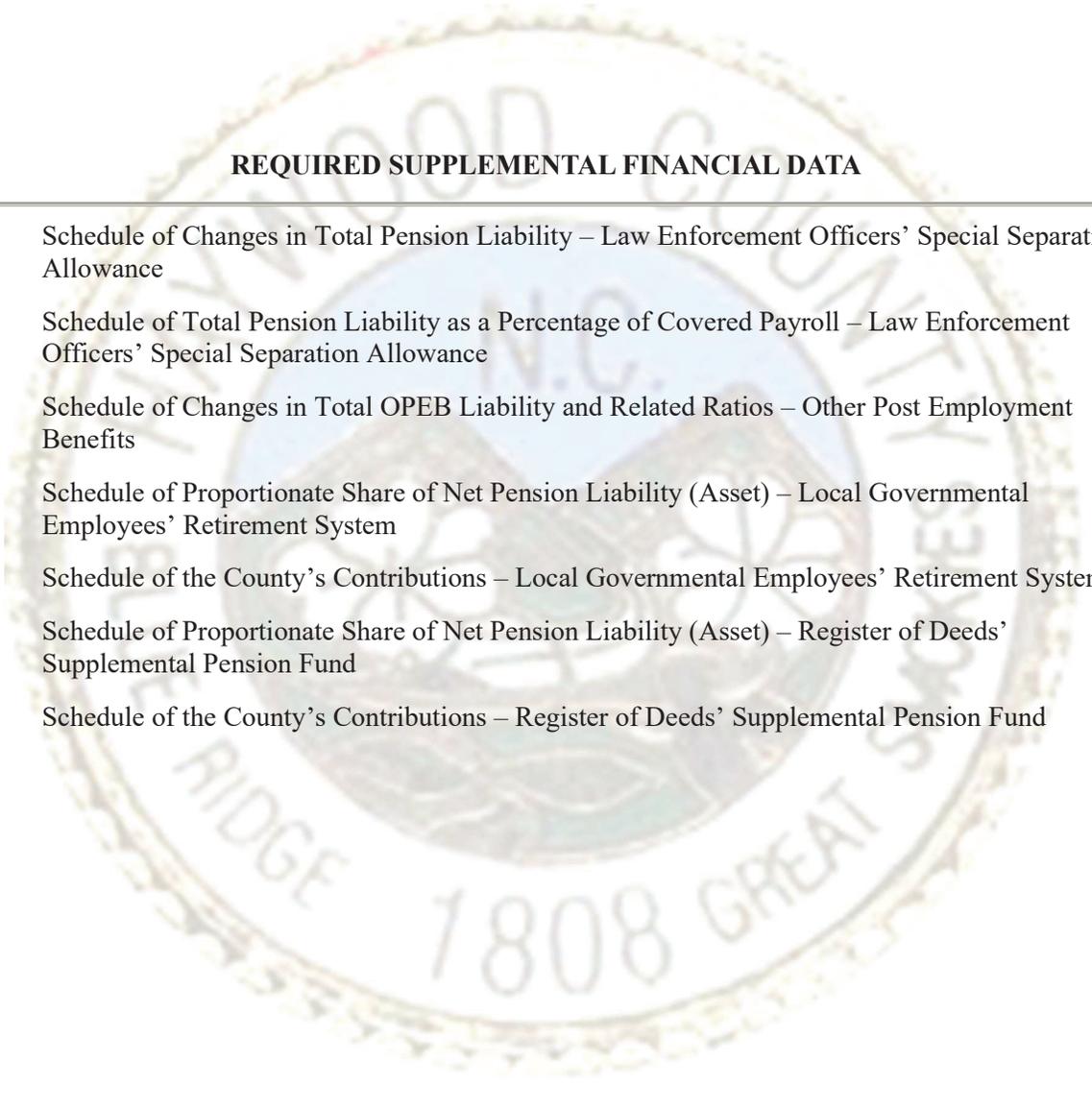
Transfers to / (from) General Fund to:		
Master Facilities Project Fund	To fund capital projects	\$ (50,000)
County Building Renovations Fund	To fund capital projects	<u>(75,000)</u>
Total		<u><u>\$ (125,000)</u></u>

Transfers are used to: (1) move revenues from the fund that budget requires to collect them to the fund that budget requires to expend them; and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

10. **Special Item – Donated Asset** – During the year ended June 30, 2021, the County received, for zero consideration, five vehicles valued at \$91,679 in total. The County has recorded income of \$91,679 related to this donation on the Statement of Activities.

11. **Change in Accounting Principle** - The County implemented Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities, effective July 1, 2020. The statement establishes criteria for identifying fiduciary activities of all state and local governments and provides guidance on how to report fiduciary activities within the financial statements. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The statement also describes four fiduciary funds that should be reported if criteria outlined in the statement are met: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. The use of agency funds was eliminated. The statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources.

As part of implementing the statement, the County performed a comprehensive review of its fiduciary relationships and applied the criteria within the guidance. As a result, beginning fund balance and net position of governmental activities was increased by \$199,169. Beginning net position in the custodial funds was increased by \$110,515.

The seal of Wake County, North Carolina, is a large, circular emblem in the background. It features a central shield with a plow and a sheaf of wheat, surrounded by the text "WAKE COUNTY, N.C." and "1808 GREAT SACKS".

REQUIRED SUPPLEMENTAL FINANCIAL DATA

- Schedule of Changes in Total Pension Liability – Law Enforcement Officers’ Special Separation Allowance
- Schedule of Total Pension Liability as a Percentage of Covered Payroll – Law Enforcement Officers’ Special Separation Allowance
- Schedule of Changes in Total OPEB Liability and Related Ratios – Other Post Employment Benefits
- Schedule of Proportionate Share of Net Pension Liability (Asset) – Local Governmental Employees’ Retirement System
- Schedule of the County’s Contributions – Local Governmental Employees’ Retirement System
- Schedule of Proportionate Share of Net Pension Liability (Asset) – Register of Deeds’ Supplemental Pension Fund
- Schedule of the County’s Contributions – Register of Deeds’ Supplemental Pension Fund

HAYWOOD COUNTY, NORTH CAROLINA
Law Enforcement Officers' Special Separation Allowance
Required Supplementary Information
Last Five Fiscal Years

Schedule of Changes in Total Pension Liability

	2021	2020	2019	2018	2017
Beginning balance	\$ 1,621,856	\$ 1,364,186	\$ 1,355,115	\$ 1,209,014	\$ 1,174,480
Changes for the year:					
Service cost at end of year	101,399	88,042	80,451	70,868	74,243
Interest	51,953	48,868	42,454	45,880	41,023
Difference between expected and actual experience	125,639	112,950	(34,940)	(20,129)	-
Changes of assumptions and other inputs	748,550	51,109	(55,632)	90,314	(29,986)
Benefit payments	(56,386)	(43,299)	(23,262)	(40,832)	(50,746)
Net changes	971,155	257,670	9,071	146,101	34,534
Ending balance	<u>\$ 2,593,011</u>	<u>\$ 1,621,856</u>	<u>\$ 1,364,186</u>	<u>\$ 1,355,115</u>	<u>\$ 1,209,014</u>

Schedule of Total Pension Liability as a Percentage of Covered Payroll

Total pension liability	\$ 2,593,011	\$ 1,621,856	\$ 1,364,186	\$ 1,355,115	\$ 1,209,014
Covered-employee payroll	3,900,092	3,601,354	3,105,011	2,986,556	2,938,001
Total pension liability as a percentage of covered payroll	66.49%	45.03%	43.93%	45.37%	41.15%

Notes to the schedule:

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

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

HAYWOOD COUNTY, NORTH CAROLINA

Other Postemployment Benefits
Required Supplementary Information
 Last Four Fiscal Years

Schedule of Changes in the Total OPEB Liability and Related Ratios

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Beginning balance	\$ 37,632,787	\$ 40,261,409	\$ 40,027,217	\$ 41,463,795
Changes for the year:				
Service cost	1,697,831	1,887,592	2,003,285	2,269,894
Interest	1,361,052	1,544,177	1,411,173	1,239,794
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	(171,063)	(2,660,945)	(10,063)	(190,906)
Changes of assumptions or other inputs	10,185,376	(2,257,853)	(2,388,298)	(4,202,035)
Benefit payments	(894,543)	(1,141,593)	(781,905)	(553,325)
Net changes	<u>12,178,653</u>	<u>(2,628,622)</u>	<u>234,192</u>	<u>(1,436,578)</u>
Ending balance	<u>\$ 49,811,440</u>	<u>\$ 37,632,787</u>	<u>\$ 40,261,409</u>	<u>\$ 40,027,217</u>
Covered-employee payroll	\$ 18,905,300	\$ 18,905,300	\$ 19,042,317	\$ 19,042,317
Total OPEB liability as a percentage of covered-employee payroll	263.48%	199.06%	211.43%	210.20%

Notes to the 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>Fiscal year</u>	<u>Rate</u>
2021	2.21%
2020	3.50%
2019	3.89%
2018	3.56%

HAYWOOD COUNTY, NORTH CAROLINA

*County's Proportionate Share of the Net Pension Liability (Asset)
Required Supplementary Information
Last Eight Fiscal Years**

Local Government Employees' Retirement System

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
County's proportion of the net pension liability (asset) (%)	0.35389%	0.34441%	0.32689%	0.32718%	0.34549%	0.33264%	0.33193%	0.33680%
County's proportion of the net pension liability (asset) (\$)	\$ 12,645,997	\$ 9,405,568	\$ 7,754,949	\$ 4,998,404	\$ 7,332,455	\$ 1,492,868	\$ (1,957,545)	\$ 4,059,733
County's covered payroll	23,150,982	22,409,531	21,168,153	21,182,545	20,081,972	19,534,790	19,279,263	19,052,302
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	54.62%	41.97%	36.63%	23.60%	36.51%	7.64%	(10.15%)	21.31%
Plan fiduciary net position as a percentage of the total pension liability (asset)	88.61%	90.86%	92.00%	94.18%	91.47%	98.09%	102.64%	94.35%

This schedule originated in FY2014 with the implementation of GASB Statement No. 68. Information for additional years will continue to be added until 10 years of information is presented.

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

HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of County's Contributions
Required Supplementary Information
Last Eight Fiscal Years*

Local Government Employees' Retirement System

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 2,429,396	\$ 2,107,858	\$ 1,767,363	\$ 1,611,153	\$ 1,573,773	\$ 1,365,167	\$ 1,389,017	\$ 1,367,400
Contributions in relation to the contractually required contribution	<u>2,429,396</u>	<u>2,107,858</u>	<u>1,767,363</u>	<u>1,611,153</u>	<u>1,573,773</u>	<u>1,365,167</u>	<u>1,389,017</u>	<u>1,367,400</u>
Contribution deficiency (excess)	<u>\$ -</u>							
County's covered payroll	\$23,621,808	\$23,150,982	\$22,409,531	\$21,168,153	\$ 21,182,545	\$20,081,972	\$19,534,790	\$19,279,263
Contributions as a percentage of covered payroll	10.28%	9.10%	7.89%	7.61%	7.43%	6.80%	7.11%	7.09%

This schedule originated in FY2014 with the implementation of GASB Statement No. 68. Information for additional years will continue to be added until 10 years of information is presented.

HAYWOOD COUNTY, NORTH CAROLINA

County's Proportionate Share of the Net Pension Liability (Asset)
Required Supplementary Information
 Last Eight Fiscal Years*

Registers of Deeds' Supplemental Pension Fund

	2021	2020	2019	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.72124%	0.68831%	0.77531%	0.76894%	0.74391%	0.75660%	0.70658%	0.71396%
County's proportion of the net pension liability (asset) (\$)	\$ (165,294)	\$ (135,886)	\$ (128,415)	\$ (131,250)	\$ (139,081)	\$ (175,334)	\$ (160,159)	\$ (152,502)
Plan fiduciary net position as a percentage of the total pension liability (asset)	173.62%	164.11%	153.31%	153.77%	160.17%	197.29%	193.88%	190.50%

This schedule originated in FY2014 with the implementation of GASB Statement No. 68. Information for additional years will continue to be added until 10 years of information is presented.

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

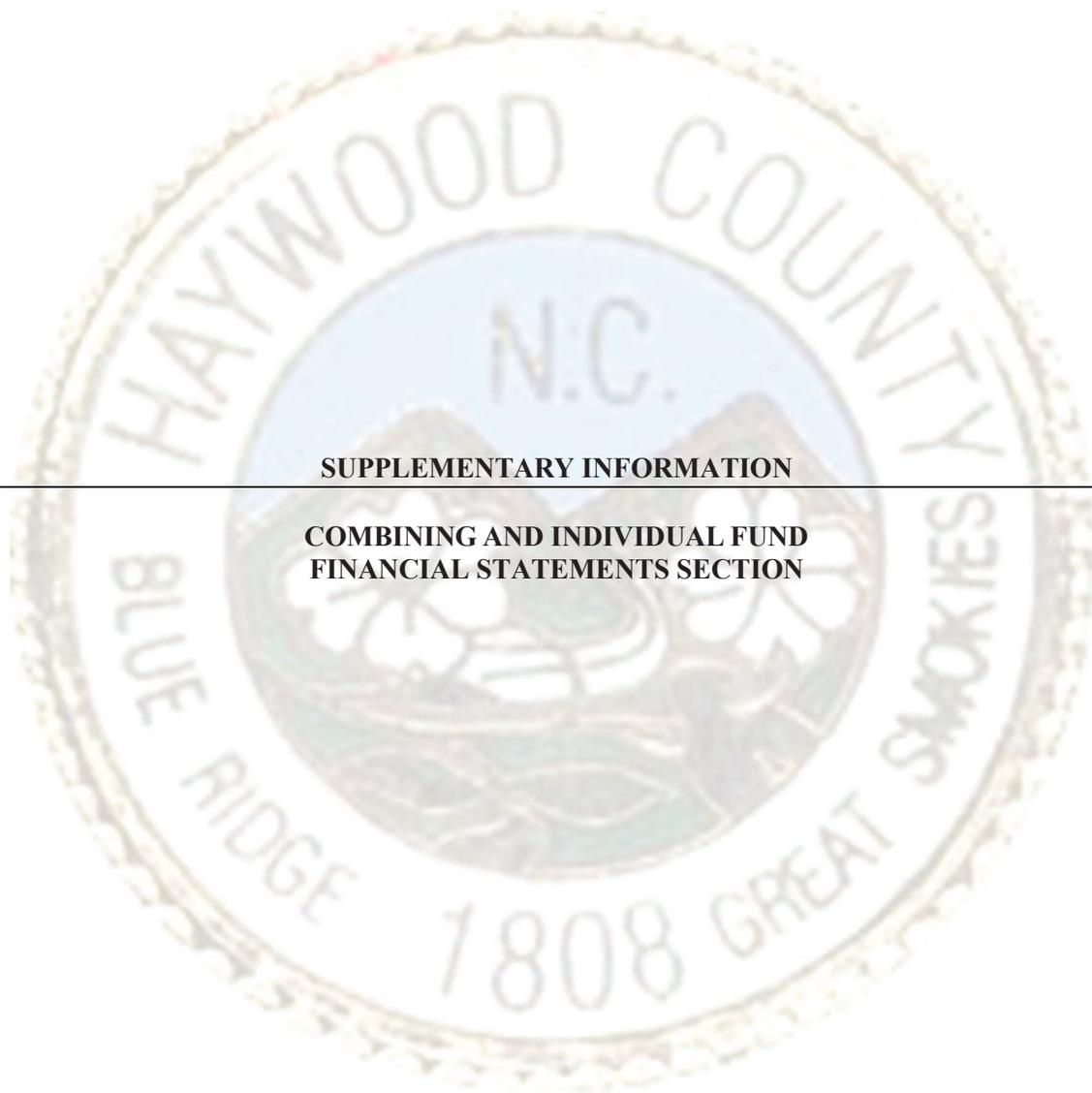
HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of County's Contributions
Required Supplementary Information
Last Eight Fiscal Years*

Registers of Deeds' Supplemental Pension Fund

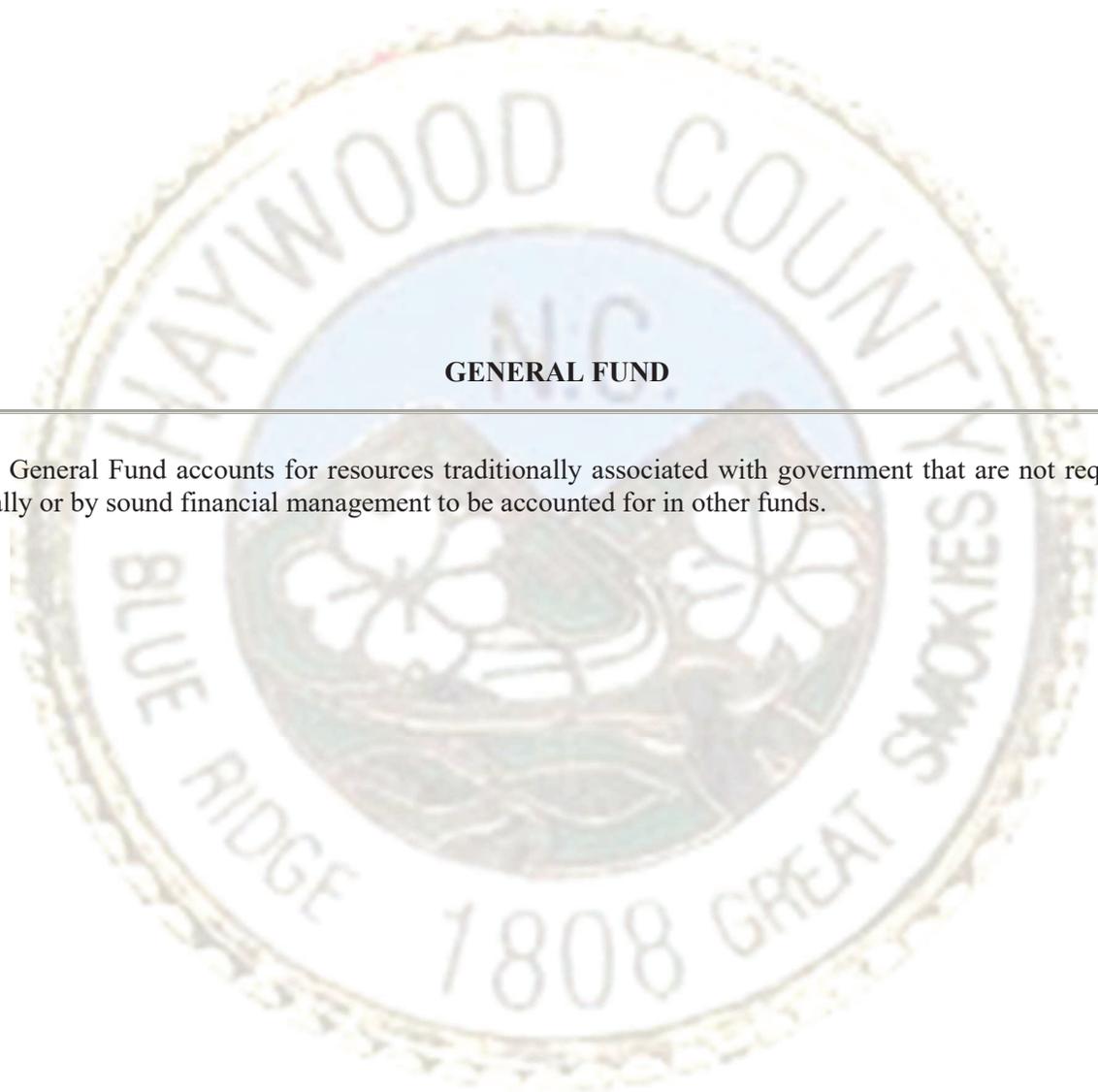
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 8,449	\$ 7,268	\$ 6,542	\$ 6,635	\$ 6,681	\$ 6,077	\$ 6,054	\$ 5,769
Contributions in relation to the contractually required contribution	<u>8,449</u>	<u>7,268</u>	<u>6,542</u>	<u>6,635</u>	<u>6,681</u>	<u>6,077</u>	<u>6,054</u>	<u>5,769</u>
Contribution deficiency (excess)	<u>\$ -</u>							

This schedule originated in FY2014 with the implementation of GASB Statement No. 68. Information for additional years will continue to be added until 10 years of information is presented.



SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS SECTION**



GENERAL 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.

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad valorem taxes:			
Taxes		\$ 46,011,022	
Penalties and interest		202,737	
Total	<u>\$ 44,916,457</u>	<u>46,213,759</u>	<u>\$ 1,297,302</u>
Local option sales taxes:			
Article 39 one percent		8,177,856	
Article 40 one-half of one percent		4,616,495	
Article 42 one-half of one percent		4,490,646	
Article 44 one-half of one percent		255,447	
Article 44-524 (c.) distribution		31,564	
Article 46 one-quarter of one percent		2,633,661	
Total	<u>13,602,608</u>	<u>20,205,669</u>	<u>6,603,061</u>
Other taxes and licenses:			
Occupancy tax		2,560,596	
Deed stamp excise tax		1,405,032	
Telecommunication video sales tax		269,499	
Other taxes		614,731	
Total	<u>4,638,600</u>	<u>4,849,858</u>	<u>211,258</u>
Unrestricted intergovernmental:			
Payments in lieu of taxes		409,643	
Beer and wine tax		191,043	
Total	<u>592,000</u>	<u>600,686</u>	<u>8,686</u>
Restricted intergovernmental:			
Federal, state, and other grants		23,391,195	
Court facilities fees		118,991	
Health and social services revenues - local		247,761	
ABC net revenues		112,253	
Controlled substance tax		24,324	
Other - local		358,582	
Total	<u>27,722,830</u>	<u>24,253,106</u>	<u>(3,469,724)</u>
Permits and fees:			
Building permits, other permits, and inspection fees	<u>424,000</u>	<u>538,875</u>	<u>114,875</u>

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues (continued)			
Sales and services:			
Library local revenues		1,157	
Mapping sales		2,108	
Sherriff's fees and commissions		128,847	
Jail and officers' fees		272,563	
Ambulance fees		2,871,438	
Animal control fees		49,577	
Dental clinic charges		107,903	
Health dept. patient fees		129,493	
Environmental health fees		342,066	
Social Services patient fees		14,904	
Garage - departmental services		11,375	
Tax collection fees		28,085	
Public buildings - departmental services		22,578	
Elections - departmental services		145	
Extension 4H		12,758	
Rent		222,377	
Recreation fees		5,228	
Total	<u>4,891,954</u>	<u>4,222,602</u>	<u>(669,352)</u>
Investment earnings	<u>810,091</u>	<u>29,437</u>	<u>(780,654)</u>
Miscellaneous	<u>678,296</u>	<u>459,400</u>	<u>(218,896)</u>
Total revenues	<u>98,276,836</u>	<u>101,373,392</u>	<u>3,096,556</u>
Expenditures			
General government:			
Governing body:			
Salaries and employee benefits		144,165	
Operating		218,265	
Total		<u>362,430</u>	
Administration:			
Salaries and employee benefits		596,288	
Operating		27,524	
Total		<u>623,812</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
General government (continued):			
Finance:			
Salaries and employee benefits		631,182	
Operating		<u>81,805</u>	
Total		<u>712,987</u>	
Human resources:			
Salaries and employee benefits		336,866	
Operating		<u>855,485</u>	
Total		<u>1,192,351</u>	
Wellness clinic:			
Salaries and employee benefits		280,511	
Operating		<u>62,562</u>	
Total		<u>343,073</u>	
Tax collections:			
Salaries and employee benefits		308,022	
Operating		<u>232,628</u>	
Total		<u>540,650</u>	
Tax assessments:			
Salaries and employee benefits		870,085	
Operating		<u>308,764</u>	
Total		<u>1,178,849</u>	
Land records:			
Salaries and employee benefits		368,094	
Operating		<u>65,352</u>	
Total		<u>433,446</u>	

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
General government (continued):			
Legal services:			
Salaries and employee benefits		166,564	
Operating		19,419	
Total		<u>185,983</u>	
Elections:			
Salaries and employee benefits		497,189	
Operating		97,049	
Capital outlay		-	
Total		<u>594,238</u>	
Register of Deeds:			
Salaries and employee benefits		351,891	
Operating		918,617	
Capital outlay		47,783	
Total		<u>1,318,291</u>	
Total general government	<u>8,345,953</u>	<u>7,486,110</u>	<u>859,843</u>
Central services:			
Information systems:			
Salaries and employee benefits		780,696	
Operating		929,746	
Capital outlay		170,045	
Total		<u>1,880,487</u>	
Garage:			
Salaries and employee benefits		147,355	
Operating		33,557	
Total		<u>180,912</u>	

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Expenditures (continued)			
Central services (continued):			
Public buildings:			
Salaries and employee benefits		1,263,905	
Operating		1,281,343	
Capital outlay		204,875	
Total		2,750,123	
Total central services	5,431,423	4,811,522	619,901
Public safety:			
Sheriff:			
Salaries and employee benefits		5,460,909	
Operating		678,653	
Capital outlay		563,989	
Total		6,703,551	
Haywood County 911 Communication Center:			
Salaries and employee benefits		1,203,686	
Operating		102,650	
Total		1,306,336	
Public safety grants:			
Operating		146,662	
Sheriff-SRO officers:			
Salaries and employee benefits		305,847	
Operating		1,248	
Total		307,095	
Detention:			
Salaries and employee benefits		2,831,341	
Operating		875,445	
Capital outlay		132,449	
Total		3,839,235	
Courts:			
Operating		90,087	

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Expenditures (continued)			
Public safety (continued):			
NC forest service:			
Operating		84,222	
Building inspections:			
Salaries and employee benefits		459,174	
Operating		48,632	
Capital outlay		39,214	
Total		547,020	
Medical examiner		84,150	
Emergency medical service:			
Salaries and employee benefits		5,212,489	
Operating		703,722	
Capital outlay		470,148	
Total		6,386,359	
Rescue squad			
Operating:		22,552	
Emergency management:			
Salaries and employee benefits		264,516	
Operating		1,066,501	
Capital outlay		65,880	
Total		1,396,897	
Animal control:			
Salaries and employee benefits		702,583	
Operating		207,852	
Total		910,435	
Total public safety	25,194,921	21,824,601	3,370,320
Transportation:			
Mass transit	585,750	194,774	390,976

HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
Economic and physical development:			
Planning:			
Salaries and employee benefits		481,191	
Operating		<u>9,389</u>	
Total		<u>490,580</u>	
Economic development:			
Salaries and employee benefits		10,824	
Operating		<u>276,827</u>	
Total		<u>287,651</u>	
Tourism development		<u>2,524,990</u>	
Community development:			
Operating		<u>21,000</u>	
Special employment programs		<u>10,000</u>	
Extension:			
Operating		<u>345,573</u>	
Soil conservation:			
Salaries and employee benefits		192,666	
Operating		<u>36,719</u>	
Total		<u>229,385</u>	
Soil and water conservation agricultural technician:			
Salaries and employee benefits		89,106	
Operating		<u>9,875</u>	
Total		<u>98,981</u>	
Total economic and physical development	<u>4,276,036</u>	<u>4,008,160</u>	<u>267,876</u>

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
Human services:			
Health:			
Salaries and employee benefits		2,318,036	
Operating		247,184	
Capital outlay		<u>32,421</u>	
Total		<u>2,597,641</u>	
Health initiatives		<u>10,800,000</u>	
Dental clinic:			
Salaries and employee benefits		550,911	
Operating		<u>92,349</u>	
Total		<u>643,260</u>	
Adult health services:			
Salaries and employee benefits		43,647	
Operating		<u>226,194</u>	
Total		<u>269,841</u>	
WIC program:			
Salaries and employee benefits		283,013	
Operating		<u>19,226</u>	
Total		<u>302,239</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
Human services (continued):			
Environmental health:			
Salaries and employee benefits		756,146	
Operating		60,587	
Total		<u>816,733</u>	
Mental health		<u>107,322</u>	
Social services:			
Salaries and employee benefits		8,425,688	
Operating		604,007	
Capital outlay		96,565	
Total		<u>9,126,260</u>	
Public assistance:			
General assistance		5,722	
Aid to the aged and disabled		340,687	
Crisis intervention		201,807	
Aid to the blind		6,650	
Adoption assistance		31,209	
Medicaid transportation		9,954	
Electrical assistance expenditures		402,182	
Foster care		1,495,610	
Total		<u>2,493,821</u>	
Meals on Wheels:			
Salaries and employee benefits		238,560	
Operating		152,306	
Capital outlay		33,175	
Total		<u>424,041</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
Human services (continued):			
JOBS Work First:			
Operating		<u>187,239</u>	
Adoption awareness		<u>181</u>	
Adult day care:			
Salaries and employee benefits		126,369	
Operating		<u>19,279</u>	
Total		<u>145,648</u>	
Cap-Community Alternative Program:			
Salaries and employee benefits		383,901	
Operating		<u>13,169</u>	
Total		<u>397,070</u>	
Robert Wood Johnson Grant		<u>100,000</u>	
Adoption payments		<u>140</u>	
Title III Grants		<u>457,233</u>	
Veteran's service:			
Salaries and employee benefits		150,880	
Operating		<u>1,741</u>	
Total		<u>152,621</u>	
Youth Services		<u>331,936</u>	
Total human services	<u>33,964,129</u>	<u>29,353,226</u>	<u>4,610,903</u>

HAYWOOD COUNTY, NORTH CAROLINA

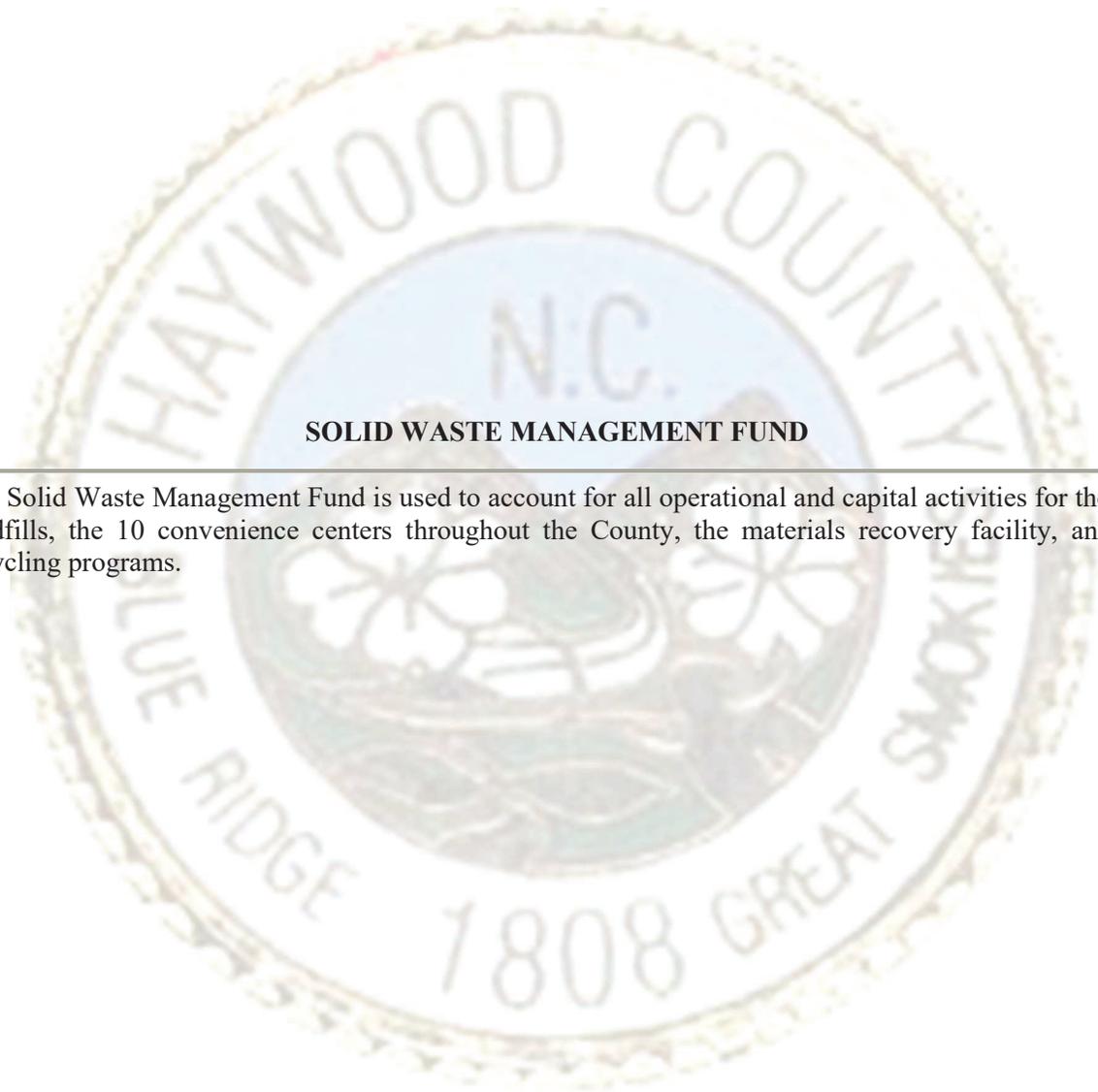
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Expenditures (continued)			
Cultural and recreation:			
Library:			
Salaries and employee benefits		997,740	
Operating		299,270	
Total		<u>1,297,010</u>	
Recreation:			
Salaries and employee benefits		125,385	
Operating		51,744	
Total		<u>177,129</u>	
Total culture and recreation	<u>1,814,870</u>	<u>1,474,139</u>	<u>340,731</u>
Education:			
Public schools-current		16,718,314	
Public schools-capital outlay		1,306,281	
Community colleges-current		3,016,705	
Community colleges-capital outlay		30,000	
Total education	<u>22,664,053</u>	<u>21,071,300</u>	<u>1,592,753</u>
Debt Service:			
Principal retirement	8,196,045	8,046,726	149,319
Interest and fees	<u>1,157,787</u>	<u>1,021,933</u>	<u>135,854</u>
Total debt service	<u>9,353,832</u>	<u>9,068,659</u>	<u>285,173</u>
Contingency and non-departmental	<u>126,591</u>	-	<u>126,591</u>
Total expenditures	<u>111,757,558</u>	<u>99,292,491</u>	<u>12,465,067</u>
Revenues over (under) expenditures	<u>(13,480,722)</u>	<u>2,080,901</u>	<u>15,561,623</u>

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the year ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Other Financing Sources (Uses)			
Appropriated fund balance	9,729,656	-	(9,729,656)
Sale of capital assets	2,500	239,119	236,619
Installment obligations issued	3,749,275	5,708,181	1,958,906
Transfers from other funds	256,742	-	(256,742)
Transfers to other funds	(257,451)	(125,000)	132,451
Total other financing sources (uses)	<u>13,480,722</u>	<u>5,822,300</u>	<u>(7,658,422)</u>
Net change in fund balance	<u>\$ -</u>	7,903,201	<u>\$ 7,903,201</u>
Fund balance, beginning of year		<u>40,845,591</u>	
Fund balance, end of year		<u>\$ 48,748,792</u>	



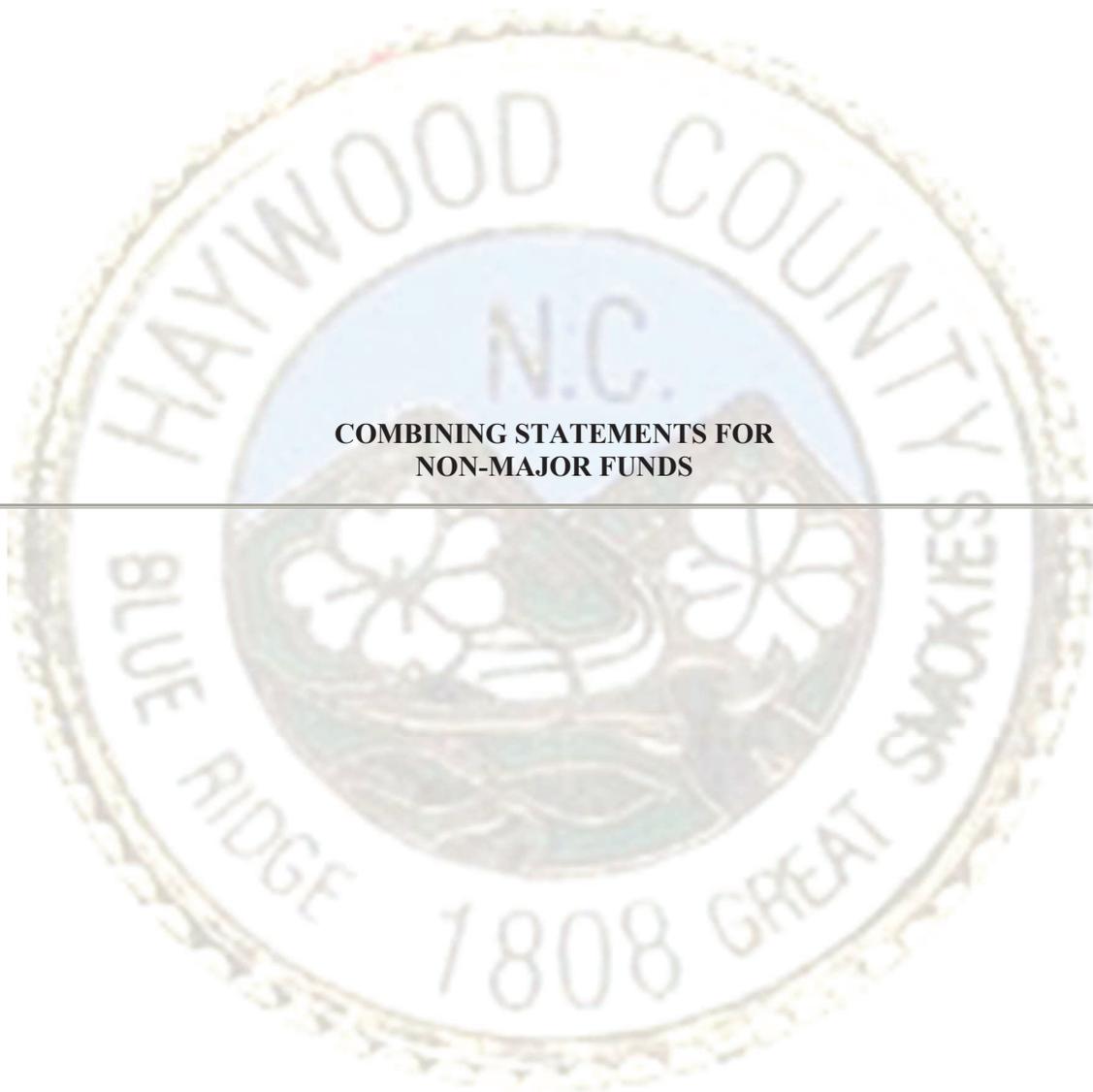
SOLID WASTE MANAGEMENT FUND

The Solid Waste Management Fund is used to account for all operational and capital activities for the two landfills, the 10 convenience centers throughout the County, the materials recovery facility, and the recycling programs.

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual
Solid Waste Management Fund
 For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Permits and fees:			
Solid waste fees	\$ 6,102,703	\$ 5,947,052	\$ (155,651)
Landfill host fees	85,000	114,089	29,089
Taxes and licenses	120,000	134,784	14,784
Intergovernmental revenue	32,000	15,624	(16,376)
Sales and services	60,000	78,573	18,573
Total revenues	<u>6,399,703</u>	<u>6,290,122</u>	<u>(109,581)</u>
Expenditures			
Environmental Protection:			
Salaries and employee benefits	348,115	191,563	156,552
Operating	3,942,925	3,573,248	369,677
Capital outlay	163,000	6,592	156,408
Contingency	800,000	-	800,000
Total expenditures	<u>5,254,040</u>	<u>3,771,403</u>	<u>1,482,637</u>
Revenues over expenditures	<u>1,145,663</u>	<u>2,518,719</u>	<u>1,373,056</u>
Other Financing Uses			
Transfers to other funds	<u>(1,145,663)</u>	<u>-</u>	<u>1,145,663</u>
Net change in fund balance	<u>\$ -</u>	<u>2,518,719</u>	<u>\$ 2,518,719</u>
Fund balance, beginning of year		<u>7,498,672</u>	
Fund balance, end of year		<u>\$ 10,017,391</u>	



**COMBINING STATEMENTS FOR
NON-MAJOR FUNDS**

HAYWOOD COUNTY, NORTH CAROLINA

Combining Balance Sheet - Non-major Governmental Funds
June 30, 2021

	Total Non-major Special Revenue Funds	Total Non-major Capital Projects Funds	Total Non-major Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 669,562	\$ 1,750,392	\$ 2,419,954
Restricted cash	-	5,151,110	5,151,110
Taxes receivable, net	85,918	-	85,918
Due from other governments	31,401	-	31,401
Total assets	<u>\$ 786,881</u>	<u>\$ 6,901,502</u>	<u>\$ 7,688,383</u>
LIABILITIES			
Account payable and accrued liabilities	<u>\$ 57,714</u>	<u>\$ 344,530</u>	<u>\$ 402,244</u>
DEFERRED INFLOWS OF RESOURCES	<u>85,918</u>	<u>-</u>	<u>85,918</u>
FUND BALANCES			
Restricted:			
Stabilization by State statute	31,401	-	31,401
Public schools	-	208,370	208,370
Public safety	517,927	-	517,927
Health services	93,921	-	93,921
Community College	-	4,942,740	4,942,740
Committed:			
Solid waste management	-	877,026	877,026
Capital projects	-	528,836	528,836
Total fund balances	<u>643,249</u>	<u>6,556,972</u>	<u>7,200,221</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 786,881</u>	<u>\$ 6,901,502</u>	<u>\$ 7,688,383</u>

HAYWOOD COUNTY, NORTH CAROLINA

Combining Balance Sheet - Non-major Special Revenue Funds
 June 30, 2021

	Emergency Telephone System Fund	Fire Districts Fund	Sanitary District Fund	Road Service Fund	Representative Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fund	Total Special Revenue Funds
ASSETS								
Cash and cash equivalents	\$ 519,636	\$ 51,586	\$ 2,660	\$ 1,759	\$ 93,921	\$ -	\$ -	\$ 669,562
Taxes receivable, net	-	81,362	2,030	2,526	-	-	-	85,918
Due from other governments	31,401	-	-	-	-	-	-	31,401
Total assets	<u>\$ 551,037</u>	<u>\$ 132,948</u>	<u>\$ 4,690</u>	<u>\$ 4,285</u>	<u>\$ 93,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 786,881</u>
LIABILITIES								
Account payable and accrued liabilities	\$ 1,709	\$ 51,586	\$ 2,660	\$ 1,759	\$ -	\$ -	\$ -	\$ 57,714
DEFERRED INFLOWS OF RESOURCES								
	-	81,362	2,030	2,526	-	-	-	85,918
FUND BALANCES								
Restricted:								
Stabilization by State statute	31,401	-	-	-	-	-	-	31,401
Health services	-	-	-	-	93,921	-	-	93,921
Public safety	517,927	-	-	-	-	-	-	517,927
Total fund balances	<u>549,328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,921</u>	<u>-</u>	<u>-</u>	<u>643,249</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 551,037</u>	<u>\$ 132,948</u>	<u>\$ 4,690</u>	<u>\$ 4,285</u>	<u>\$ 93,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 786,881</u>

HAYWOOD COUNTY, NORTH CAROLINA

Combining Balance Sheet - Non-major Capital Projects Funds

June 30, 2021

	Community College Projects Fund	Master Facilities Fund	Public Schools ADM/Lottery Fund	County Building Renovations Fund	Public Schools County Projects Fund	Solid Waste Capital Projects Fund	Total Non-major Capital Projects Funds
ASSETS							
Cash and cash equivalents	\$ -	\$ 84,614	\$ -	\$ 453,971	\$ -	\$ 1,211,807	\$ 1,750,392
Restricted cash	<u>4,942,740</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>208,370</u>	<u>-</u>	<u>5,151,110</u>
Total assets	<u>\$ 4,942,740</u>	<u>\$ 84,614</u>	<u>\$ -</u>	<u>\$ 453,971</u>	<u>\$ 208,370</u>	<u>\$ 1,211,807</u>	<u>\$ 6,901,502</u>
LIABILITIES							
Account payable and accrued liabilities	<u>\$ -</u>	<u>\$ 2,869</u>	<u>\$ -</u>	<u>\$ 6,880</u>	<u>\$ -</u>	<u>\$ 334,781</u>	<u>\$ 344,530</u>
FUND BALANCES							
Restricted:							
Community college	4,942,740	-	-	-	-	-	4,942,740
Public schools	-	-	-	-	208,370	-	208,370
Committed:							
Solid waste management	-	-	-	-	-	877,026	877,026
Capital projects	-	81,745	-	447,091	-	-	528,836
Total fund balances	<u>4,942,740</u>	<u>81,745</u>	<u>-</u>	<u>447,091</u>	<u>208,370</u>	<u>877,026</u>	<u>6,556,972</u>
Total liabilities and fund balances	<u>\$ 4,942,740</u>	<u>\$ 84,614</u>	<u>\$ -</u>	<u>\$ 453,971</u>	<u>\$ 208,370</u>	<u>\$ 1,211,807</u>	<u>\$ 6,901,502</u>

HAYWOOD COUNTY, NORTH CAROLINA

*Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**Non-major Governmental Funds*

For the year ended June 30, 2021

	Total Non-major Special Revenue Funds	Total Non-major Capital Projects Funds	Total Non-major Governmental Funds
Revenues			
Ad valorem taxes	\$ 4,827,437	\$ -	\$ 4,827,437
Restricted intergovernmental	1,084,136	1,298,161	2,382,297
Sales and services	307,755	-	307,755
Investment earnings	251	-	251
Total revenues	<u>6,219,579</u>	<u>1,298,161</u>	<u>7,517,740</u>
Expenditures			
Current:			
General government	307,755	-	307,755
Public safety	4,738,139	129,135	4,867,274
Environmental protection	269,419	5,353,031	5,622,450
Economic and physical development	248,041	32,497	280,538
Human services	812,573	-	812,573
Intergovernmental:			
Education	-	2,105,421	2,105,421
Total expenditures	<u>6,375,927</u>	<u>7,620,084</u>	<u>13,996,011</u>
Revenues over (under) expenditures	<u>(156,348)</u>	<u>(6,321,923)</u>	<u>(6,478,271)</u>
Other Financing Sources			
Installment obligations issued	-	5,000,000	5,000,000
Transfers from other funds	-	125,000	125,000
Total other financing sources	<u>-</u>	<u>5,125,000</u>	<u>5,125,000</u>
Net change in fund balances	<u>(156,348)</u>	<u>(1,196,923)</u>	<u>(1,353,271)</u>
Fund balances, beginning, as previously reported	600,428	7,753,895	8,354,323
Restatement (Note 11)	199,169	-	199,169
Fund balances, beginning, as restated	<u>799,597</u>	<u>7,753,895</u>	<u>8,553,492</u>
Fund balances, end of year	<u>\$ 643,249</u>	<u>\$ 6,556,972</u>	<u>\$ 7,200,221</u>

HAYWOOD COUNTY, NORTH CAROLINA

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Non-major Special Revenue Funds
 For the year ended June 30, 2021

	Emergency Telephone System Fund	Fire Districts Fund	Sanitary District Fund	Road Service Fund	Representative Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fund	Total Special Revenue Funds
Revenues								
Ad valorem taxes	\$ -	\$ 4,309,977	\$ 269,419	\$ 248,041	\$ -	\$ -	\$ -	\$ 4,827,437
Restricted intergovernmental	376,811	-	-	-	707,325	-	-	1,084,136
Sales and services	-	-	-	-	-	238,482	69,273	307,755
Investment earnings	251	-	-	-	-	-	-	251
Total revenues	<u>377,062</u>	<u>4,309,977</u>	<u>269,419</u>	<u>248,041</u>	<u>707,325</u>	<u>238,482</u>	<u>69,273</u>	<u>6,219,579</u>
Expenditures								
Current:								
General government	-	-	-	-	-	238,482	69,273	307,755
Public safety	428,162	4,309,977	-	-	-	-	-	4,738,139
Environmental protection	-	-	269,419	-	-	-	-	269,419
Economic and physical development	-	-	-	248,041	-	-	-	248,041
Human services	-	-	-	-	812,573	-	-	812,573
Total expenditures	<u>428,162</u>	<u>4,309,977</u>	<u>269,419</u>	<u>248,041</u>	<u>812,573</u>	<u>238,482</u>	<u>69,273</u>	<u>6,375,927</u>
Net change in fund balances	(51,100)	-	-	-	(105,248)	-	-	(156,348)
Fund balance, beginning, as previously reported	600,428	-	-	-	-	-	-	600,428
Restatement (Note 11)	-	-	-	-	199,169	-	-	199,169
Fund balance, beginning, as restated	<u>600,428</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>199,169</u>	<u>-</u>	<u>-</u>	<u>799,597</u>
Fund balances, end of year	<u>\$ 549,328</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 93,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 643,249</u>

HAYWOOD COUNTY, NORTH CAROLINA

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Non-major Capital Projects Funds

For the year ended June 30, 2021

	Community College Projects Fund	Master Facilities Fund	Public Schools ADM/Lottery Fund	County Building Renovations Fund	Public Schools County Projects Fund	Solid Waste Capital Projects Fund	Total Nonmajor Capital Projects Funds
Revenues							
Restricted intergovernmental	\$ -	\$ -	\$ 1,298,161	\$ -	\$ -	\$ -	\$ 1,298,161
Total revenues	<u>-</u>	<u>-</u>	<u>1,298,161</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,298,161</u>
Expenditures							
Current:							
Public safety	-	38,420	-	90,715	-	-	129,135
Environmental protection	-	-	-	-	-	5,353,031	5,353,031
Economic and physical development	-	-	-	32,497	-	-	32,497
Intergovernmental:							
Education	57,260	-	1,298,161	-	750,000	-	2,105,421
Total expenditures	<u>57,260</u>	<u>38,420</u>	<u>1,298,161</u>	<u>123,212</u>	<u>750,000</u>	<u>5,353,031</u>	<u>7,620,084</u>
Revenues under expenditures	<u>(57,260)</u>	<u>(38,420)</u>	<u>-</u>	<u>(123,212)</u>	<u>(750,000)</u>	<u>(5,353,031)</u>	<u>(6,321,923)</u>
Other Financing Sources							
Installment obligations issued	5,000,000	-	-	-	-	-	5,000,000
Transfers from other funds	-	50,000	-	75,000	-	-	125,000
Total other financing sources	<u>5,000,000</u>	<u>50,000</u>	<u>-</u>	<u>75,000</u>	<u>-</u>	<u>-</u>	<u>5,125,000</u>
Net change in fund balances	4,942,740	11,580	-	(48,212)	(750,000)	(5,353,031)	(1,196,923)
Fund balances, beginning of year	<u>-</u>	<u>70,165</u>	<u>-</u>	<u>495,303</u>	<u>958,370</u>	<u>6,230,057</u>	<u>7,753,895</u>
Fund balances, end of year	<u>\$ 4,942,740</u>	<u>\$ 81,745</u>	<u>\$ -</u>	<u>\$ 447,091</u>	<u>\$ 208,370</u>	<u>\$ 877,026</u>	<u>\$ 6,556,972</u>

SPECIAL REVENUE FUNDS

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

Individual Fund Descriptions

- **The Emergency Telephone System Fund** accounts for 9-1-1 system subscriber fees and levies as provided for in North Carolina General Statute (NCGS) 159-26(b)(2). Under NCGS Chapter 62A, Haywood County imposes a monthly service charge to cover the cost of administering an enhanced emergency telecommunications wire line system. NCGS Chapter 62A also provides for the levy of a monthly service charge by the State for each wireless mobile connection unit to recover costs associated with operating a wireless enhanced system.
- **The Fire Districts Fund** accounts for the ad valorem tax levies of the seventeen fire districts in Haywood County.
- **The Sanitary District Fund** accounts for the ad valorem tax levy for a sanitary district in Haywood County.
- **The Road Service Fund** accounts for the ad valorem tax levy of a road service district in Haywood County.
- **The Representative Payee Fund** accounts for the funds held for participants the Social Security Representative Payee Program.
- **The Fines and Forfeitures Fund** accounts for various legal fines and forfeitures that the County is required to remit to the Haywood County Board of Education.
- **The Deed of Trust Fund** accounts for the five dollars of each fee collected by the Register of Deeds for registering or filing a deed of trust or mortgage and remitted to the State Treasurer on a monthly basis

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Emergency Telephone System Fund
 For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Restricted intergovernmental	\$ 376,811	\$ 376,811	\$ -
Investment earnings	-	251	251
Total revenues	<u>376,811</u>	<u>377,062</u>	<u>251</u>
Expenditures			
Public safety	<u>482,196</u>	<u>428,162</u>	<u>54,034</u>
Total expenditures	<u>482,196</u>	<u>428,162</u>	<u>54,034</u>
Revenues over expenditures	<u>(105,385)</u>	<u>(51,100)</u>	<u>54,285</u>
Other Financing Sources			
Appropriated fund balance	<u>105,385</u>	-	<u>(105,385)</u>
Net change in fund balance	<u>\$ -</u>	(51,100)	<u>\$ (51,100)</u>
Fund balance, beginning of year		<u>600,428</u>	
Fund balance, end of year		<u>\$ 549,328</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Fire Districts Fund
 For the year ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Ad valorem taxes:			
Current and prior years	\$ 4,307,175	\$ 4,292,414	\$ (14,761)
Penalties and interest	102,715	17,563	(85,152)
Total revenues	4,409,890	4,309,977	(99,913)
Expenditures			
Public safety:			
Fire districts:			
West Canton	81,052	75,372	5,680
North Canton	340,426	327,440	12,986
Center Pigeon	485,669	465,228	20,441
Lake Junaluska	439,373	433,668	5,705
Crabtree-Ironduff	319,525	316,946	2,579
Cruso	184,583	180,100	4,483
Saunook	209,421	206,452	2,969
Maggie Valley	713,762	703,116	10,646
Clyde	445,944	431,142	14,802
Jonathan Creek	457,249	449,781	7,468
Fines Creek	193,828	187,077	6,751
Lake Logan-Cecil	145,000	150,412	(5,412)
Eagles Nest	13,652	12,877	775
Howell Mill	4,425	4,278	147
East Canton	15,755	15,554	201
Ivy Hill	6,178	5,999	179
Waynesville (combined)	211,378	207,993	3,385
Waynesville Rural Fire District #2	140,000	133,856	6,144
Waynesville Rural Fire District #3	845	836	9
Waynesville Rural Fire District #4	138	138	-
Waynesville Rural Fire District #5	1,141	1,137	4
Waynesville Rural Fire District #6	546	575	(29)
Total expenditures	4,409,890	4,309,977	99,913
Net change in fund balance	\$ -	-	\$ -
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Sanitary District Fund
 For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad valorem taxes:			
Current and prior years	\$ 275,000	\$ 268,820	\$ (6,180)
Penalties and interest	-	599	599
Total revenues	<u>275,000</u>	<u>269,419</u>	<u>(5,581)</u>
Expenditures			
Environmental protection:			
Water and sewer	<u>275,000</u>	<u>269,419</u>	<u>5,581</u>
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		<u>\$ -</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Road Service Fund
 For the year ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Ad valorem taxes:			
Current and prior years	\$ 256,840	\$ 247,305	\$ (9,535)
Penalties and interest	-	736	736
Total revenues	256,840	248,041	(8,799)
Expenditures			
Economic and physical development	256,840	248,041	8,799
Net change in fund balance	\$ -	-	\$ -
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Representative Payee Fund
 For the year ended June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Restricted intergovernmental	\$ 850,000	\$ 707,325	\$ (142,675)
Total revenues	850,000	707,325	(142,675)
Expenditures			
Current:			
Human services:			
Payments made for the benefit of beneficiaries	850,000	812,573	37,427
Total expenditures	850,000	812,573	37,427
Net change in fund balance	\$ -	(105,248)	\$ (105,248)
Fund balance, beginning of year, as previously reported		-	
Restatement (Note 11)		199,169	
Fund balance, beginning of year, as restated		199,169	
Fund balance, end of year		\$ 93,921	

HAYWOOD COUNTY, NORTH CAROLINA

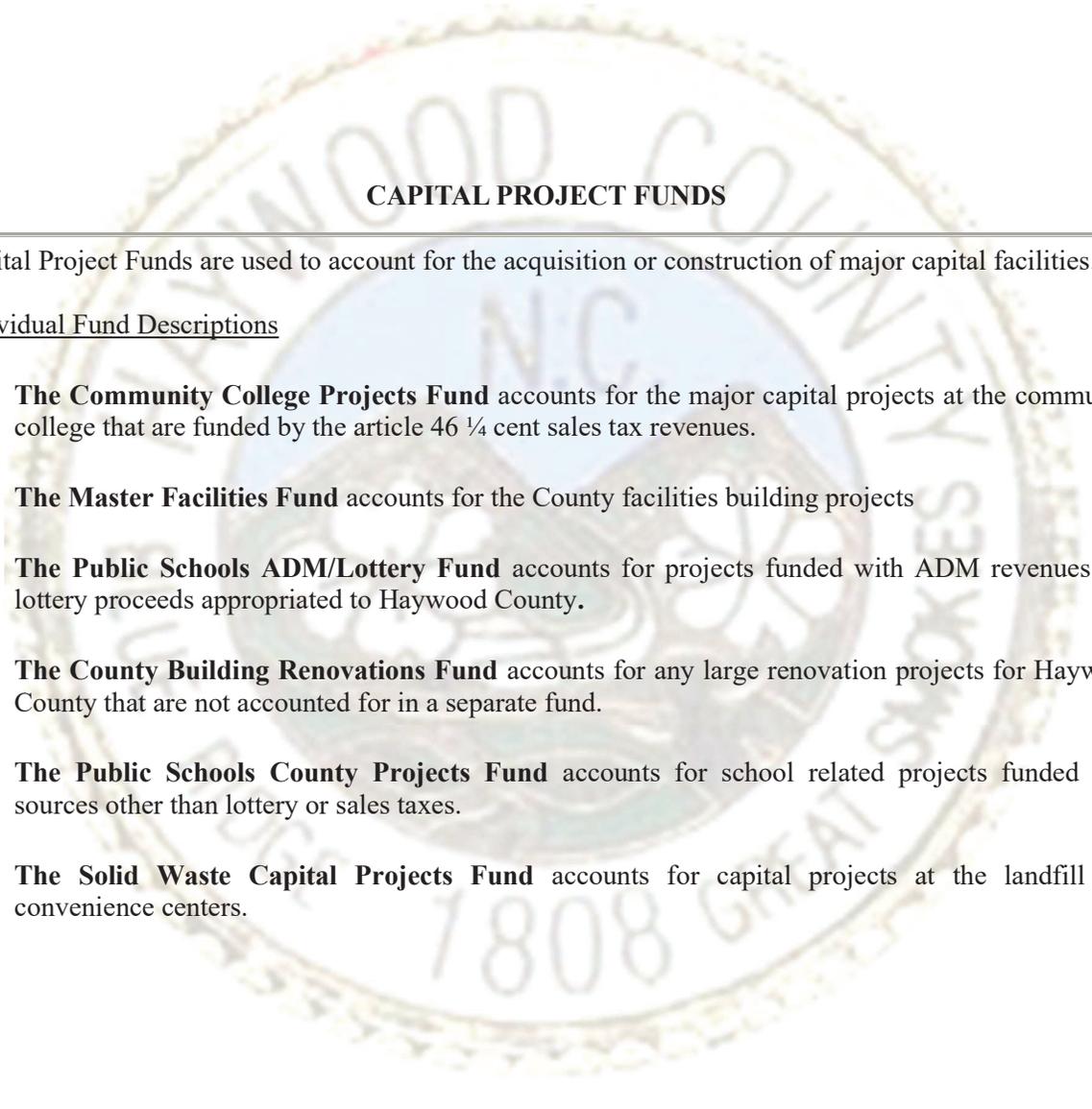
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Fines and Forfeitures Fund
 For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Sales and services			
Penalties, fines and forfeitures	\$ 250,000	\$ 238,482	\$ (11,518)
Total revenues	<u>250,000</u>	<u>238,482</u>	<u>(11,518)</u>
Expenditures			
Current:			
General government			
Payments of penalties, fines and forfeitures to the Haywood County Board of Education	<u>250,000</u>	<u>238,482</u>	<u>11,518</u>
Total expenditures	<u>250,000</u>	<u>238,482</u>	<u>11,518</u>
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		<u>\$ -</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
N.C. Deed of Trust Fee Fund
 For the year ended June 30, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Permits and fees			
Register of deeds	\$ 80,000	\$ 69,273	\$ 10,727
Total revenues	<u>80,000</u>	<u>69,273</u>	<u>10,727</u>
 Expenditures			
Current:			
General government			
Payments of fees collected to the			
State of North Carolina	<u>80,000</u>	<u>69,273</u>	<u>10,727</u>
Total expenditures	<u>80,000</u>	<u>69,273</u>	<u>10,727</u>
 Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
 Fund balance, beginning of year		<u>-</u>	
 Fund balance, end of year		<u>\$ -</u>	

The seal of Haywood County, North Carolina, is a large, circular emblem in the background. It features a central figure, possibly a Native American, surrounded by the text "HAYWOOD COUNTY N.C." and "1808 GREAT SMOKES".

CAPITAL PROJECT FUNDS

Capital Project Funds are used to account for the acquisition or construction of major capital facilities.

Individual Fund Descriptions

- **The Community College Projects Fund** accounts for the major capital projects at the community college that are funded by the article 46 ¼ cent sales tax revenues.
- **The Master Facilities Fund** accounts for the County facilities building projects
- **The Public Schools ADM/Lottery Fund** accounts for projects funded with ADM revenues and lottery proceeds appropriated to Haywood County.
- **The County Building Renovations Fund** accounts for any large renovation projects for Haywood County that are not accounted for in a separate fund.
- **The Public Schools County Projects Fund** accounts for school related projects funded with sources other than lottery or sales taxes.
- **The Solid Waste Capital Projects Fund** accounts for capital projects at the landfill and convenience centers.

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Project Fund - Community College Projects
 From inception and for the year ended June 30, 2021

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
HCC-Nursing building					
Professional services	\$ 361,367	\$ -	\$ -	\$ -	\$ 361,367
Financing costs	65,000	-	57,260	57,260	7,740
Construction	3,741,906	-	-	-	3,741,906
Equipment	526,727	-	-	-	526,727
Contingency	305,000	-	-	-	305,000
Total	<u>5,000,000</u>	<u>-</u>	<u>57,260</u>	<u>57,260</u>	<u>4,942,740</u>
Total expenditures	<u>5,000,000</u>	<u>-</u>	<u>57,260</u>	<u>57,260</u>	<u>4,942,740</u>
Revenues under expenditures	<u>(5,000,000)</u>	<u>-</u>	<u>(57,260)</u>	<u>(57,260)</u>	<u>4,942,740</u>
Other Financing Sources					
Installment obligations issued	<u>5,000,000</u>	<u>-</u>	<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>
Total other financing sources	<u>5,000,000</u>	<u>-</u>	<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	4,942,740	<u>\$ 4,942,740</u>	<u>\$ 4,942,740</u>
Fund balance, beginning of year			<u>-</u>		
Fund balance, end of year			<u>\$ 4,942,740</u>		

HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual**Capital Project Fund - Master Facilities*

From inception and for the year ended June 30, 2021

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures					
Law enforcement center project					
Professional services-other costs	50,000	-	38,420	38,420	11,580
Total	<u>50,000</u>	<u>-</u>	<u>38,420</u>	<u>38,420</u>	<u>11,580</u>
Total expenditures	<u>50,000</u>	<u>-</u>	<u>38,420</u>	<u>38,420</u>	<u>11,580</u>
Revenues under expenditures	<u>(50,000)</u>	<u>-</u>	<u>(38,420)</u>	<u>(38,420)</u>	<u>11,580</u>
Other Financing Sources					
Transfers from general fund	50,000	70,165	50,000	120,165	70,165
Total other financing sources	<u>50,000</u>	<u>70,165</u>	<u>50,000</u>	<u>120,165</u>	<u>70,165</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 70,165</u>	11,580	<u>\$ 81,745</u>	<u>\$ 81,745</u>
Fund balance, beginning of year			<u>70,165</u>		
Fund balance, end of year			<u>\$ 81,745</u>		

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Project Fund - Public Schools ADM/Lottery
 From inception and for the year ended June 30, 2021

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 1,550,000	\$ -	\$ 1,298,161	\$ 1,298,161	\$ (251,839)
Expenditures					
Building Projects:					
Turn 21LT1	1,300,000	-	1,295,450	1,295,450	4,550
Intercom system	250,000	-	2,711	2,711	247,289
Total expenditures	<u>1,550,000</u>	<u>-</u>	<u>1,298,161</u>	<u>1,298,161</u>	<u>251,839</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning of year			-		
Fund balance, end of year			<u>\$ -</u>		

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Project Fund - County Building Renovations
 From inception and for the year ended June 30, 2021

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 755,968	\$ 53,385	\$ -	\$ 53,385	\$ (702,583)
Miscellaneous	30,000	81,651	-	81,651	51,651
Total	<u>785,968</u>	<u>135,036</u>	<u>-</u>	<u>135,036</u>	<u>(650,932)</u>
Expenditures					
County projects:					
General government:					
Justice Center space study	30,000	20,109	-	20,109	9,891
Justice Center equipment	22,000	-	-	-	22,000
Historic courtroom windows	77,412	77,412	-	77,412	-
Total	<u>129,412</u>	<u>97,521</u>	<u>-</u>	<u>97,521</u>	<u>31,891</u>
Public safety:					
EOC electronic equipment	741,822	652,402	-	652,402	89,420
EMS ambulance project	233,563	226,471	-	226,471	7,092
LEC security project	119,900	29,180	90,715	119,895	5
Total	<u>1,095,285</u>	<u>908,053</u>	<u>90,715</u>	<u>998,768</u>	<u>96,517</u>
Culture & recreation:					
Waynesville library space study	30,000	30,000	-	30,000	-
Total	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
Economic Development					
DEQ water infrastructure study	50,000	23,385	20,793	44,178	5,822
Jonathan Creek property site development:					
Professional services	99,693	88,615	11,601	100,216	(523)
Grading and compaction	508,424	326,574	-	326,574	181,850
Miscellaneous	49,057	44,556	103	44,659	4,398
Total	<u>657,174</u>	<u>459,745</u>	<u>11,704</u>	<u>471,449</u>	<u>185,725</u>
Total economic development	<u>707,174</u>	<u>483,130</u>	<u>32,497</u>	<u>515,627</u>	<u>191,547</u>
Total expenditures	<u>1,961,871</u>	<u>1,518,704</u>	<u>123,212</u>	<u>1,641,916</u>	<u>319,955</u>
Revenues under expenditures	<u>(1,175,903)</u>	<u>(1,383,668)</u>	<u>(123,212)</u>	<u>(1,506,880)</u>	<u>(330,977)</u>
Other Financing Sources (Uses)					
Transfers from other funds	1,019,491	1,722,559	75,000	1,797,559	778,068
Transfers to other funds	(43,588)	(43,588)	-	(43,588)	-
Debt issuance	200,000	200,000	-	200,000	-
Total other financing sources (uses)	<u>1,175,903</u>	<u>1,878,971</u>	<u>75,000</u>	<u>1,953,971</u>	<u>778,068</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 495,303</u>	<u>(48,212)</u>	<u>\$ 447,091</u>	<u>\$ 447,091</u>
Fund balance, beginning of year			<u>495,303</u>		
Fund balance, end of year			<u>\$ 447,091</u>		

HAYWOOD COUNTY, NORTH CAROLINA

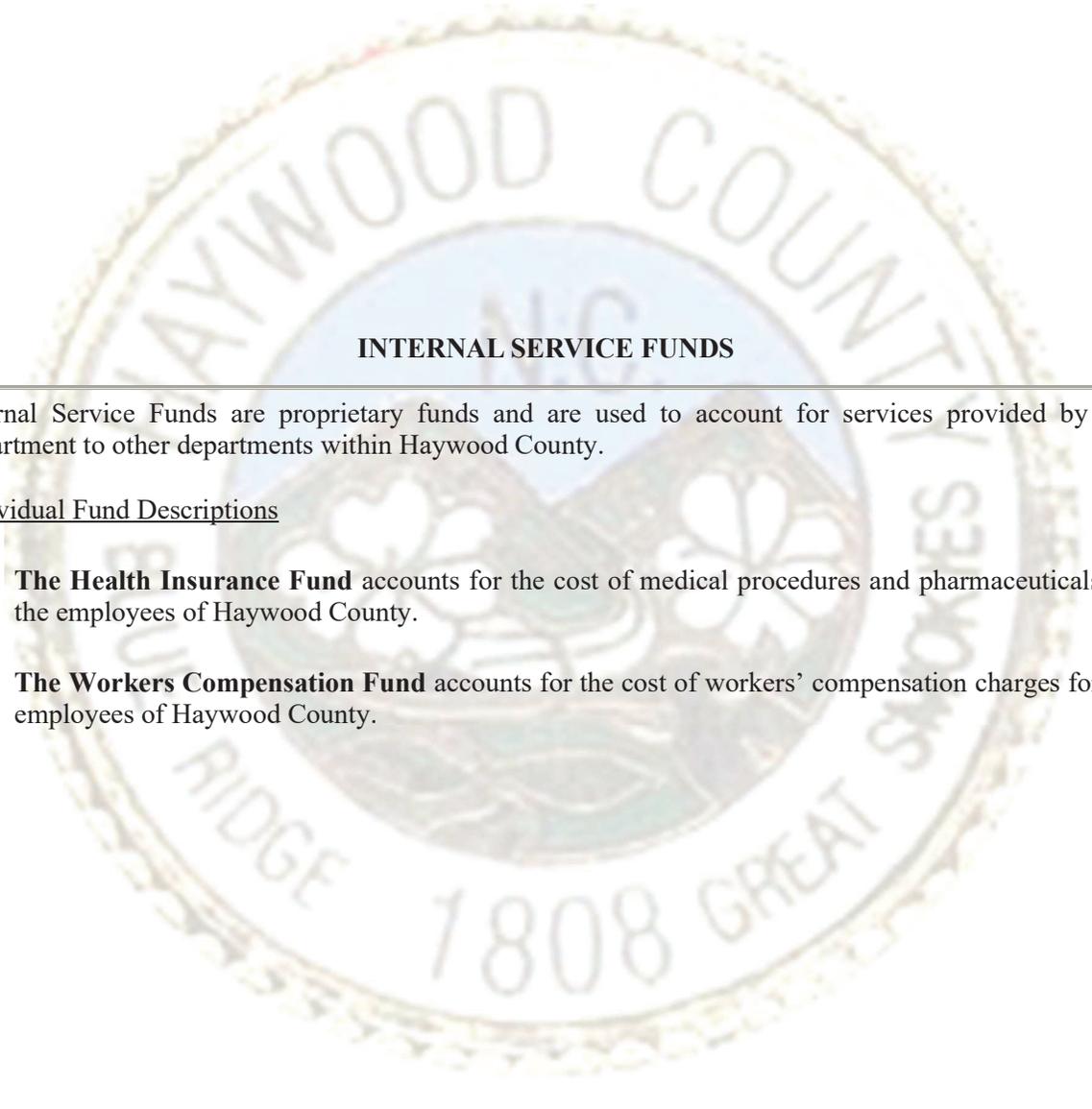
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Project Fund - Public Schools County Projects
 From inception and for the year ended June 30, 2021

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures					
Education					
Professional services	750,000	-	750,000	750,000	-
Revenues under expenditures	(750,000)	-	(750,000)	(750,000)	-
Other Financing Sources					
Transfers from other funds	750,000	958,370	-	958,370	208,370
Net change in fund balance	<u>\$ -</u>	<u>\$ 958,370</u>	<u>(750,000)</u>	<u>\$ 208,370</u>	<u>\$ 208,370</u>
Fund balance, beginning of year			<u>958,370</u>		
Fund balance, end of year			<u>\$ 208,370</u>		

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Project Fund - Solid Waste Projects
 From inception and for the year ended June 30, 2021

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Francis Farm Landfill corrective action plan:					
Professional services:					
Architectural and engineering	480,500	459,236	16,205	475,441	5,059
Total	<u>480,500</u>	<u>459,236</u>	<u>16,205</u>	<u>475,441</u>	<u>5,059</u>
Francis Farm Landfill restrictive cover implementation plan:					
Professional services:					
Restrictive cover	6,002,582	239,693	4,902,084	5,141,777	860,805
Architectural and engineering	493,000	47,096	434,742	481,838	11,162
Total	<u>6,495,582</u>	<u>286,789</u>	<u>5,336,826</u>	<u>5,623,615</u>	<u>871,967</u>
Total expenditures	<u>6,976,082</u>	<u>746,025</u>	<u>5,353,031</u>	<u>6,099,056</u>	<u>877,026</u>
Revenues under expenditures	<u>(6,976,082)</u>	<u>(746,025)</u>	<u>(5,353,031)</u>	<u>(6,099,056)</u>	<u>877,026</u>
Other Financing Sources					
Transfers from other funds	6,976,082	6,976,082	-	6,976,082	-
Transfers to other funds	-	-	-	-	-
Total other financing sources	<u>6,976,082</u>	<u>6,976,082</u>	<u>-</u>	<u>6,976,082</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 6,230,057</u>	<u>(5,353,031)</u>	<u>\$ 877,026</u>	<u>\$ 877,026</u>
Fund balance, beginning of year			<u>6,230,057</u>		
Fund balance, end of year			<u>\$ 877,026</u>		

The seal of Haywood County, North Carolina, is a circular emblem. It features a central shield with a plow and a sheaf of wheat, flanked by two figures. The shield is set against a background of a landscape with a mountain range. The words "HAYWOOD COUNTY" are arched across the top, and "1808 GREAT SMOKES" are arched across the bottom. The seal is rendered in a light, faded color.

INTERNAL SERVICE FUNDS

Internal Service Funds are proprietary funds and are used to account for services provided by one department to other departments within Haywood County.

Individual Fund Descriptions

- **The Health Insurance Fund** accounts for the cost of medical procedures and pharmaceuticals for the employees of Haywood County.
- **The Workers Compensation Fund** accounts for the cost of workers' compensation charges for the employees of Haywood County.

HAYWOOD COUNTY, NORTH CAROLINA

Combining Statement of Net Position
Internal Service Funds
 June 30, 2021

	Internal Service Fund - Health Insurance	Internal Service Fund - Workers' Comp	Total Internal Service Funds
ASSETS			
Cash and cash equivalents	\$ 2,053,886	\$ 327,084	\$ 2,380,970
Receivables, net	294,720	-	294,720
Prepays	183,646	10,000	193,646
Total assets	2,532,252	337,084	2,869,336
LIABILITIES			
Current liabilities:			
Accounts payable and accrued expenses	1,242,404	1,018	1,243,422
NET POSITION			
Unrestricted	\$ 1,289,848	\$ 336,066	\$ 1,625,914

HAYWOOD COUNTY, NORTH CAROLINA

*Combining Statement of Revenues, Expenses, and Changes in Fund Net Position**Internal Service Funds*

For the year ended June 30, 2021

	Internal Service Fund - Health Insurance	Internal Service Fund - Workers' Comp	Total Internal Service Funds
Operating revenues			
Internal charges for services	\$ 8,273,784	\$ 362,592	\$ 8,636,376
External charges for services	884,091	-	884,091
Total revenues	<u>9,157,875</u>	<u>362,592</u>	<u>9,520,467</u>
Operating expenses			
Claims and administration	<u>8,581,040</u>	<u>436,256</u>	<u>9,017,296</u>
Operating income (loss)	576,835	(73,664)	503,171
Other financing sources:			
Transfers from other funds	<u>-</u>	<u>120,000</u>	<u>120,000</u>
Change in net position	576,835	46,336	623,171
Net position, beginning of year	<u>713,013</u>	<u>289,730</u>	<u>1,002,743</u>
Net position, end of year	<u>\$ 1,289,848</u>	<u>\$ 336,066</u>	<u>\$ 1,625,914</u>

HAYWOOD COUNTY, NORTH CAROLINA

*Combining Statement of Cash Flows**Internal Service Funds*

For the year ended June 30, 2021

	<u>Internal Service Fund - Health Insurance</u>	<u>Internal Service Fund - Workers' Comp</u>	<u>Total Internal Service Funds</u>
Cash flows from operating activities			
Receipts from third-party payers and patients	\$ 8,871,258	\$ 362,592	\$ 9,233,850
Payments to providers	<u>(8,482,878)</u>	<u>(446,234)</u>	<u>(8,929,112)</u>
Net cash provided (used) by operating activities	<u>388,380</u>	<u>(83,642)</u>	<u>304,738</u>
Cash flows from non-capital financing activities			
Transfers to other funds	<u>-</u>	<u>120,000</u>	<u>120,000</u>
Net increase (decrease) in cash and cash equivalents	388,380	36,358	424,738
Cash and cash equivalents			
Beginning of year	<u>1,665,506</u>	<u>290,726</u>	<u>1,956,232</u>
End of year	<u>\$ 2,053,886</u>	<u>\$ 327,084</u>	<u>\$ 2,380,970</u>
Reconciliation of operating income (loss)			
cash provided (used) by operating activities:			
Operating income (loss)	\$ 576,835	\$ (73,664)	\$ 503,171
Changes in assets and liabilities:			
(Increase) decrease in receivables	(286,617)	-	(286,617)
Increase (decrease) in accrued expenses	<u>98,162</u>	<u>(9,978)</u>	<u>88,184</u>
Net cash provided (used) by operating activities	<u>\$ 388,380</u>	<u>\$ (83,642)</u>	<u>\$ 304,738</u>

HAYWOOD COUNTY, NORTH CAROLINA

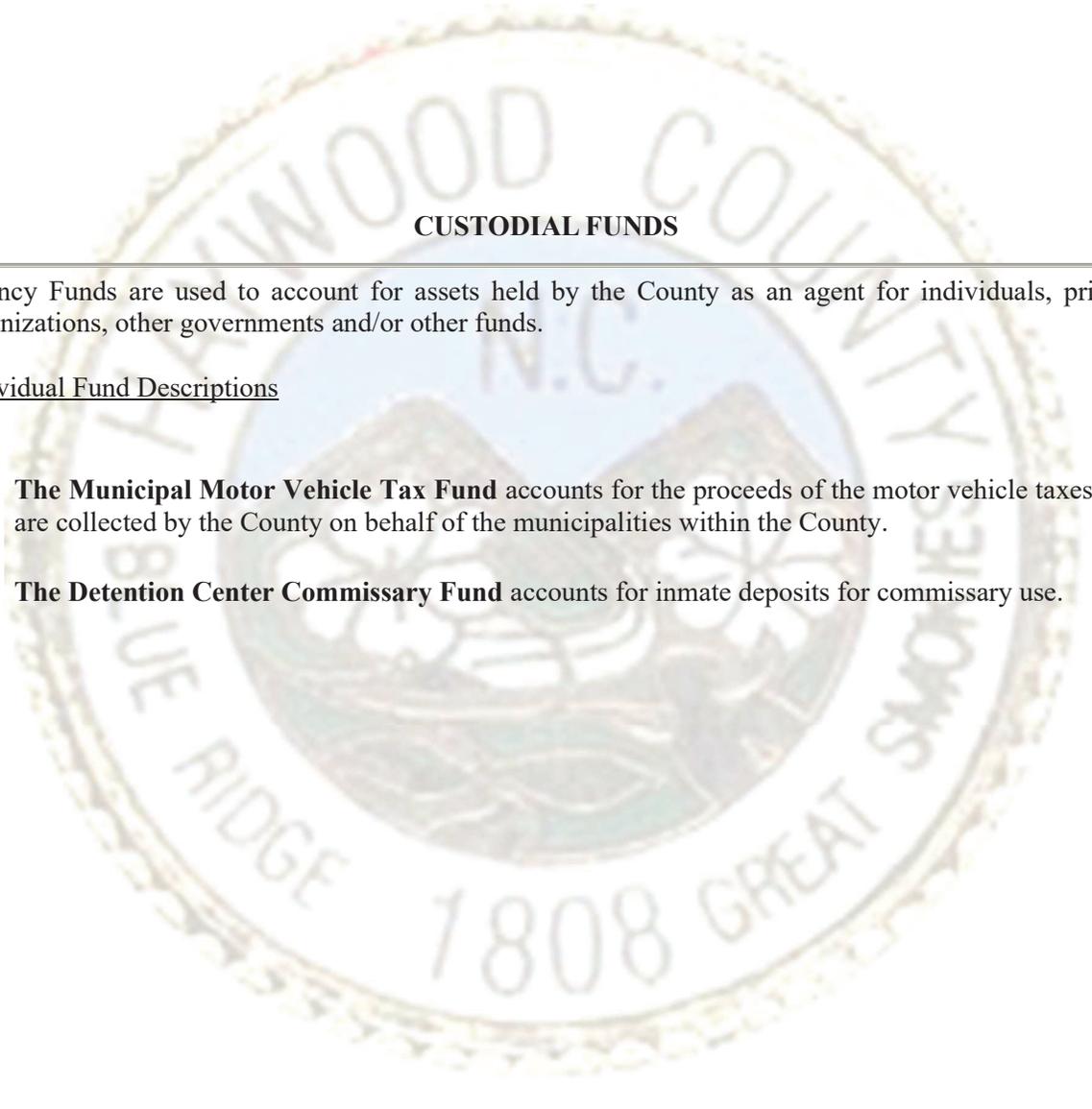
Schedule of Revenues and Expenditures - Financial Plan and Actual (Non-GAAP)
Self Insurance Fund - Health Insurance
 For the year ended June 30, 2021

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Revenues			
Internal charges for services	\$ 9,109,221	\$ 8,273,784	\$ (835,437)
External charges for services	856,600	884,091	27,491
Total revenues	<u>9,965,821</u>	<u>9,157,875</u>	<u>(807,946)</u>
Expenditures			
Claims and administration	<u>9,965,821</u>	<u>8,581,040</u>	<u>1,384,781</u>
Revenues over expenditures	<u>\$ -</u>	<u>\$ 576,835</u>	<u>\$ 576,835</u>

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Financial Plan and Actual (Non-GAAP)
Self Insurance Fund - Workers' Compensation
 For the year ended June 30, 2021

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Revenues			
Internal charges for services	\$ 356,195	\$ 362,592	\$ 6,397
Expenditures			
Claims and administration	476,195	436,256	39,939
Revenues over (under) expenditures	<u>(120,000)</u>	<u>(73,664)</u>	<u>46,336</u>
Other financing sources			
Transfers from other funds	<u>120,000</u>	<u>120,000</u>	<u>-</u>
Revenues and other financing sources over expenditures	<u>\$ -</u>	<u>\$ 46,336</u>	<u>\$ 46,336</u>

The seal of Forsyth County, North Carolina, is a large, circular emblem in the background. It features a central shield with a plow and a sheaf of wheat, flanked by two figures. The shield is set against a blue background with the letters 'N.C.' below it. The outer ring of the seal contains the text 'FORSYTH COUNTY N.C.' at the top, '1808' at the bottom, and 'GREAT SMOKES' on the right side. The seal is rendered in a light, semi-transparent style.

CUSTODIAL FUNDS

Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and/or other funds.

Individual Fund Descriptions

- **The Municipal Motor Vehicle Tax Fund** accounts for the proceeds of the motor vehicle taxes that are collected by the County on behalf of the municipalities within the County.
- **The Detention Center Commissary Fund** accounts for inmate deposits for commissary use.

HAYWOOD COUNTY, NORTH CAROLINA

*Combining Statement of Fiduciary Net Position
Custodial Funds*

For the year ended June 30, 2021

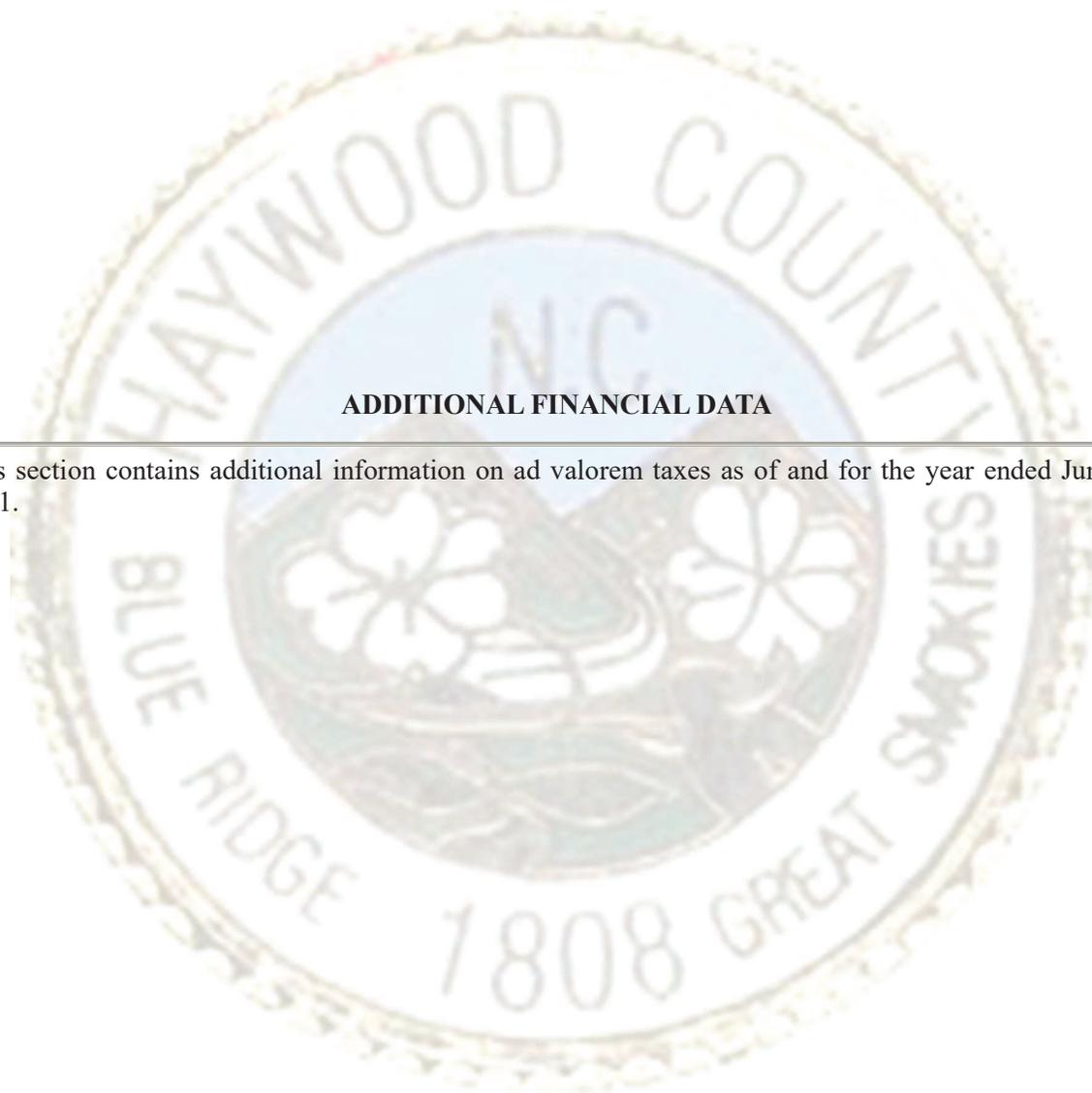
	Municipal Motor Vehicle Tax Fund	Detention Center Commissary Fund	Total Custodial Funds
Assets			
Cash and cash equivalents	\$ 95,598	\$ 29,608	\$ 125,206
Taxes receivable for other governments, net	-	-	-
Total assets	<u>95,598</u>	<u>29,608</u>	<u>125,206</u>
Net Position			
Restricted for:			
Individuals, organizations, and other governments	<u>95,598</u>	<u>29,608</u>	<u>125,206</u>
Total net position	<u>\$ 95,598</u>	<u>\$ 29,608</u>	<u>\$ 125,206</u>

HAYWOOD COUNTY, NORTH CAROLINA

*Combining Statement of Changes in Fiduciary Net Position
Custodial Funds*

For the year ended June 30, 2021

	Municipal Motor Vehicle Tax Fund	Detention Center Commissary Fund	Total Custodial Funds
Additions			
Ad valorem taxes for other governments	\$ 1,033,910	\$ -	\$ 1,033,910
Collections on behalf of inmates	-	337,285	337,285
Total additions	<u>1,033,910</u>	<u>337,285</u>	<u>1,371,195</u>
Deductions			
Tax distributions to other governments	1,025,498	-	1,025,498
Payments on behalf of inmates	-	331,006	331,006
Total deductions	<u>1,025,498</u>	<u>331,006</u>	<u>1,356,504</u>
Net increase in fiduciary net position	<u>8,412</u>	<u>6,279</u>	<u>14,691</u>
Net position, beginning, as previously reported	-	-	-
Restatement (Note 11)	87,186	23,329	110,515
Net position, beginning, as restated	<u>87,186</u>	<u>23,329</u>	<u>110,515</u>
Net position, ending	<u>\$ 95,598</u>	<u>\$ 29,608</u>	<u>\$ 125,206</u>



ADDITIONAL FINANCIAL DATA

This section contains additional information on ad valorem taxes as of and for the year ended June 30, 2021.

HAYWOOD COUNTY, NORTH CAROLINA

Schedule of Ad Valorem Taxes Receivable
General Fund
 June 30, 2021

Fiscal Year	Uncollected Balance July 1, 2020	Additions	Collections and Credits	Uncollected Balance June 30, 2021
2020-2021	\$ -	\$ 45,476,863	\$ 44,718,817	\$ 758,046
2019-2020	1,072,439	-	692,849	379,590
2018-2019	292,956	-	139,915	153,041
2017-2018	153,198	-	50,410	102,788
2016-2017	92,268	-	17,307	74,961
2015-2016	64,010	-	9,547	54,463
2014-2015	56,244	-	5,160	51,084
2013-2014	81,035	-	3,376	77,659
2012-2013	111,266	-	2,660	108,606
2011-2012	91,650	-	1,679	89,971
2010-2011	88,897	-	88,897	-
Total	<u>\$ 2,103,963</u>	<u>\$ 45,476,863</u>	<u>\$ 45,730,617</u>	1,850,209
Less: allowance for uncollectible accounts				<u>(621,969)</u>
Ad valorem taxes receivable, net				<u>\$ 1,228,240</u>
Reconciliation with Revenues:				
Ad valorem taxes - General Fund				<u>\$ 46,213,759</u>
Reconciling items:				
Penalties and interest				(202,737)
2010-2011 write-offs per statute of limitations				87,971
Other adjustments				<u>(368,376)</u>
Total reconciling items				<u>(483,142)</u>
Total collections and credits				<u>\$ 45,730,617</u>

HAYWOOD COUNTY, NORTH CAROLINA

*Analysis of Current Year County-Wide Tax Levy
General Fund
June 30, 2021*

	County Wide			Total Levy	
	Property Valuation	Rate	Total Levy	Property Excluding Motor Vehicles	Registered Motor Vehicles
Original Levy:					
Property taxed at current year's rate	\$ 7,764,880,513	0.5850	\$ 45,424,551	\$ 41,057,091	\$ 4,367,460
Penalties	-		44,324	44,324	-
Total	<u>7,764,880,513</u>		<u>45,468,875</u>	<u>41,101,415</u>	<u>4,367,460</u>
Discoveries:					
Current year taxes	9,847,821	0.5850	57,610	57,610	-
Prior year taxes	94,872	0.5850	555	555	-
Penalties	-		-	-	-
Total	<u>9,942,693</u>		<u>58,165</u>	<u>58,165</u>	<u>-</u>
Abatements	<u>(8,577,265)</u>	0.5850	<u>(50,177)</u>	<u>(50,177)</u>	<u>-</u>
Total property valuation	<u>\$ 7,766,245,941</u>				
Net levy			45,476,863	41,109,403	4,367,460
Uncollected taxes at June 30, 2021			<u>758,046</u>	<u>758,046</u>	<u>-</u>
Current Year's Taxes Collected			<u>\$ 44,718,817</u>	<u>\$ 40,351,357</u>	<u>\$ 4,367,460</u>
Current Levy Collection %			<u>98.33%</u>	<u>98.16%</u>	<u>100.00%</u>
Secondary Market Disclosures:					
Assessed Valuation					
Assessment Ratio ⁽¹⁾				100.00%	
Real Property				\$ 5,865,143,046	
Personal Property				1,721,768,224	
Public Service Companies ⁽²⁾				<u>187,716,630</u>	
Total Assessed Valuation				7,774,627,900	
Tax Rate per \$100				<u>0.5850</u>	
Levy (includes discoveries, releases and abatements) ⁽³⁾				<u>\$ 45,476,863</u>	
In addition to the County-wide rate, the following table lists the levies by the County on behalf of fire protection districts, road service districts, and sanitary districts for the fiscal year ended June 30:					
Fire protection districts				\$ 4,259,885	
Road service districts				245,418	
Sanitary district				<u>270,692</u>	
Total				<u>\$ 4,775,995</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

This part of Haywood 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.

- *Financial Trends* - These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.
- *Revenue Capacity* - These schedules contain information to help the reader access the County's most significant local revenue source, the property tax.
- *Debt Capacity* - These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.
- *Demographic and Economic Information* - These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.
- *Operating Information* - These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

HAYWOOD COUNTY, NORTH CAROLINA

Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Expenses:					
Governmental activities:					
General government	\$ 14,013,314	11,756,486	11,046,938	10,468,694	\$ 10,884,208
Public safety	28,414,583	26,479,436	24,977,269	23,485,794	21,528,865
Transportation	193,343	405,094	234,994	197,874	234,749
Environmental protection	4,756,584	4,596,908	3,908,838	4,340,978	4,840,792
Economic and physical development	4,339,738	3,581,751	4,033,501	3,134,473	3,704,804
Human services	31,676,839	19,876,811	18,744,911	26,775,815	21,513,292
Cultural and recreation	1,646,619	1,732,099	2,091,186	1,723,199	1,700,150
Non-departmental	-	-	1,624,250	26,310	-
Education	23,176,721	21,223,261	20,673,321	19,738,638	20,957,395
Interest on long-term debt	1,075,408	1,183,017	1,306,285	1,381,038	1,468,963
Total governmental activities expenses	<u>109,293,149</u>	<u>90,834,863</u>	<u>88,641,493</u>	<u>91,272,813</u>	<u>86,833,218</u>
Program revenues:					
Governmental activities:					
Charges for services:					
General government	372,046	104,314	112,063	441,499	442,819
Public safety	3,802,381	3,836,940	4,492,779	3,390,989	4,096,353
Environmental protection	6,198,635	6,379,756	6,330,675	6,229,806	6,198,836
Economic and physical development	231,023	223,317	21,556	216,717	214,844
Human services	599,594	573,157	601,957	595,618	574,203
Cultural and recreation	5,269	13,968	239,819	18,045	19,069
Operating grants:					
General government	81,864	53,701	56,857	328,361	289,800
Public safety	2,757,707	3,605,423	1,974,397	1,579,025	1,581,446
Transportation	-	161,356	140,256	140,815	140,815
Environmental protection	15,624	103,981	9,901	53,861	122,556
Economic and physical development	54,846	28,947	36,098	49,685	54,674
Human services	22,419,581	11,490,909	9,737,023	18,699,703	13,445,545
Cultural and recreation	149,425	171,633	522,637	111,929	107,623
Education	150,426	98,146	152,459	-	-

2016	2015	2014	2013	2012
10,500,731	9,202,544	\$ 7,168,720	\$ 8,748,556	\$ 8,560,054
19,259,761	18,332,672	18,149,499	18,095,664	17,821,262
191,345	197,811	246,070	233,951	238,829
5,127,244	4,182,627	8,238,720	6,960,850	5,980,140
3,484,859	3,289,410	3,369,021	3,445,307	2,871,824
20,111,298	20,029,023	21,403,525	20,380,433	20,714,369
1,562,935	1,685,345	1,908,029	1,751,594	1,760,349
-	-	-	-	-
19,118,901	19,586,667	18,860,749	18,227,121	23,120,536
1,527,931	1,841,698	2,053,735	2,399,211	2,506,831
80,885,005	78,347,797	81,398,068	80,242,687	83,574,194

383,017	330,727	348,880	344,358	312,438
2,943,283	3,274,565	3,099,254	2,855,128	1,745,281
5,980,206	3,835,700	4,933,647	5,081,817	5,139,520
-	-	6,190	2,025	247,751
493,716	442,379	477,466	489,236	500,329
68,325	75,188	76,465	79,324	76,892

81,913	103,006	198,494	128,791	188,366
1,403,896	1,298,261	1,329,654	1,752,631	1,366,251
124,768	133,783	155,388	-	-
81,345	127,502	76,488	47,296	212,179
204,030	199,304	568,557	540,447	269,942
12,216,916	12,966,702	12,465,469	11,974,626	12,528,733
118,186	164,582	253,471	192,300	207,976
218,884	324,705	81,610	19,082	86,230

HAYWOOD COUNTY, NORTH CAROLINA

Changes in Net Position Last Ten Fiscal Years, Continued (accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Program revenues, continued:					
Governmental activities, continued:					
Capital grants:					
General government	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	73,696	142,000	796,632
Environmental protection	-	-	-	-	-
Economic development	-	-	-	-	-
Human services	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	1,480,954	290,933	515,934	1,016,719	297,770
Total governmental activities program revenues	<u>38,319,375</u>	<u>27,136,481</u>	<u>25,018,107</u>	<u>25,587,196</u>	<u>32,950,455</u>
Net (expense) revenue:					
Governmental activities	(70,973,774)	(63,698,382)	(63,623,386)	(63,054,297)	(58,322,358)
General revenues and other changes in net position:					
Governmental activities:					
Taxes:					
Property taxes, levied for general purpose	50,708,020	49,960,069	49,163,478	48,310,192	47,655,377
Local option sales tax	20,205,669	16,770,531	15,575,217	14,526,715	13,870,765
Other taxes	4,928,730	3,256,714	3,466,499	3,363,857	3,182,008
Grants and contributions not restricted to specific programs	596,248	604,438	586,619	363,023	247,061
Investment earnings, unrestricted	29,688	847,454	1,105,910	565,268	271,759
Gain/(loss) on disposal of asset	235,980	(484,872)	-	-	-
Miscellaneous, unrestricted	-	14,875	38,254	384,956	229,194
Special item	91,679	1,027,500	-	1,116,200	-
Total governmental activities	<u>76,796,014</u>	<u>71,996,709</u>	<u>69,935,977</u>	<u>68,630,211</u>	<u>65,456,164</u>
Change in net position:					
Governmental activities	<u>\$ 5,822,240</u>	<u>\$ 8,298,327</u>	<u>\$ 6,312,591</u>	<u>\$ 5,575,914</u>	<u>\$ 7,133,806</u>

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ -	\$ -	\$ 3,581	\$ 1,160,350	\$ -
1,743,905	108,978	4,604	16,115	3,111
-	-	34,499	18,426	881,455
-	-	-	-	91,710
7,514	4,666	-	-	99,967
11,517	16,541	93,656	124,958	-
52,119	541,858	1,078,408	458,032	675,418
<u>29,103,638</u>	<u>24,990,528</u>	<u>24,491,152</u>	<u>25,848,914</u>	<u>25,258,722</u>
(57,729,580)	(55,894,477)	(53,856,645)	(55,549,154)	(54,983,965)
47,317,943	43,826,065	44,532,523	43,168,762	42,039,417
13,463,292	12,746,564	11,407,418	11,193,517	10,511,432
2,749,245	2,588,329	2,317,882	2,383,599	2,839,212
367,475	308,781	339,051	306,971	312,905
91,351	28,178	27,441	32,575	58,668
-	-	-	-	-
87,945	41,546	19,992	93,510	489,068
-	-	7,494,062	-	-
<u>64,077,251</u>	<u>59,539,463</u>	<u>66,138,369</u>	<u>57,178,934</u>	<u>56,250,702</u>
<u>\$ 6,347,671</u>	<u>\$ 3,644,986</u>	<u>\$ 12,281,724</u>	<u>\$ 1,629,780</u>	<u>\$ 1,266,737</u>

HAYWOOD COUNTY, NORTH CAROLINA

Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

	2021	2020	2019	2018	2017
Governmental activities:					
Net investment in capital assets	\$ 56,015,826	\$ 56,172,266	\$ 53,720,105	\$ 53,048,932	\$ 50,994,377
Restricted	9,743,280	9,247,734	8,771,754	8,374,425	7,411,377
Unrestricted (deficit)	(14,428,720)	(20,111,023)	(25,481,209)	(30,725,298)	(38,079,865)
 Total governmental activities net position	 \$ 51,330,386	 \$ 45,308,977	 \$ 37,010,650	 \$ 30,698,059	 \$ 20,325,889

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 47,549,405	\$ 43,926,798	\$ 43,151,578	\$ 40,022,209	\$ 36,628,567
12,314,559	9,434,549	9,227,579	6,917,922	11,009,703
<u>(19,284,853)</u>	<u>(22,108,022)</u>	<u>(23,731,881)</u>	<u>(28,318,937)</u>	<u>(31,238,265)</u>
<u>\$ 40,579,111</u>	<u>\$ 31,253,325</u>	<u>\$ 28,647,276</u>	<u>\$ 18,621,194</u>	<u>\$ 16,400,005</u>

HAYWOOD COUNTY, NORTH CAROLINA

Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Fund:						
Non-spendable	\$ 123,142	\$ 152,654	\$ 142,327	\$ 92,436	\$ 161,352	\$ 138,605
Restricted	12,783,272	11,458,169	9,689,553	9,049,606	7,091,150	5,783,036
Committed	4,596,158	2,851,371	2,497,407	2,142,940	1,808,468	1,585,844
Assigned	6,316,878	6,947,220	4,218,953	1,872,240	2,575,117	836,530
Unassigned	<u>24,929,342</u>	<u>19,436,177</u>	<u>21,550,392</u>	<u>22,553,852</u>	<u>19,170,987</u>	<u>17,274,398</u>
Total General Fund	<u>48,748,792</u>	<u>40,845,591</u>	<u>38,098,632</u>	<u>35,711,074</u>	<u>30,807,074</u>	<u>25,618,413</u>
All other governmental funds:						
Non-spendable	-	-	-	-	-	-
Restricted	5,880,909	1,700,503	1,225,811	996,685	3,556,319	6,356,189
Committed	<u>11,336,703</u>	<u>14,152,492</u>	<u>12,631,157</u>	<u>9,504,659</u>	<u>6,166,390</u>	<u>4,126,299</u>
Total all other governmental funds	<u>17,217,612</u>	<u>15,852,995</u>	<u>13,856,968</u>	<u>10,501,344</u>	<u>9,722,709</u>	<u>10,482,488</u>
Total fund balances	<u><u>\$ 65,966,404</u></u>	<u><u>\$ 56,698,586</u></u>	<u><u>\$ 51,955,600</u></u>	<u><u>\$ 46,212,418</u></u>	<u><u>\$ 40,529,783</u></u>	<u><u>\$ 36,100,901</u></u>

<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 115,987	\$ 115,978	\$ 92,536	\$ 100,794
5,729,220	6,158,624	5,126,446	4,709,538
1,655,228	1,355,234	1,173,116	1,025,703
39,479	236,685	321,667	1,161,066
<u>15,136,954</u>	<u>10,783,822</u>	<u>9,363,649</u>	<u>7,515,009</u>
<u>22,676,868</u>	<u>18,650,343</u>	<u>16,077,414</u>	<u>14,512,110</u>
1,000	2,000	-	-
1,587,625	3,068,955	1,791,476	3,023,959
<u>2,015,942</u>	<u>4,077,902</u>	<u>3,801,781</u>	<u>3,619,475</u>
<u>3,604,567</u>	<u>7,148,857</u>	<u>5,593,257</u>	<u>6,643,434</u>
<u>\$ 26,281,435</u>	<u>\$ 25,799,200</u>	<u>\$ 21,670,671</u>	<u>\$ 21,155,544</u>

HAYWOOD COUNTY, NORTH CAROLINA

Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

	2021	2020	2019	2018	2017
Revenues:					
Ad valorem taxes	\$ 51,041,196	\$ 49,785,142	\$ 49,259,471	\$ 48,452,792	\$ 47,693,075
Local option sales taxes	20,205,669	16,770,531	15,575,217	14,526,715	13,870,765
Other taxes and licenses	4,984,642	3,393,479	3,482,384	3,352,008	3,182,008
Unrestricted intergovernmental	600,686	608,735	590,778	581,112	457,670
Restricted intergovernmental	26,651,027	15,321,996	12,370,642	21,980,100	16,641,159
Permits and fees	6,600,016	6,663,975	6,536,776	6,531,544	6,494,959
Sales and services	4,608,930	4,457,149	5,230,504	4,361,131	5,051,166
Investment earnings	29,688	847,454	1,105,910	565,268	271,759
Miscellaneous	459,400	693,361	880,188	511,218	424,895
Total revenues	<u>115,181,254</u>	<u>98,541,822</u>	<u>95,031,870</u>	<u>100,861,888</u>	<u>94,087,456</u>
Expenditures:					
Current:					
General government	7,746,082	7,096,462	6,269,988	6,083,237	5,656,570
Central services	4,436,602	4,033,086	3,836,108	3,430,257	3,786,008
Public safety	25,291,060	23,556,942	21,650,565	20,522,150	19,511,654
Transportation	194,774	408,395	232,979	198,385	234,749
Environmental protection	4,034,230	4,059,354	3,893,515	3,694,821	3,969,180
Economic and physical development	4,256,201	3,432,305	3,212,313	2,995,753	3,102,851
Human services	30,003,638	18,274,725	17,307,906	25,356,506	20,098,060
Culture and recreation	1,474,139	1,544,564	1,637,669	1,572,060	1,544,563
Non-departmental	-	-	1,624,250	26,310	-
Intergovernmental:					
Education	23,176,721	21,223,261	20,673,321	19,738,638	20,957,395
Capital outlay	7,377,799	4,377,425	3,026,273	4,231,073	6,426,926
Debt service:					
Principal	8,046,726	4,584,869	4,685,232	9,546,165	6,292,431
Interest and other charges	1,021,933	1,229,654	1,276,823	1,349,634	1,443,730
Total expenditures	<u>117,059,905</u>	<u>93,821,042</u>	<u>89,326,942</u>	<u>98,744,989</u>	<u>93,024,117</u>
Revenues over (under) expenditures	<u>(1,878,651)</u>	<u>4,720,780</u>	<u>5,704,928</u>	<u>2,116,899</u>	<u>1,063,339</u>

2016	2015	2014	2013	2012
\$ 46,501,082	\$ 44,229,373	\$ 44,970,038	\$ 43,272,044	\$ 42,408,756
13,463,292	12,746,564	11,407,418	11,193,517	10,511,432
2,749,245	2,588,329	2,317,882	2,383,599	2,839,212
367,475	308,781	339,051	306,971	312,905
16,171,280	15,948,172	15,969,226	15,304,433	16,651,663
6,253,633	3,840,018	3,704,922	3,691,013	3,581,528
3,590,897	4,091,192	5,209,763	5,130,002	4,416,878
91,351	28,178	27,441	32,575	58,668
324,940	279,141	585,622	200,835	158,541
<u>89,513,195</u>	<u>84,059,748</u>	<u>84,531,363</u>	<u>81,514,989</u>	<u>80,939,583</u>
4,736,280	4,791,471	4,081,061	4,684,047	4,516,508
3,700,493	3,036,385	3,007,491	2,786,088	2,768,301
18,220,955	17,339,529	16,748,491	16,664,497	16,255,963
191,345	197,811	246,070	233,951	238,829
3,930,421	3,574,816	4,173,339	4,367,858	4,473,356
2,920,015	2,751,196	2,799,718	2,767,853	2,188,431
19,637,125	19,652,564	20,547,639	19,363,542	19,742,912
1,447,249	1,536,524	1,734,884	1,586,495	1,590,109
-	-	-	-	-
19,118,901	19,586,667	18,860,749	18,227,121	23,120,536
4,574,780	2,951,132	2,025,428	1,247,969	5,840,809
6,167,986	6,313,918	20,634,450	6,748,745	6,496,245
1,465,922	1,908,030	2,497,409	2,582,067	3,029,723
<u>86,111,472</u>	<u>83,640,043</u>	<u>97,356,729</u>	<u>81,260,233</u>	<u>90,261,722</u>
<u>3,401,723</u>	<u>419,705</u>	<u>(12,825,366)</u>	<u>254,756</u>	<u>(9,322,139)</u>

(continued)

HAYWOOD COUNTY, NORTH CAROLINA

Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years, Continued (modified accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Other financing sources (uses):					
Transfers from other funds	\$ 125,000	\$ -	\$ 1,245,629	\$ 365,174	\$ 1,869,050
Transfers to other funds	(125,000)	-	(1,245,629)	(365,174)	(1,869,050)
General obligation bonds issued	-	-	-	-	-
Premium on general obligation bonds issued	-	-	-	-	-
Notes payable issued	10,708,181	2,862,000	-	3,550,000	3,350,000
Current refunding of certificates of participation issued	-	-	-	-	-
Payment to escrow agent for refunded debt	-	(2,860,000)	-	-	-
Sale of capital assets	239,119	20,206	38,254	15,735	15,544
Total other financing sources and uses	<u>10,947,300</u>	<u>22,206</u>	<u>38,254</u>	<u>3,565,735</u>	<u>3,365,544</u>
Net change in fund balance	9,068,649	4,742,986	5,743,182	5,682,634	4,428,883
Fund balances-beginning	<u>56,897,755</u>	<u>51,955,600</u>	<u>46,212,418</u>	<u>40,529,784</u>	<u>36,100,901</u>
Fund balances-ending	<u>\$ 65,966,404</u>	<u>\$ 56,698,586</u>	<u>\$ 51,955,600</u>	<u>\$ 46,212,418</u>	<u>\$ 40,529,784</u>
Debt service as a percentage of non-capital expenditures	8.27%	6.50%	6.97%	11.48%	8.93%

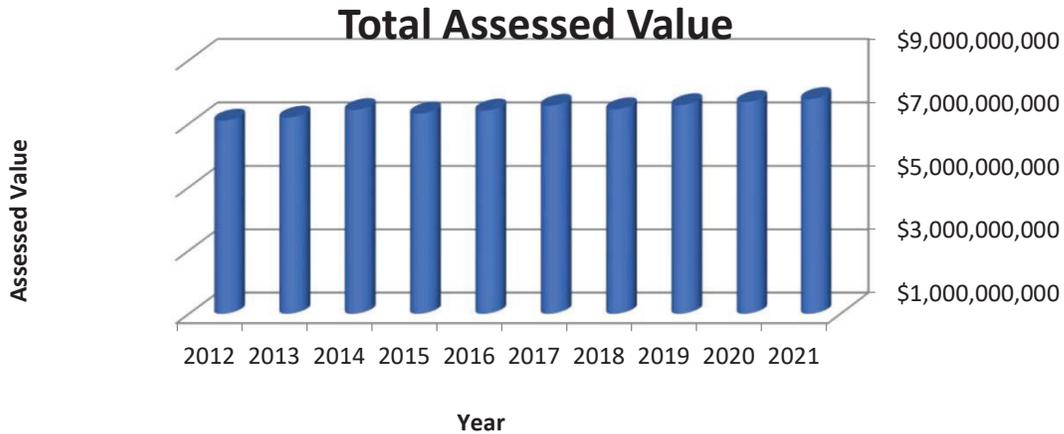
Capital outlay expenditures have been segregated here in order to calculate the percentage of non-capital expenditures.

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 652,780 (652,780) -	\$ 1,191,409 (1,191,409) -	\$ 438,234 (438,234) -	\$ 567,960 (567,960) -	\$ 141,132 (141,132) -
-	-	-	-	-
6,200,000	-	2,350,000	-	3,053,600
-	10,783,000	14,585,000	7,150,000	-
-	(10,723,992)	-	(7,079,605)	-
<u>217,743</u>	<u>3,522</u>	<u>18,895</u>	<u>189,976</u>	<u>486,429</u>
<u>6,417,743</u>	<u>62,530</u>	<u>16,953,895</u>	<u>260,371</u>	<u>3,540,029</u>
9,819,466	482,235	4,128,529	515,127	(5,782,110)
<u>26,281,435</u>	<u>25,799,200</u>	<u>21,670,671</u>	<u>21,155,544</u>	<u>26,937,654</u>
<u>\$ 36,100,901</u>	<u>\$ 26,281,435</u>	<u>\$ 25,799,200</u>	<u>\$ 21,670,671</u>	<u>\$ 21,155,544</u>
9.36%	10.19%	24.26%	11.66%	11.28%

HAYWOOD COUNTY, NORTH CAROLINA

Assessed Value of Taxable Property Last Ten Fiscal Years

Fiscal Year Ended June 30,	Real Property	Personal Property	Public Service Company Property	Total Assessed Value	Total Direct Tax Rate (Per \$100)
2021	\$ 5,865,143,046	\$ 1,721,768,224	\$ 187,716,630	\$ 7,774,627,900	0.5850
2020	6,304,208,536	1,175,674,868	197,324,800	7,677,208,204	0.5850
2019	6,230,094,663	1,172,787,670	178,397,167	7,581,279,500	0.5850
2018	6,160,099,938	1,113,505,724	178,362,543	7,451,968,205	0.5850
2017	6,320,354,378	1,069,000,414	171,503,537	7,560,858,329	0.5661
2016	6,283,353,200	961,399,399	167,412,919	7,412,165,518	0.5661
2015	6,207,558,192	959,054,765	149,539,823	7,316,152,780	0.5413
2014	6,189,657,715	1,089,015,320	148,954,528	7,427,627,563	0.5413
2013	6,170,732,764	870,482,776	148,678,692	7,189,894,232	0.5413
2012	6,149,833,834	796,003,199	148,080,203	7,093,917,236	0.5413



Note: Assessed valuations are established by the Board of County Commissioners at 100 percent of estimated market value. A revaluation of real property is required by the North Carolina General Statutes at least every eight years. The last revaluation was completed as of January 1, 2017, for the 2018 fiscal year.

Source: Haywood County Tax Office

HAYWOOD COUNTY, NORTH CAROLINA

Property Tax Rates--Direct and All Overlapping Governments (Per \$100 of Assessed Value) Last Ten Fiscal Years

	2021	2020	2019	2018	2017
Haywood County	0.5850	0.5850	0.5850	0.5850	0.5661
<u>Municipality Rates:</u>					
Town of Canton	0.5400	0.5800	0.5800	0.5800	0.5800
Town of Clyde	0.4300	0.4500	0.4500	0.4500	0.4300
Town of Maggie	0.4000	0.4300	0.4300	0.4300	0.3900
Town of Waynesville	0.4392	0.4957	0.4957	0.4957	0.4857
Municipal Service District	0.1900	0.2000	0.2000	0.2000	0.2000
<u>Special Districts:</u>					
West Canton Fire District #1	0.100	0.100	0.100	0.100	0.100
North Canton Fire District #2	0.070	0.070	0.070	0.070	0.070
Center Pigeon Fire District	0.085	0.085	0.085	0.085	0.075
Lake Junaluska Fire District	0.075	0.075	0.075	0.075	0.075
Crabtree-Iron Duff Fire District	0.075	0.075	0.075	0.075	0.075
Cruso Fire District	0.100	0.100	0.100	0.100	0.100
Camp Branch Fire District	0.000	0.000	0.000	0.000	0.000
Saunook Fire District	0.050	0.050	0.050	0.050	0.050
Maggie Valley Fire District	0.060	0.060	0.060	0.060	0.060
Clyde Fire District	0.090	0.090	0.090	0.090	0.090
Jonathan Creek Fire District	0.070	0.070	0.070	0.070	0.070
South Waynesville Fire District	0.000	0.000	0.000	0.000	0.000
Big Cove Fire District	0.000	0.000	0.000	0.000	0.000
Fines Creek Fire District	0.090	0.090	0.090	0.090	0.090
Lake Logan-Cecil Fire District	0.100	0.100	0.100	0.100	0.100
Waynesville Fire District	0.060	0.060	0.060	0.060	0.060
Eagles Nest Fire Service District	0.060	0.060	0.060	0.060	0.060
Howell Mill Fire Service District	0.060	0.060	0.060	0.060	0.060
East Canton Fire Service District	0.100	0.100	0.100	0.100	0.100
Ivy Hill Fire Service District	0.060	0.060	0.060	0.060	0.060
Waynesville Rural Fire Dist #2	0.060	0.060	0.060	0.060	0.060
Waynesville Rural Fire Dist #3	0.060	0.060	0.060	0.060	0.060
Waynesville Rural Fire Dist #4	0.060	0.060	0.060	0.060	0.060
Waynesville Rural Fire Dist #5	0.060	0.060	0.060	0.060	0.060
Waynesville Rural Fire Dist #6	0.060	0.060	0.060	0.060	0.060
Lake Junaluska Sanitary District	0.060	0.060	0.060	0.060	0.060
Maggie Valley Country Club Road Maintenance	0.150	0.200	0.200	0.200	0.200
Forest Park Road Maintenance	0.100	0.080	0.080	0.080	0.080
Oak Park Road Maintenance	0.080	0.100	0.100	0.100	0.100
Wildcat Mountain Road Maintenance	0.150	0.150	0.150	0.150	0.150
Walker-in-the-Hills Road Maintenance	0.095	0.095	0.095	0.095	0.095
Upper Chestnut Grove Road Maintenance	0.200	0.160	0.160	0.160	0.160
Norman Road Maintenance	0.200	0.200	0.200	0.150	0.150
Tuscola Park Road Maintenance	0.100	0.100	0.100	0.100	0.100
Fox Run Road Maintenance	0.150	0.150	0.150	0.150	0.150
Sugar Valley Springs Road Maintenance	0.125	0.120	0.120	0.120	0.120

Source: Haywood County Tax Assessor

* Did not begin collecting until FY2010

** Did not begin collecting until FY2015

***Did not begin collecting until FY2016

**** Did not begin collecting until FY2017

2016	2015	2014	2013	2012
0.5661	0.5413	0.5413	0.5413	0.5413
0.5800	0.5800	0.5800	0.5800	0.5800
0.4300	0.4300	0.4300	0.4300	0.4300
0.3900	0.3900	0.3900	0.3900	0.4200
0.4382	0.4382	0.4082	0.4082	0.4082
0.2000	0.2000	0.2000	0.2000	0.2000
0.100	0.100	0.100	0.100	0.100
0.060	0.060	0.060	0.065	0.060
0.075	0.075	0.075	0.075	0.075
0.075	0.070	0.070	0.070	0.070
0.075	0.065	0.065	0.065	0.065
0.100	0.095	0.095	0.095	0.095
0.000	0.000	0.000	0.000	0.000
0.050	0.040	0.040	0.040	0.040
0.060	0.060	0.060	0.060	0.050
0.090	0.090	0.090	0.090	0.090
0.070	0.070	0.070	0.070	0.070
0.000	0.000	0.000	0.000	0.000
0.000	0.000	0.000	0.000	0.000
0.090	0.090	0.090	0.090	0.090
0.100	0.100	0.100	0.100	0.100
0.060	0.060	0.060	0.060	0.060
0.060	0.060	**	**	**
0.060	0.060	**	**	**
0.100	***	***	***	***
0.060	***	***	***	***
****	****	****	****	****
****	****	****	****	****
****	****	****	****	****
****	****	****	****	****
****	****	****	****	****
0.060	0.060	0.060	0.060	0.060
0.140	0.140	0.140	0.140	0.140
0.080	0.080	0.080	0.080	0.080
0.100	0.100	0.100	0.100	0.080
0.150	0.150	0.150	0.150	0.150
0.095	0.095	0.095	0.095	0.095
0.160	0.160	0.160	0.160	0.160
0.150	0.150	0.150	0.150	0.150
0.080	0.110	0.110	0.110	0.110
0.150	0.150	0.150	0.150	0.150
0.120	***	***	***	***

HAYWOOD COUNTY, NORTH CAROLINA

Principal Property Taxpayers Current Year and 9 Years Ago

<u>Taxpayer</u>	<u>Type of Business</u>
Blue Ridge Paper Products, Inc. (Evergreen Packaging)	Paper Mill
Duke Energy Progress, Inc. formerly Carolina Power & Light	Utility
Haywood Regional Medical Center-A Duke LifePoint Hospital	Medical
Haywood Electric Membership Corporation	Utility
Ingles Markets, Inc.	Super Market
Consolidated Metco	Manufacturing
Lake Junaluska Assembly	Resort
Waynesville Enterprises LLC	Retail
Vantagepoint Investments of Waynesville	Retail
Yale Waynesville LLC	Retail
Graves Development Corp	Land Developers
Waynesville Commons	Retail
AT&T (Bell South)	Utility
Maggie Valley Resort	Country Club
Totals	

Source: Haywood County Tax Assessor

2021			2012		
Valuation	Rank	% of Valuation	Valuation	Rank	% of Valuation
\$ 223,840,803	1	2.88%	\$ 162,532,397	1	2.09%
98,521,472	2	1.27%	89,429,766	2	1.12%
61,342,185	3	0.79%	-		0.00%
53,612,081	4	0.69%	73,208,466	3	0.87%
39,171,378	5	0.50%	20,482,278	5	0.30%
34,631,932	6	0.45%	10,953,652	9	0.21%
16,836,100	7	0.22%	14,009,592	7	0.00%
16,236,100	8	0.21%	-		0.00%
13,662,768	9	0.18%	8,814,988	10	0.53%
14,105,600	10	0.18%	-		0.00%
-		0.00%	-		0.26%
-		0.00%	12,630,100	8	0.27%
-		0.00%	30,580,130	6	0.40%
-		0.00%	14,155,906	4	0.26%
<u>\$ 571,960,419</u>		<u>7.36%</u>	<u>\$ 436,797,275</u>		<u>6.31%</u>

HAYWOOD COUNTY, NORTH CAROLINA

Property Tax Levies and Collections Last Ten Fiscal Years

<u>Fiscal Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Collected within the Fiscal Year of the Levy</u>	
		<u>Amount</u>	<u>Percentage of Levy Collected</u>
2021	\$ 45,476,863	\$ 44,718,817	98.33%
2020	44,964,107	43,891,668	97.61%
2019	44,421,489	43,517,970	97.97%
2018	43,722,520	42,591,059	97.41%
2017	42,902,722	41,815,422	97.47%
2016	42,141,284	40,993,147	97.28%
2015	39,720,027	38,742,509	97.54%
2014	40,319,389	39,049,310	96.85%
2013	39,068,709	37,541,809	96.09%
2012	38,510,277	37,038,187	96.18%

Source: Haywood County CAFRs.

Collections In Subsequent Years	Total Collections to Date		Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Tax Levy
	Amount	Percentage of Total Tax Collections to Levy		
-	44,718,817	98.33%	758,046	1.67%
692,849	44,584,517	99.16%	379,590	0.84%
750,478	44,268,448	99.66%	153,041	0.34%
1,028,673	43,619,732	99.76%	102,788	0.24%
1,012,339	42,827,761	99.83%	74,961	0.17%
1,093,674	42,086,821	99.87%	54,463	0.13%
926,434	39,668,943	99.87%	51,084	0.13%
1,192,420	40,241,730	99.81%	77,659	0.19%
1,418,294	38,960,103	99.72%	108,606	0.28%
1,382,119	38,420,306	99.77%	89,971	0.23%
			<u>\$ 1,850,209</u>	

HAYWOOD COUNTY, NORTH CAROLINA

Property Value and Construction Last Ten Fiscal Years

Fiscal Year Ended June 30,	Commercial Construction ⁽¹⁾		Residential Construction ^(1, 2)		Property Value ⁽³⁾	
	Number of Units	Value	Number of Units	Value	Commercial	Residential
2021	1025	\$ 16,658,392	648	\$ 93,447,035	\$ 1,229,943,680	\$ 6,849,967,590
2020	93	17,619,198	615	57,289,737	1,225,013,380	6,778,472,780
2019	86	8,914,026	551	48,608,214	1,084,707,509	5,605,713,121
2018	84	7,156,250	513	53,328,910	1,051,770,030	5,554,723,226
2017	70	16,752,475	464	37,164,836	1,086,187,112	5,692,606,389
2016	60	13,826,647	432	37,950,517	1,079,565,075	5,751,959,551
2015	54	10,203,649	439	39,408,037	1,050,681,817	5,621,765,934
2014	60	12,576,586	396	31,988,838	1,032,385,921	5,623,591,513
2013	64	1,774,083	389	29,917,203	947,779,971	5,685,343,094
2012	50	6,370,685	327	27,799,418	887,532,635	5,065,530,995

Source:

⁽¹⁾Haywood County Inspection Department

⁽²⁾As of 2009, total does not include mobile home placement permits,
which are not considered permanent construction.

⁽³⁾Haywood County Tax Assessor-TR1

HAYWOOD COUNTY, NORTH CAROLINA

Ratio of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year Ended June 30,	Assessed Value ⁽³⁾	General Obligation Bonds ⁽³⁾	COPS ⁽³⁾	Installment Loans ^{(3) (4)}	Total Primary Government
2021	\$ 7,766,245,941	\$ 9,982,000	\$ -	\$ 29,841,961	\$ 39,823,961
2020	7,677,208,204	12,041,000	-	25,121,506	37,162,506
2019	7,581,279,500	14,074,304	-	27,711,375	41,785,679
2018	7,451,968,205	16,169,560	-	30,306,607	46,476,167
2017	7,560,858,329	18,310,816	-	34,166,773	52,477,589
2016	7,412,165,518	20,491,072	-	34,934,203	55,425,275
2015	7,316,152,780	22,699,328	-	32,699,189	55,398,517
2014	7,427,627,563	24,484,793	-	36,963,107	61,447,900
2013	7,189,894,232	26,458,067	7,849,489	31,157,557	65,465,113
2012	7,093,917,236	27,817,077	9,580,453	34,446,301	71,843,831

Sources:

⁽¹⁾NC Office of State Budget & Management-projection 2019, revised estimate 2010-2019

⁽²⁾Bureau of Economic Analysis-reflects revised numbers 2015-2018

⁽³⁾Haywood County CAFRs

⁽⁴⁾Installment loans shown as notes payable

* Information not yet available

Net Debt to Assessed Value	Population⁽¹⁾	Personal Income⁽²⁾ (thousands)	Percentage of Personal Income	Net Debt Per Capita
0.51%	63,481	*	*	\$ 627
0.48%	63,813	*	*	582
0.55%	63,455	*	*	659
0.62%	62,780	2,496,793	1.86%	740
0.69%	62,000	2,374,532	2.21%	846
0.75%	60,436	2,273,684	2.44%	917
0.76%	60,178	2,107,798	2.63%	921
0.83%	59,913	2,014,728	3.05%	1,026
0.91%	59,675	1,919,833	3.41%	1,097
1.01%	59,267	1,950,818	3.68%	1,212

HAYWOOD COUNTY, NORTH CAROLINA

Ratio of Outstanding General Obligation Debt Last Ten Fiscal Years

Fiscal Year Ended June 30,	Assessed Value ⁽²⁾	Net General Obligation Bonded Debt	Net General Obligation Bonded Debt to Assessed Value	Population ⁽¹⁾	Net General Obligation Bonded Debt Per Capita
2021	\$ 7,766,245,941	\$ 9,982,000	0.13%	63,481	\$ 157
2020	7,677,208,204	12,041,000	0.16%	63,813	189
2019	7,677,208,204	14,074,304	0.19%	63,455	222
2018	7,451,968,205	16,169,560	0.22%	62,780	258
2017	7,560,858,329	18,310,816	0.24%	62,000	295
2016	7,412,165,518	20,491,072	0.28%	60,436	339
2015	7,316,152,780	22,699,328	0.31%	60,178	377
2014	7,427,627,563	24,484,793	0.33%	59,913	409
2013	7,189,894,232	26,458,067	0.37%	59,675	443
2012	7,093,917,236	27,817,077	0.39%	59,267	469

Sources:

⁽¹⁾NC Office of State Budget & Management-projection 2019, revised estimate 2010-2019

⁽²⁾Haywood County CAFRs

HAYWOOD COUNTY, NORTH CAROLINA

Legal Debt Margin Information Last Ten Fiscal Years

Legal debt margin:	
Assessed value	\$ 7,766,245,941
Debt limit	8.00%
	621,299,675
Gross debt:	
General obligation bonds	9,982,000
Notes payable	29,841,961
	39,823,961
Total amount of debt applicable to debt limit	39,823,961
Legal debt margin	\$ 581,475,714

	2021	2020	2019	2018	2017
Debt limit	\$ 621,299,675	\$ 614,176,656	\$ 606,502,360	\$ 596,936,897	\$ 604,868,666
Total net debt applicable to limit	39,823,961	37,162,506	41,745,376	46,476,167	52,477,589
Legal debt margin	\$ 581,475,714	\$ 577,014,150	\$ 564,756,984	\$ 550,460,730	\$ 552,391,077
Total net debt applicable to the limit as a percentage of debt limit	6.41%	6.05%	6.89%	7.79%	8.68%

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 592,973,241 55,425,275	\$ 585,292,222 55,398,517	\$ 594,210,205 61,447,900	\$ 575,191,539 65,465,113	\$ 567,513,379 71,843,831
<u>\$ 537,547,966</u>	<u>\$ 529,893,705</u>	<u>\$ 532,762,305</u>	<u>\$ 509,726,426</u>	<u>\$ 495,669,548</u>
9.35%	9.47%	10.34%	11.38%	12.66%

HAYWOOD COUNTY, NORTH CAROLINA

Computation of Direct and Overlapping Debt Governmental Activities

June 30, 2021

	<u>Municipalities Governmental Debt Outstanding ⁽¹⁾</u>	<u>Estimated Percentage Applicable</u>	
Municipalities:			
Town of Canton	\$ 1,011,807	100%	\$ 1,011,807
Town of Clyde	-	100%	-
Town of Maggie Valley	-	100%	-
Town of Waynesville	3,677,017	100%	<u>3,677,017</u>
 Total overlapping debt			 4,688,824
 Haywood County direct debt			 <u>39,823,961</u>
 Total direct and overlapping debt			 <u><u>\$ 44,512,785</u></u>

Note:

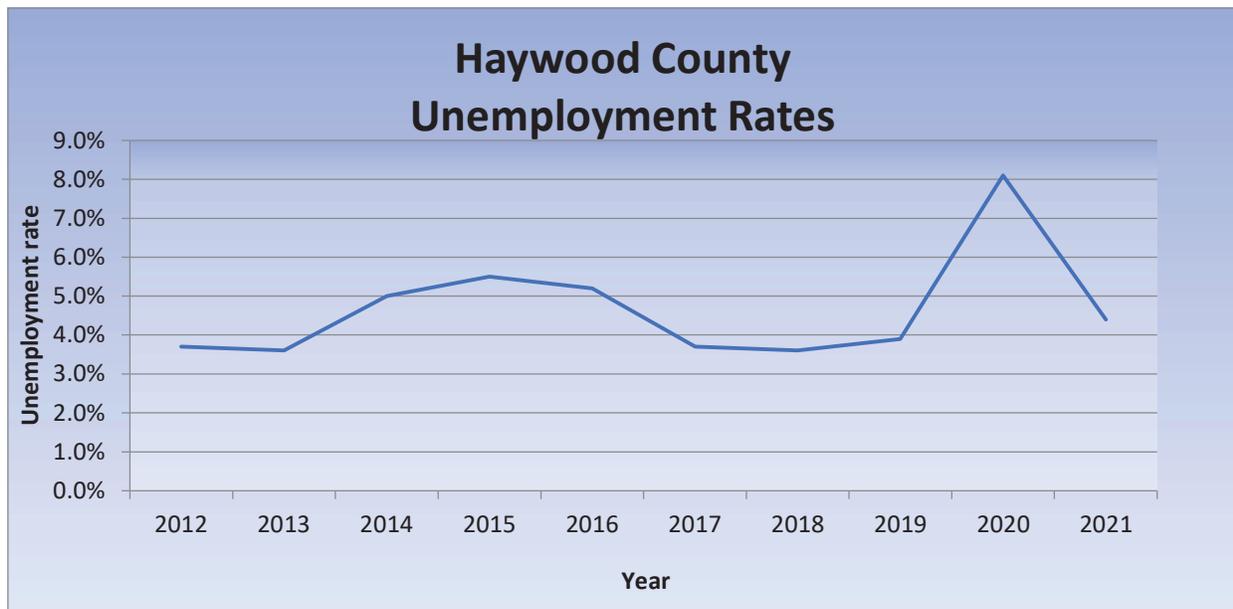
Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the citizens and businesses of the County. This process recognizes that, when considering the governments ability to issue and repay long term debt, the entire burden borne by the residents and businesses should be taken into account. This does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

⁽¹⁾ Municipalities' information provided by the individual municipalities within Haywood County.

HAYWOOD COUNTY, NORTH CAROLINA

Demographic Statistics Last Ten Calendar Years

Year	Population ⁽¹⁾	Per Capita Income ⁽²⁾	School Enrollment ⁽³⁾⁽⁴⁾	Unemployment Rate ⁽⁵⁾
2021	63,687	*	6,730	4.4%
2020	63,813	*	7,009	8.1%
2019	63,455	41,798	7,026	3.9%
2018	62,780	40,290	7,120	3.6%
2017	61,623	38,873	7,083	3.7%
2016	61,126	37,651	7,134	5.2%
2015	60,631	36,437	7,239	5.5%
2014	59,993	33,929	7,564	5.0%
2013	59,643	32,473	7,459	7.7%
2012	59,263	33,188	7,530	8.5%



Sources:

⁽¹⁾NC Office of State Budget & Management-projection 2019, revised estimate 2010-2019

⁽²⁾Bureau of Economic Analysis-reflects revised numbers 2015-2018

⁽³⁾Haywood County Board of Education 2008 - 2010

⁽⁴⁾Department of Public Instruction - Student Enrollment is ADM starting 2011

⁽⁵⁾Employment Security Commission of North Carolina as of June 30 each year

* Information not yet available

HAYWOOD COUNTY, NORTH CAROLINA

Ten Principal Employers Current Year And Nine Years Ago

<u>Employer</u>	2021			2012		
	Number of Employees ⁽¹⁾	Rank	% of Total County Employment ⁽²⁾	Number of Employees ⁽¹⁾	Rank	% of Total County Employment ⁽²⁾
Haywood County Consolidated Schools	1,590	1	5.52%	1,265	1	4.76%
Blue Ridge Paper Products, Inc. (Evergreen Packaging)	1,110	2	3.86%	1,130	2	4.26%
Haywood Regional Medical Center-A Duke LifePoint Hospital	867	3	3.01%	1,026	3	3.86%
Haywood County Government	563	4	1.96%	558	4	2.10%
Ingles Markets, Inc.	540	5	1.88%	454	6	1.71%
Consolidated Metco Inc.	497	6	1.73%	300	9	1.13%
Wal-Mart Associates, Inc.	320	8	1.11%	375	7	1.41%
Haywood Vocational Opportunities, Inc.	310	7	1.08%	350	8	1.32%
Haywood Community College	401	9	1.39%	410	5	1.54%
Giles Chemical Division	259	10	0.90%			
Totals	6,457		22.43%	5,868		22.09%

Sources:

⁽¹⁾Human Resource Department of companies - includes all full and part time employees

⁽²⁾Employment Security Commission of North Carolina

HAYWOOD COUNTY, NORTH CAROLINA

Full Time Equivalent County Government Employees by Function For the Last Ten Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013(1)</u>	<u>2012(1)</u>
Number of employees:										
General government	56.00	58.83	57.68	54.18	52.80	50.30	49.66	49.57	49.07	50.00
Central services	33.00	36.00	35.00	33.00	33.15	30.15	30.15	29.00	28.05	24.30
Public safety	226.00	200.00	193.75	187.00	183.85	182.85	177.85	171.00	167.35	168.10
Environmental protection	2.00	2.15	2.15	2.15	4.15	4.40	18.50	18.50	18.50	27.50
Economic and physical development	12.00	11.50	11.50	10.50	10.25	8.00	7.50	9.50	9.50	9.50
Human services	182.00	205.95	201.95	200.95	198.45	204.25	205.29	204.50	205.50	207.50
Culture and recreation	19.00	19.50	19.50	19.50	19.50	19.50	19.50	19.50	19.50	19.50
 Total	<u>530.00</u>	<u>533.93</u>	<u>521.53</u>	<u>507.28</u>	<u>502.15</u>	<u>499.45</u>	<u>508.45</u>	<u>501.57</u>	<u>497.47</u>	<u>506.40</u>

Source:

Haywood County Finance Dept, FTE - Full Time (FT) & Permanent Part Time (PPT) budgeted positions

⁽¹⁾Reduction in workforce

HAYWOOD COUNTY, NORTH CAROLINA

Operating Indicators By Function/Program Last Ten Fiscal Years

Function/Program	2021	2020	2019	2018
<u>General Government</u>				
Elections:				
Number of registered voters	45,274	43,574	42,324	44,691
Register of Deeds:				
Deeds and real estate documents indexed	11,921	12,599	11,491	9,282
<u>Public Safety</u>				
Building Inspections:				
Residential permits issued	678	615	551	513
Mobile home permits issued (9)	88	30	84	81
Commercial permits issued	82	93	66	84
Fire Control:				
Inspections performed	694	559	896	746
Fire marshal and assistants	3	3	3	3
Detention:				
Booked inmates	3100	3673	4129	3580
Average daily jail population	103	118	122	111
Sheriff:				
Hand gun permits processed (1)	2,175	1,983	1,050	1934
EMS:				
Billable transports	9041	8925	9018	8381
EOC/Dispatching: (2)				
Number of emergency calls dispatched	99,842	53,569	99,082	89,046
Number of fire related calls dispatched	12,050	8,403	11,978	11,012
Animal Services:				
Number of calls serviced (1)	3297	n/a	3044	n/a
Number of animals received (1)	1696	n/a	2030	1912
Number of adoptions (1)	796	n/a	1509	953

2017	2016	2015	2014	2013	2012
43,247	42,847	40,974	42,152	41,717	42,120
12,251	10,822	10,550	10,247	12,323	11,453
464	432	439	396	389	327
81	73	53	58	58	83
70	60	54	60	64	50
776	870	943	1024	866	685
3	3	3	3	3	3
3428	3493	3437	3252	3177	2690
119	109	117	112	105	75
1200	2147	2098	1066	1501	1716
7343	7389	7677	6858	7256	6356
83,424	79,378	78,770	51,751	46,510	42,339
10,326	9,438	8,572	5,650	2,634	2,144
2583	2360	2139	1985	2266	2259
1908	2099	2106	2628	2707	2916
1746	1517	1066	1108	969	1343

HAYWOOD COUNTY, NORTH CAROLINA

Operating Indicators By Function/Program, Continued Last Ten Fiscal Years

Function/Program	2021	2020	2019	2018
<u>Environmental Protection</u>				
Solid Waste:				
Tons of solid waste buried (3)	159,786.93	159,796.93	142,978.58	160,885.19
Tons of yard waste processed	484.87	560.17	704.78	461.01
Tons of recyclables sent out	6,054.85	5,569.72	5,747.11	5,724.24
<u>Economic and Physical Development</u>				
Planning:				
Number of major subdivision plan reviews	1	1	5	5
Economic Development:				
Tourism revenues (1) (7)	n/a	\$217,100,000	\$204,260,000	\$189,940,000
Taxable sales (8)	n/a	\$1,007,773,115	\$822,146,902	\$728,626,526
<u>Human Services</u>				
Health Department:				
Number of health clients served	20,258	19,767	18,141	13,004
Number of food service inspections	366	593	858	769
Social Services:				
Average # of food stamp recipients per month (1)	n/a	8766	7391	7734
Child support collections (1)	n/a	\$3,430,965	\$3,212,136	\$3,619,769
Total number of unduplicated children subject to child protection services (CPS) assessments (1)	n/a	1016	1029	1264
Total number of unduplicated children in foster care (1)	n/a	156	140	159
<u>Culture and Recreation</u>				
Library:				
Library patrons	43,255	43,255	45,948	44,809
Items of library materials cataloged	128,533	132,267	141,164	147,687
Recreation:				
Park recreation program participants	3369	4458	4953	2024

2017	2016	2015	2014	2013	2012
160,471.42	160,499.58	160,565.57	57,331.00	42,859.40	44,510.30
1,054.80	557.17	454.75	241.98	191.41	138.64
6,185.44	6,259.20	6,686.45	5,948.76	5,757.56	6,083.67
14	4	4	2	3	3
\$182,270,000	\$178,600,000	\$167,560,000	\$161,590,000	\$155,380,000	\$148,630,000
\$707,655,991	\$668,797,027	\$631,113,234	\$565,672,010	\$560,682,306	\$540,735,523
10,488	8,859	9,232	9,449	10,922	12,108
626	520	677	785	810	706
8403	9217	10,342	10,687	10,256	10,487
\$3,598,134	\$3,554,893	\$3,608,626	\$3,553,448	\$3,721,830	\$3,756,082
1159	481	476	496	517	524
198	138	140	150	154	158
42,520	40,806	35,334	36,621	34,232	29,859
149,497	146,164	149,615	146,621	143,401	147,709
1448	1176	1112	1263	1552	2219

HAYWOOD COUNTY, NORTH CAROLINA

Operating Indicators By Function/Program, Continued Last Ten Fiscal Years

Function/Program	2021	2020	2019	2018
<u>Education</u>				
Public Schools:				
County appropriations per pupil-Final ADM (Average Daily Membership) (5)	\$2,301	\$2,210	\$2,151	\$2,062
Number of teachers (4)	510	516	498	484
Student enrollment (4) (5)	6,730	7,009	7,026	7,120
County appropriations for current operating per student - State ranking (5)	n/a	n/a	31	29
Community College: (6)				
Number of courses offered	685	758	811	864
Curriculum student enrollment	1,906	2,137	2,098	2,220
Curriculum full-time-equivalents (FTE) (fall and spring terms only)	1,092.10	1,221.00	1,212.30	1,261.50
Continuing Ed student enrollment (1)	2,436	n/a	5,862	3,408
Continuing Ed FTE (spring, summer, fall terms) (1)	304	n/a	354	295.4

Sources: Various governmental departments - Fiscal year data

- (1) Calendar year data
- (2) EOC and Sheriff Dispatch consolidated 2015
- (3) 2015 increase due to privatization of White Oak Landfill-Santek has contracted for maximum tonnage allowance by DENR
- (4) Source: Haywood County Board of Education - Academic year data
- (5) Source: Department of Public Instruction - Student Enrollment is final ADM starting 2011
- (6) Source: Haywood Community College - Academic year data
- (7) Source: Economic Development Partnership of NC
- (8) Source: NC Dept of Revenue Website
- (9) As of 2009, mobile home permits separated from residential permits - 2008 combined

2017	2016	2015	2014	2013	2012
\$2,013	\$1,996	\$1,977	\$1,939	\$1,896	\$1,854
521	535	522	537	533	535
7,083	7,134	7,280	7,421	7,459	7,530
29	26	24	23	25	26
938	1,011	1,142	1,231	1,166	1,233
2,416	2,372	2,617	2,210	3,099	2,599
1,317.00	1,369.00	1,531.60	1,693.40	1,756.00	1,927.00
3,677	3,970	3,563	4,391	5,161	5,370
232.7	241.1	259.1	306.3	343.00	337.34

HAYWOOD COUNTY, NORTH CAROLINA

Capital Assets Statistics By Function/Program Last Ten Fiscal Years

Function/Program	2021	2020	2019	2018	2017
<u>General Government</u>					
Elections:					
Number of voting machines:					
Express Vote	72	72	187	187	187
Optical Scan voting	36	36	3	3	3
<u>Public Safety</u>					
Detention:					
Number of jail beds	150	150	150	150	150
Sheriff:					
Offices	1	1	1	1	1
Patrol vehicles	72	70	70	69	70
<u>Environmental Protection</u>					
Solid Waste:					
Landfills	2	2	2	2	2
Convenience centers (5 owned, 5 leased)	10	10	10	10	10
Material recovery facilities	1	1	1	1	1
<u>Culture and Recreation</u>					
Library:					
Number of libraries	4	4	4	4	4
Recreation:					
Park acreage-developed (leased property)	8	8	8	8	8
Multi-purpose arena	1	1	1	1	1
Ag & activities center	1	1	1	1	1

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
187	187	187	187	187
3	3	3	3	3
150	137	137	137	132
1	1	1	1	1
65	64	64	59	63
2	2	2	2	2
10	10	10	10	10
1	1	1	1	1
4	4	4	4	4
8	8	8	8	8
1	1	1	1	1
1	1	1	1	1

HAYWOOD COUNTY, NORTH CAROLINA

Capital Assets Statistics By Function/Program, Continued
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<u>Education</u>					
Public Schools: ⁽¹⁾					
Number of schools	16	16	16	16	16
Community College: ⁽²⁾					
Number of colleges	1	1	1	1	1
<u>Hospitals</u> ⁽³⁾					
Number of hospitals	1	1	1	1	1

*Direct Record Electronic replaced with Express Vote and DS-200 replaced Optical Scan

Source: Various governmental departments

⁽¹⁾Source: Haywood County Board of Education

⁽²⁾Source: Haywood Community College

⁽³⁾Source: Haywood Regional Medical Center

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
16	16	16	16	16
1	1	1	1	1
1	1	1	1	1