

ANNUAL COMPREHENSIVE

# FINANCIAL REPORT

2022



FOR THE FISCAL YEAR ENDED

June 30, 2022

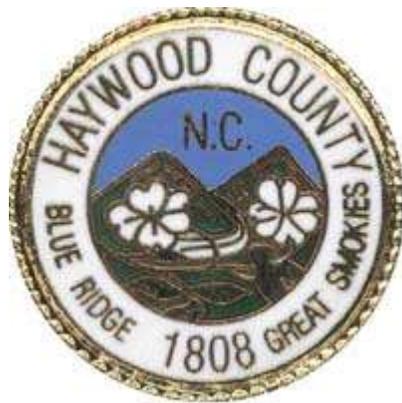
Haywood County, North Carolina

# HAYWOOD COUNTY, NORTH CAROLINA

Waynesville, North Carolina

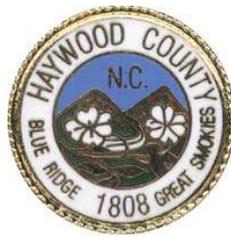
Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2022



Prepared by: Finance Department

Finance Director: Kristian Owen



# HAYWOOD COUNTY, NORTH CAROLINA

## Table of Contents

June 30, 2022

### INTRODUCTORY SECTION:

Letter of Transmittal .....	i-vii
Organizational Chart .....	viii
List of Principal Officials .....	ix
Certificate of Achievement for Excellence in Financial Reporting .....	x

### FINANCIAL SECTION:

Independent Auditors' Report .....	1-3
Management's Discussion and Analysis .....	4-13

### Basic Financial Statements:

#### Government-wide Financial Statements:

"1" Statement of Net Position .....	14
"2" Statement of Activities .....	15

#### Fund Financial Statements:

"3" Balance Sheet-Governmental Funds .....	16-17
"4" Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds .....	18-19
"5" Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual-General Fund .....	20
"6" Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual- Solid Waste Management Fund .....	21
"7" Statement Net Position-Proprietary Funds .....	22
"8" Statement of Revenues, Expenses, and Changes in Fund Net Position-Proprietary Funds .....	23
"9" Statement of Cash Flows-Proprietary Funds .....	24
"10" Statement of Fiduciary Net Position .....	25
"11" Statement of Fiduciary Net Position .....	26

Notes to the Financial Statements .....	27-70
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### Required Supplemental Financial Data:

"A-1" Law Enforcement Officers' Special Separation Allowance- Schedule of Changes in Total Pension Liability .....	71
Schedule of Total Pension Liability as a Percentage of Covered Payroll .....	71
"A-2" Other Postemployment Benefits- Schedule of Changes in Total OPEB Liability and Related Ratios .....	72
"A-3" Schedule of Proportionate Share of Net Pension Liability (Asset) - Local Governmental Employees' Retirement System .....	73
"A-4" Schedule of the County's Contributions - Local Governmental Employees' Retirement System .....	77
"A-5" Schedule of Proportionate Share of Net Pension Liability (Asset) - Register of Deeds' Supplemental Pension Fund .....	75



“A-6” Schedule of the County’s Contributions - Register of Deeds’ Supplemental Pension Fund ..... 76

**Supplementary Information:**

**Combining and Individual Fund Statements and Schedules:**

“B-1” Schedule of Revenues, Expenditures, and Changes in Fund Balance-General Fund-Budget and Actual ..... 77-87

“B-2” Schedule of Revenues, Expenditures, and Changes in Fund Balance-Solid Waste Fund-Budget and Actual ..... 88

“B-3” Schedule of Revenues, Expenditures, and Changes in Fund Balance-FEMA Capital Fund-Budget and Actual ..... 89

“B-4” Schedule of Revenues, Expenditures, and Changes in Fund Balance-ARPA Fund-Budget and Actual ..... 90

“C-1” Combining Balance Sheet-Non-Major Governmental Funds ..... 91

“C-2” Combining Balance Sheet-Non-Major Special Revenue Funds ..... 92

“C-3” Combining Balance Sheet-Non-Major Capital Project Funds ..... 93

“C-4” Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-Non-Major Governmental Funds ..... 94

“C-5” Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-Non-Major Special Revenue Funds ..... 95

“C-6” Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-Non-Major Capital Project Funds ..... 96

**Schedules of Revenues, Expenditures, and Changes in Fund**

**Balance-Budget and Actual:**

“D-1” Emergency Telephone System Fund ..... 97

“D-2” Fire Districts Fund ..... 98

“D-3” Sanitary District Fund ..... 99

“D-4” Road Service Fund ..... 100

“D-5” Representative Payee Fund ..... 101

“D-6” Fines and Forfeitures Fund ..... 102

“D-7” N.C Deed of Trust Fee Fund ..... 103

“D-8” Capital Project Fund-Opioid Settlement Fund ..... 104

“D-9” Debt Service Fund-Community College Debt Service Fund ..... 105

“D-10” Debt Service Fund-Public Schools Debt Service Fund ..... 106

“D-11” Capital Project Fund-Community College Project Fund ..... 107

“D-12” Capital Project Fund-Master Facilities ..... 108

“D-13” Capital Project Fund-Public Schools ADM/Lottery ..... 109

“D-14” Capital Project Fund-County Building Renovations ..... 110

“D-15” Capital Project Fund-Public Schools County Projects ..... 111

“D-16” Capital Project Fund-Solid Waste Capital Projects ..... 112

“E-1” Combining Statement of Net Position-Internal Service Funds ..... 113

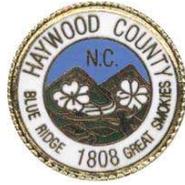
“E-2” Combining Statement of Revenues, Expenses, and Changes in Fund Net Position-Internal Service Funds ..... 114

“E-3” Combining Statement of Cash Flows-Internal Service Funds ..... 115

“E-4” Self Insurance Fund-Health Insurance-Schedule of Revenues and Expenditures-Financial Plan and Actual (Non-GAAP) ..... 116

“E-5” Self Insurance Fund-Workers’ Compensation-Schedule of Revenues and Expenditures-Financial Plan and Actual (Non-GAAP) ..... 117

“F-1” Combining Statement Fiduciary Net Position - Custodial Funds ..... 118



“F-2” Combining Statement Changes in Fiduciary Net Position -  
Custodial Funds..... 119

**Additional Financial Data:**

“G-1” Schedule of Ad Valorem Taxes Receivable ..... 120  
“G-2” Analysis of Current Tax Levy-County-Wide Levy ..... 121  
Secondary Market Disclosures ..... 121

**STATISTICAL SECTION:**

Changes in Net Position ..... 122-125  
Net Position by Component ..... 126-127  
Fund Balances, Governmental Funds ..... 128-129  
Changes in Fund Balances, Governmental Funds ..... 130-133  
Assessed Value of Taxable Property ..... 134  
Property Tax Rates-Direct and all Overlapping Governments ..... 135-136  
Principal Property Taxpayers ..... 137-138  
Property Tax Levies and Collections ..... 139-140  
Property Value and Construction ..... 141  
Ratio of Outstanding Debt by Type ..... 142-144  
Legal Debt Margin Information ..... 145-146  
Computation of Direct and Underlying Debt  
Governmental Activities ..... 147  
Demographic Statistics ..... 148  
Ten Principal Employers ..... 149  
Full Time-Equivalent County Government Employees by Function ..... 150  
Operating Indicators by Function/Program ..... 151-156  
Capital Assets Statistics by Function/Program ..... 157-160



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## INTRODUCTORY SECTION

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December 21, 2022

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

We are pleased to present the Annual Comprehensive Financial Report (“ACFR”) of Haywood County (the “County”) for the fiscal year ended June 30, 2022. 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, 2022, 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 62,699. 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.

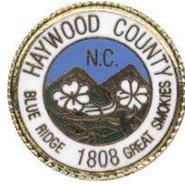
In government, the budget is an integral part of a unit's accounting system and daily operations. The annual budget serves as the foundation for Haywood County's financial planning and control. Annual budgets are adopted for the General and certain Special Revenue Funds. Multi-year project budgets are 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. The housing market set new records as the County average home sales price of \$376,955 in December of 2021 surpassed the national average of \$372,733. Shrinking inventory has caused a pricing increase of 10.5% with days on the market decreasing to just 34 days from April 2021 to 2022. Haywood County is a destination for tourism, retirees and relocation, but increases in the cost of housing ownership and the lack of affordable rents is placing pressure on the local workforce and businesses wanting to increase employment and production. The County applied for several grants to address affordable housing and received notice of the award in August. Building permits were up 16.6% with a \$7 million increase during the same period.

Haywood County was hit by T.S. Fred in August, where substantial flooding along the Pigeon River and the Town of Canton caused severe damage and loss of life. The County along with the Haywood Chamber and Haywood Advancement Foundation created a grant and loan program to assist businesses.

Haywood County's economic rebound continued for the fiscal year as employment numbers returned to their pre-pandemic levels as unemployment numbers fell to 2.9% in April of 2022 from a high of 16.2% in April of 2020. Employment opportunities increased 2.9 % in the County with accommodations and food service at 10.6%, construction up 7% and manufacturing at 3.7%. The workforce grew by 4.6%, but Haywood County has more job openings than workers with 1,200 job openings and 918 unemployed as April 2022.



The County is embracing the outdoor economy, one of the fastest growing sectors of the economy, by adding outdoor amenities with the opening of Chestnut Park Bike in Canton, a mountain bike trail system in April. A new bike park along with the County's first outdoor pickleball courts in Waynesville are in the final stages of planning. The venues will attract new tourism and provide recreation amenities for the community. In the fourth quarter of 2021, major industries in Haywood County saw an average increase in wages of 8.9% and weekly wages rose 7.4% from \$849 to \$912 compared to the 2020 4Q. Weekly wages still lag behind NC at \$1,241 and the national average of \$1,418.

### 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.

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.

The American Rescue Plan Act of 2021 (ARPA) was signed into law in March 2021. ARPA established the Coronavirus State and Local Fiscal Recovery Fund (CSLFRF), which is a program that provides funding over a two-year period to all states, counties, and municipalities across the country, including nearly all counties and cities in North Carolina. The County Commissioners are committed to seeing that these once-in-a-lifetime funds are used to the maximum capacity and for the greatest benefit.

### **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.



Planning and design is underway for an expansion to the current jail with construction expected to begin sometime in 2023.

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 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 in spring of 2021. The County has recognized a liability for pollution remediation for this landfill of \$2,076,733 as of June 30, 2022.

The County Commission continued to demonstrate its commitment to quality education in Haywood County schools by spending \$16.5 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 annual comprehensive financial report (“ACFR”) for the fiscal year ended June 30, 2021. 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 annual comprehensive financial report, the contents of which conform to program standards. The ACFR 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,

Kristian Owen, Finance Director

Bryant Morehead, County Manager



## HAYWOOD COUNTY, NORTH CAROLINA

### List of Principal Officials

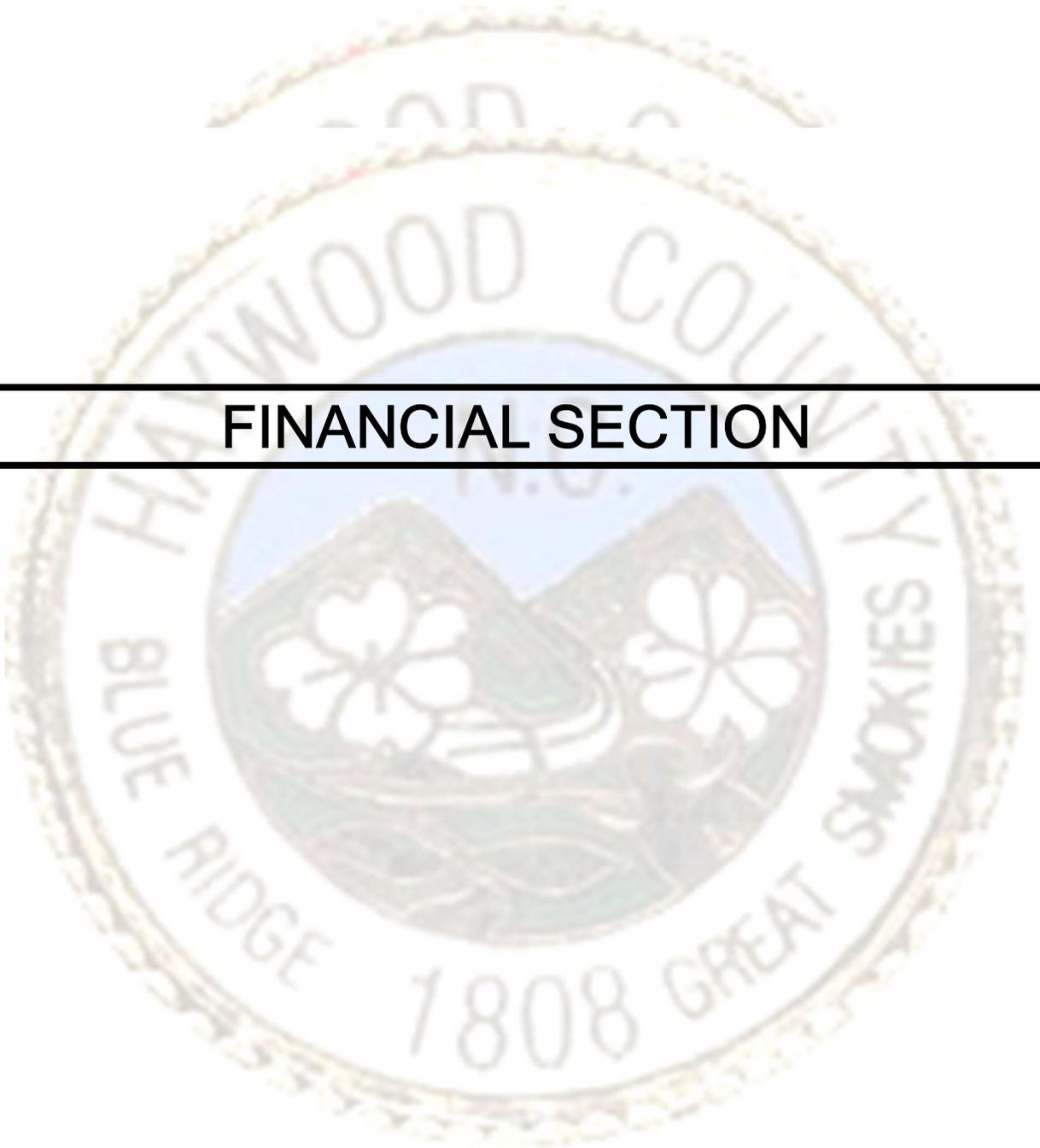
June 30, 2022

#### **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



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**FINANCIAL SECTION**

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## *Independent Auditors' Report*

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

### ***Opinions***

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 then ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Haywood County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Haywood County, North Carolina as of June 30, 2022, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparison for the General Fund and Solid Waste Management Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Haywood County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

The financial statements of the Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 14, the Law Enforcement Officers' Special Separation Allowance Schedules of Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered Payroll, the Local Government Employees' Retirement System Schedules of the County's Proportionate Share of Net Pension Liability (Asset) and County Contributions, the Register of Deeds' Supplemental Pension Fund Schedules of the County's Proportionate Share of the Net Pension Asset and County Contributions, and the Retiree Health Benefit Fund Schedules of the County's Proportionate Share of the Net OPEB Liability and County Contributions on pages 71 through 76, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required

supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Haywood County, North Carolina. The combining and individual fund statements, budgetary schedules, other schedules, the introductory section, and the 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, based on our audit and the procedures performed as described above, 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.

### ***Other Information***

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with Government Auditing Standards, we have also issued our report dated December 21, 2022 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 the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Haywood County's internal control over financial reporting and compliance.

*Donald Killian CPA Group, P.A.*

Asheville, North Carolina  
December 21, 2022

# HAYWOOD COUNTY, NORTH CAROLINA

## Management's Discussion and Analysis

June 30, 2022

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, 2022. 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.

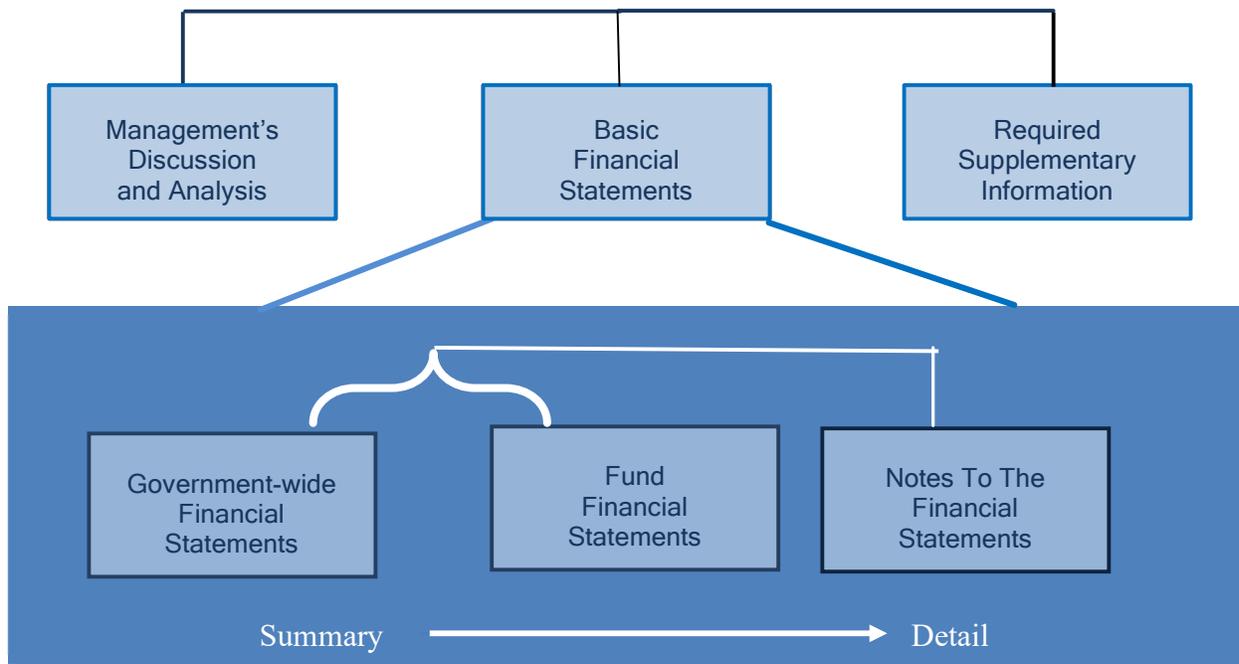
### Financial Highlights

- 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 \$67,404,584 (*net position*).
- The government's total net position increased by \$16,074,198, primarily due to a 14% increase in property tax revenues, due to the 2021 tax revaluation.
- As of the close of the current fiscal year, Haywood County's governmental funds reported combined ending fund balances of \$75,574,071, a 14.6% increase, mainly due to ad valorem tax revenue.
- At the end of the current fiscal year, available fund balance for the General Fund was \$33,112,710 or 34% of total General Fund expenditures and transfers for the fiscal year.
- Haywood County's total debt decreased by \$5,406,129 (13.6%) during the current fiscal year, which is due to normal principal payments.
- 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 twenty governmental funds. Information is presented separately in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Solid Waste Management fund, the FEMA Fund, and the ARPA Fund, all of which are considered to be major funds. Data from the other sixteen governmental funds are combined by type, with the remaining special revenue and debt service 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 \$67,404,584 as of June 30, 2022. The County's net position increased by \$16,074,198 for the fiscal year ended June 30, 2022. One of the largest portions of net position (88%) 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 (\$5,087,029) 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.

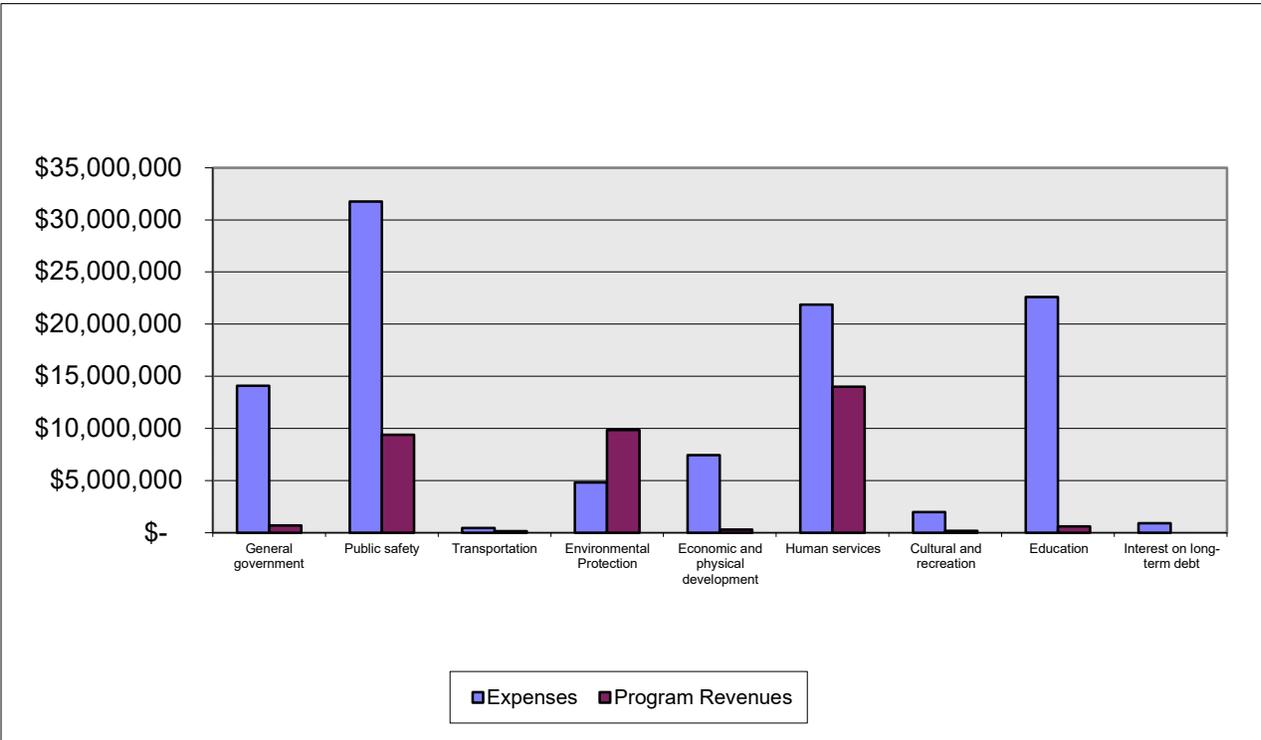
**Haywood County's Net Position**  
**Figure 2**

	<b>Governmental Activities</b>	
	2022	2021
<b>Assets:</b>		
Current and other assets	\$ 102,036,287	\$ 82,902,569
Capital assets	<u>81,868,692</u>	<u>80,585,882</u>
Total assets	<u>183,904,979</u>	<u>163,488,451</u>
Deferred outflows of resources	<u>23,412,066</u>	<u>17,428,757</u>
<b>Liabilities:</b>		
Long-term liabilities outstanding	106,313,727	109,156,939
Other liabilities	<u>17,140,895</u>	<u>12,635,902</u>
Total liabilities	<u>123,454,622</u>	<u>121,792,841</u>
Deferred inflows of resources	<u>16,457,839</u>	<u>7,793,981</u>
<b>Net position:</b>		
Net investment in capital assets	59,468,047	56,015,826
Restricted	13,023,566	9,743,280
Unrestricted (deficit)	<u>(5,087,029)</u>	<u>(14,428,720)</u>
Total net position	<u>\$ 67,404,584</u>	<u>\$ 51,330,386</u>

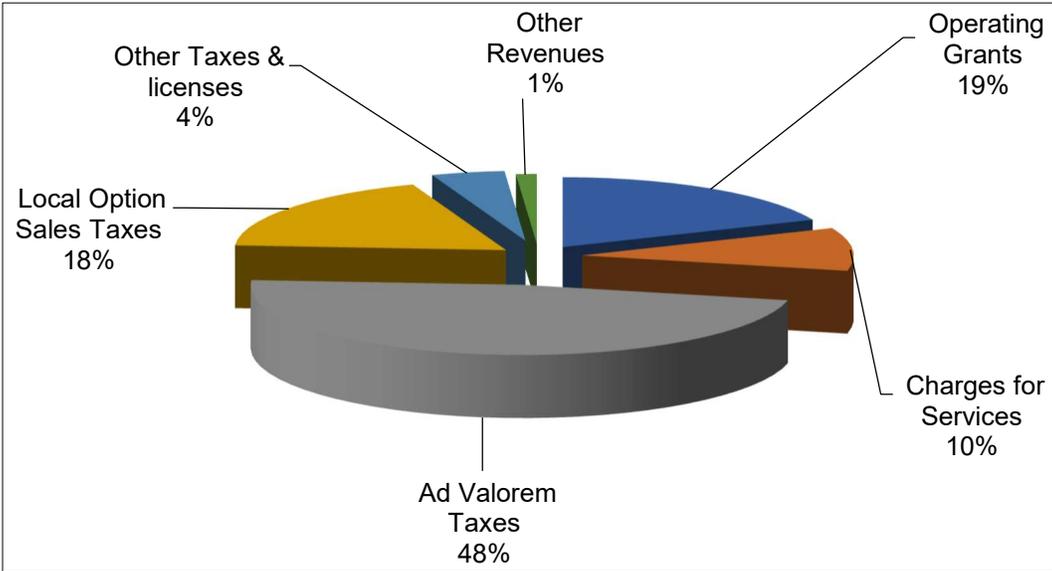
**Haywood County's Changes in Net Position**  
**Figure 3**

	<b>Governmental Activities</b>	
	2022	2021
Revenues:		
Program revenues:		
Charges for services	\$ 12,088,884	\$ 11,208,948
Operating grants and contributions	22,639,753	25,629,473
Capital grants and contributions	448,969	1,480,954
General revenues:		
Property taxes	57,863,449	50,708,020
Other taxes	27,617,077	25,134,399
Grants and contributions no restricted to specific programs	561,291	596,248
Other	487,662	265,668
Total revenues	121,707,085	115,023,710
Expenses:		
General government	14,097,797	14,013,314
Public safety	31,753,128	28,414,583
Transportation	464,831	193,343
Environmental protection	4,814,702	4,756,584
Economic and physical development	7,436,022	4,339,738
Human services	21,855,584	31,676,839
Culture and recreation	1,968,175	1,646,619
Education	22,608,470	23,176,721
Interest on long-term debt	913,286	1,075,408
Total expenses	105,911,995	109,293,149
Special item	279,108	91,679
Increase in net position	16,074,198	5,822,240
Net position, July 1	51,330,386	45,508,146
Net position, June 30	\$ 67,404,584	\$ 51,330,386

**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 \$33,112,710, while total fund balance reached \$44,874,662, a decrease of \$3,874,130 over the prior year. This was particularly attributable to the increased cost of the public safety function, primarily in costs associated with tropical storm Fred clean up. 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 34% of General Fund expenditures, while total fund balance represents 45.7% 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, \$12,371,268, increased by \$2,353,877 over the prior year.

At June 30, 2022, the governmental funds of Haywood County reported a combined fund balance of \$75,574,071, a 14.7% increase from last year. The increase was largely due to the General Fund's increase in property 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 \$3,738,402 largely due to grants received by the county for Health and Human Services as well as public safety programs. The actual revenues received were \$5,322,010 more than the final budget. This is primarily due to increased grant availabilities, which can be primarily contributed to the continuation of the pandemic and increased federal and state grant availability. The Actual expenditures came in \$9,876,037 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 30<sup>th</sup> 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, 2022, total \$81,868,692 (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 full body scanner for the Detention Center
- The purchase of new dental equipment for the Dental Clinic

- 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 two vehicles for the jail.
- Continued the landfill cover project at the closed Francis Farm landfill.

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

	<b>Governmental Activities</b>	
	2022	2021
Land	\$ 13,471,852	\$ 13,471,852
Improvements	2,195,619	2,456,190
Buildings	51,255,358	52,744,649
Equipment	2,571,847	3,121,310
Vehicles	2,049,508	2,102,942
Construction in progress	10,324,508	6,688,939
	<u>\$ 81,868,692</u>	<u>\$ 80,585,882</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, 2022, Haywood County had \$7.974 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**

	<b>Governmental Activities</b>	
	2022	2021
General obligation bonds, net	\$ 7,974,000	\$ 9,982,000
Direct borrowing installment purchases	26,443,832	29,841,961
	<u>\$ 34,417,832</u>	<u>\$ 39,823,961</u>

- Haywood County's total debt decreased by \$5,406,129 (13.6%) during the current fiscal year, which is due to normal principal payments.

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 \$741,000,000.

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 3.2% was below the state rate of 3.4%, and below the national rate of 3.6% at June 30, 2022.
- Residential construction number of units increased 15% this fiscal year, with the value of that construction up 94%.
- The number of commercial building permits obtained during the fiscal year ended June 30, 2022 increased 4%, while the value of that construction increased 22% compared to the last fiscal year.
- The population of the County increased steadily over the past decade, with 2022 reflecting a 5.1% increase from 2013.

## **Budget Highlights for the Fiscal Year Ending June 30, 2023**

**Governmental Funds** – Budgeted revenues in the General Fund for next year reflect an increase of 7% from prior budget year, a conservative approach since the current economic outlook and inflation 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 FY22-23 budget if revenues continue to increase. Also included in the FY22-23 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 was reflected in the 2021-2022 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 22-23 budget, a decrease from the pre-revaluation 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, 2022

	<b>Primary Government</b>	<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Haywood County Tourism Development Authority</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 70,393,531	\$ 1,511,178
Restricted cash	13,995,785	571,035
Receivables, net	6,054,920	-
Due from other governments	10,815,563	563,412
Prepays	193,646	8,340
Inventories	152,842	-
Net pension asset - ROD - restricted	136,495	-
Capital assets:		
Land and construction in progress	23,796,360	-
Other capital assets, net of depreciation	58,072,332	33,904
Capital assets, net	81,868,692	33,904
Right to use leased asset, net of amortization	293,505	124,621
Total assets	183,904,979	2,812,490
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<b>23,412,066</b>	<b>118,733</b>
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	5,937,167	136,861
Payable from restricted assets		
Advances due to grantors	10,799,979	-
Accrued interest payable	403,749	-
Long-term liabilities:		
Due within one year	7,070,721	30,277
Due in more than one year	99,243,006	166,901
Total liabilities	123,454,622	334,039
<b>DEFERRED INFLOWS OF RESOURCES</b>	<b>16,457,839</b>	<b>97,721</b>
<b>NET POSITION</b>		
Net investment in capital assets	59,468,047	33,904
Restricted for:		
Stabilization by State Statute	12,205,007	563,412
Pension	136,495	-
Public safety	582,048	-
Sheriff's department	35,955	-
Health services	64,061	-
Economic development	-	571,035
Unrestricted (deficit)	(5,087,029)	1,331,112
Total net position	\$ 67,404,584	\$ 2,499,463

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

HAYWOOD COUNTY, NORTH CAROLINA

Statement of Activities  
For the year ended June 30, 2022

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	\$ 14,097,797	\$ 479,212	\$ 229,388	\$ -	\$ (13,389,197)	\$ -
Public safety	31,753,128	4,261,983	5,140,849	-	(22,350,296)	-
Transportation	464,831	-	149,258	-	(315,573)	-
Environmental protection	4,814,702	6,330,380	3,514,278	-	5,029,956	-
Economic and physical development	7,436,022	241,325	68,660	-	(7,126,037)	-
Human services	21,855,584	764,828	13,133,241	103,051	(7,854,464)	-
Culture and recreation	1,968,175	11,156	158,237	-	(1,798,782)	-
Education	22,608,470	-	245,842	345,918	(22,016,710)	-
Interest on long-term debt	913,286	-	-	-	(913,286)	-
Total governmental activities	<u>\$ 105,911,995</u>	<u>\$ 12,088,884</u>	<u>\$ 22,639,753</u>	<u>\$ 448,969</u>	<u>(70,734,389)</u>	<u>-</u>
Component unit						
Haywood County Tourism Development Authority	<u>\$ 2,216,103</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>(2,216,103)</u>
General revenues:						
Taxes:						
Property taxes, levied for general purpose					57,863,449	-
Local option sales tax					22,313,656	-
Other taxes and licenses					5,303,421	2,895,231
Grants and contributions not restricted to specific programs					561,291	-
Investment earnings (losses), unrestricted					(83,659)	1,503
Gain on disposal of asset					63,501	-
Miscellaneous, unrestricted					507,820	49,669
Total general revenues					<u>86,529,479</u>	<u>2,946,403</u>
Changes in net position excluding special item					15,795,090	730,300
Special item (Note 10)					<u>279,108</u>	<u>-</u>
Changes in net position					<u>16,074,198</u>	<u>730,300</u>
Net position, beginning					<u>51,330,386</u>	<u>1,769,163</u>
Net position, end of year					<u>\$ 67,404,584</u>	<u>\$ 2,499,463</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Balance Sheet  
Governmental Funds  
June 30, 2022

	General Fund	Solid Waste Management Fund	FEMA Fund	ARPA Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and investments	\$ 37,710,742	\$ 12,415,701	\$ -	\$ -	\$ 15,695,156	\$ 65,821,599
Restricted cash and investments	646,607	-	-	9,101,216	4,247,962	13,995,785
Accounts receivable, net	1,092,016	-	-	-	-	1,092,016
Ad valorem taxes receivable, net	1,184,121	-	-	-	64,899	1,249,020
Other tax receivable	318,797	-	-	-	-	318,797
Due from other funds	2,081,050	-	-	-	-	2,081,050
Due from other governments	8,123,510	44,655	2,615,229	-	32,169	10,815,563
Solid waste fee receivable	-	334,171	-	-	-	334,171
Other receivables	300,563	37,441	-	-	-	338,004
Lease receivable	2,573,860	-	-	-	-	2,573,860
Inventories	152,842	-	-	-	-	152,842
Total assets	<u>\$ 54,184,108</u>	<u>\$ 12,831,968</u>	<u>\$ 2,615,229</u>	<u>\$ 9,101,216</u>	<u>\$ 20,040,186</u>	<u>\$ 98,772,707</u>
<b>Liabilities</b>						
Accounts payable and accrued liabilities	\$ 4,466,301	\$ 126,529	\$ 9,420	\$ -	\$ 473,142	\$ 5,075,392
Due to other funds	-	-	2,081,050	-	-	2,081,050
Payable from restricted assets						
Advances due to grantors	-	-	-	9,101,216	1,698,763	10,799,979
Total liabilities	<u>4,466,301</u>	<u>126,529</u>	<u>2,090,470</u>	<u>9,101,216</u>	<u>2,171,905</u>	<u>17,956,421</u>
<b>Deferred inflows of resources</b>	<u>4,843,145</u>	<u>334,171</u>	<u>-</u>	<u>-</u>	<u>64,899</u>	<u>5,242,215</u>
<b>Fund balances</b>						
Nonspendable:						
Leases	43,127	-	-	-	-	43,127
Inventories	152,842	-	-	-	-	152,842
Restricted:						
Stabilization by State statute	11,565,983	82,096	524,759	-	32,169	12,205,007
Sheriff's department	35,955	-	-	-	-	35,955
Public schools	5,573,807	-	-	-	5,782,177	11,355,984
Public safety	-	-	-	-	582,048	582,048
Community college	-	-	-	-	7,957,708	7,957,708
Health services	-	-	-	-	64,061	64,061
Committed:						
Community college capital	6,264,312	-	-	-	-	6,264,312
Solid waste management	-	12,289,172	-	-	622,626	12,911,798
Capital projects	-	-	-	-	2,762,593	2,762,593
Assigned:						
Subsequent year's expenditures	5,356,405	-	-	-	-	5,356,405
Unspent Trust donations	339,234	-	-	-	-	339,234
Unassigned	15,542,997	-	-	-	-	15,542,997
Total fund balances	<u>44,874,662</u>	<u>12,371,268</u>	<u>524,759</u>	<u>-</u>	<u>17,803,382</u>	<u>75,574,071</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 54,184,108</u>	<u>\$ 12,831,968</u>	<u>\$ 2,615,229</u>	<u>\$ 9,101,216</u>	<u>\$ 20,040,186</u>	<u>\$ 98,772,707</u>

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

HAYWOOD COUNTY, NORTH CAROLINA

Balance Sheet  
Governmental Funds  
June 30, 2022

Total fund balances for governmental funds	\$ 75,574,071
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	142,743,927
Less accumulated depreciation	(60,875,235)
Right to assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:	
Original cost	503,042
Less accumulated amortization	(209,537)
Net pension asset restricted for employees' pension is not a financial resource and therefore not reported in the governmental funds	136,495
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	215,791
Contributions to pension plans in the current fiscal year	3,098,158
Benefit payments and administrative costs for LEOSSA	36,703
Pension related deferrals	5,571,226
OPEB related deferrals	13,390,979
Benefit payments and administrative costs for OPEB	1,099,209
Accrued interest receivable is not available to pay current-period expenditures and therefore not recognized as revenue in the fund statements.	149,052
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	1,933,142
Pension deferrals	(7,976,860)
OPEB deferrals	(5,171,906)
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.	3,903,803
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	(7,974,000)
Notes payable	(26,443,832)
Pollution remediation obligation	(2,076,734)
Lease liabilities	(297,008)
Compensated absences	(2,482,792)
Total pension liability - LEOSSA	(2,394,793)
Net pension liability - LGERS	(5,057,646)
Total OPEB liability	(59,586,922)
Accrued interest payable	(403,749)
Net position of governmental activities	<u>\$ 67,404,584</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, 2022

	General Fund	Solid Waste Management Fund	FEMA Fund	ARPA Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Ad valorem taxes	\$ 51,988,684	\$ -	\$ -	\$ -	\$ 5,871,856	\$ 57,860,540
Local option sales taxes	14,879,432	-	-	-	7,434,224	22,313,656
Other taxes and licenses	5,197,295	148,459	-	-	-	5,345,754
Unrestricted intergovernmental	568,936	-	-	-	-	568,936
Restricted intergovernmental	14,899,529	236,345	3,277,933	3,003,131	1,199,725	22,616,663
Permits and fees	539,796	6,177,170	-	-	-	6,716,966
Sales and services	4,861,535	80,906	-	-	429,478	5,371,919
Investment earnings (losses)	(83,962)	-	-	-	303	(83,659)
Miscellaneous	567,853	175	-	-	411,850	979,878
Total revenues	<u>93,419,098</u>	<u>6,643,055</u>	<u>3,277,933</u>	<u>3,003,131</u>	<u>15,347,436</u>	<u>121,690,653</u>
<b>Expenditures</b>						
Current:						
General government	7,789,802	-	-	-	475,570	8,265,372
Central services	4,565,887	-	-	-	-	4,565,887
Public safety	25,237,384	-	-	-	5,828,616	31,066,000
Transportation	478,396	-	-	-	-	478,396
Environmental protection	-	4,317,105	-	-	576,430	4,893,535
Economic and physical development	4,525,169	-	2,753,174	-	277,613	7,555,956
Human services	20,918,943	-	-	-	727,856	21,646,799
Cultural and recreational	1,863,640	-	-	-	-	1,863,640
Intergovernmental:						
Education	21,360,543	-	-	-	4,497,271	25,857,814
Debt service:						
Principal	2,103,814	17,349	-	-	3,491,000	5,612,163
Interest and fees	617,630	48	-	-	258,051	875,729
Total expenditures	<u>89,461,208</u>	<u>4,334,502</u>	<u>2,753,174</u>	<u>-</u>	<u>16,132,407</u>	<u>112,681,291</u>
Revenues over (under) expenditures	<u>3,957,890</u>	<u>2,308,553</u>	<u>524,759</u>	<u>3,003,131</u>	<u>(784,971)</u>	<u>9,009,362</u>
<b>Other Financing Sources (Uses)</b>						
Sale of capital assets	95,263	-	-	-	-	95,263
Lease liabilities issued	457,718	45,324	-	-	-	503,042
Transfers from (to) other funds, net	(8,385,001)	-	-	(3,003,131)	11,388,132	-
Total other financing sources (uses)	<u>(7,832,020)</u>	<u>45,324</u>	<u>-</u>	<u>(3,003,131)</u>	<u>11,388,132</u>	<u>598,305</u>
Net changes in fund balances	<u>(3,874,130)</u>	<u>2,353,877</u>	<u>524,759</u>	<u>-</u>	<u>10,603,161</u>	<u>9,607,667</u>
Fund balances, beginning of year	48,748,792	10,017,391	-	-	7,200,221	65,966,404
Fund balances, end of year	<u>\$ 44,874,662</u>	<u>\$ 12,371,268</u>	<u>\$ 524,759</u>	<u>\$ -</u>	<u>\$ 17,803,382</u>	<u>\$ 75,574,071</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, 2022

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

Net change in fund balances--total governmental funds	\$ 9,607,667
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	5,422,655
Depreciation expense	(3,884,150)
Amortization expense	(209,537)
Net book value of capital assets disposed	(31,762)
Contributions to pension plans in the current fiscal year are not included on the Statement of Activities	3,098,158
Benefit payments and administrative expenses for LEOSSA in the current fiscal year are not included on the Statement of Activities	36,703
Benefit payments and administrative expenses for OPEB in the current fiscal year are not included on the Statement of Activities	1,099,209
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 and solid waste fees receivable	(109,559)
Net change in accrued interest receivable on property taxes	70,135
Income from donated assets	279,108
Net change in notes receivable	(7,645)
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	(503,042)
Amortization of deferred charges on refunding of debt	(64,366)
Repayments	5,612,163
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	2,277,889
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	(81,793)
Compensated absences	(195,203)
Pension benefit - Register of Deeds	(11,053)
Pension expense - LGERS	(2,059,845)
Pension expense - LEOSSA	(254,151)
OPEB plan expense	(4,044,192)
Accrued interest payable	26,809
Change in net position, governmental activities	<u>\$ 16,074,198</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, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget- Positive (Negative)</b>
<b>Revenues</b>				
Ad valorem taxes	\$ 48,505,123	\$ 48,505,123	\$ 51,988,684	\$ 3,483,561
Local option sales taxes	12,516,984	12,516,984	14,879,432	2,362,448
Other taxes and licenses	3,856,120	5,031,120	5,197,295	166,175
Unrestricted intergovernmental	592,000	592,000	568,936	(23,064)
Restricted intergovernmental	13,173,668	15,476,392	14,899,529	(576,863)
Permits and fees	424,000	424,000	539,796	115,796
Sales and services	4,898,062	4,918,676	4,861,535	(57,141)
Investment earnings	260,091	260,091	(83,962)	(344,053)
Miscellaneous	132,638	372,702	567,853	195,151
Total revenues	<u>84,358,686</u>	<u>88,097,088</u>	<u>93,419,098</u>	<u>5,322,010</u>
<b>Expenditures</b>				
Current:				
General government	8,255,752	8,934,998	7,789,802	1,145,196
Central services	5,512,323	5,674,735	4,565,887	1,108,848
Public safety	23,157,361	27,274,941	25,237,384	2,037,557
Transportation	585,750	585,750	478,396	107,354
Economic and physical development	3,557,330	4,687,403	4,525,169	162,234
Human services	21,798,663	25,101,828	20,918,943	4,182,885
Cultural and recreational	1,835,620	1,980,885	1,863,640	117,245
Contingency and non-departmental	3,966,000	302,607	-	302,607
Intergovernmental:				
Education	19,674,879	22,318,598	21,360,543	958,055
Debt service:				
Principal retirement	938,307	1,886,867	2,103,814	(216,947)
Interest and other charges	928,193	588,633	617,630	(28,997)
Total expenditures	<u>90,210,178</u>	<u>99,337,245</u>	<u>89,461,208</u>	<u>9,876,037</u>
Revenues over (under) expenditures	<u>(5,851,492)</u>	<u>(11,240,157)</u>	<u>3,957,890</u>	<u>15,198,047</u>
<b>Other Financing Sources (Uses)</b>				
Appropriated fund balance	5,913,992	26,421,389	-	(26,421,389)
Proceeds from sale of assets	2,500	2,500	95,263	92,763
Lease liabilities issued	-	-	457,718	457,718
Transfers from other funds	-	986,174	3,612,131	2,625,957
Transfers to other funds	(65,000)	(16,169,906)	(11,997,132)	4,172,774
Total other financing sources (uses)	<u>5,851,492</u>	<u>11,240,157</u>	<u>(7,832,020)</u>	<u>(19,072,177)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(3,874,130)</u>	<u>\$ (3,874,130)</u>
Fund balance, beginning of year			<u>48,748,792</u>	
Fund balance, end of year			<u>\$ 44,874,662</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, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget- Positive (Negative)</b>
<b>Revenues</b>				
Other taxes and licenses	\$ 80,000	\$ 80,000	\$ 148,459	\$ 68,459
Restricted intergovernmental	337,000	337,000	236,345	(100,655)
Permits and fees	5,626,249	5,626,249	6,177,170	550,921
Sales and services	60,000	60,000	80,906	20,906
Miscellaneous	-	-	175	175
Total revenues	<u>6,103,249</u>	<u>6,103,249</u>	<u>6,643,055</u>	<u>539,806</u>
<b>Expenditures</b>				
Current:				
Environmental protection	6,103,249	6,103,249	4,317,105	1,786,144
Debt service				
Principal retirement	-	-	17,349	(17,349)
Interest and fees	-	-	48	(48)
Total expenditures	<u>6,103,249</u>	<u>6,103,249</u>	<u>4,334,502</u>	<u>1,768,747</u>
Revenues over expenditures	-	-	2,308,553	2,308,553
<b>Other Financing Sources</b>				
Lease liabilities issued	-	-	45,324	45,324
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	2,353,877	<u>\$ 2,353,877</u>
Fund balance, beginning of year			<u>10,017,391</u>	
Fund balance, end of year			<u>\$ 12,371,268</u>	

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

HAYWOOD COUNTY, NORTH CAROLINA

*Statement of Net Position*  
*Proprietary Funds*  
 June 30, 2022

	<b>Internal Service Funds</b>
	<u>                    </u>
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 4,571,932
Prepays	<u>193,646</u>
Total assets	<u>4,765,578</u>
 <b>Liabilities</b>	
Current liabilities:	
Estimated claims payable	<u>861,775</u>
 <b>Net Position</b>	
Unrestricted	<u><u>\$ 3,903,803</u></u>

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, 2022*

	<b>Internal Service Funds</b>
<b>Operating Revenues</b>	
Internal charges for services	\$ 9,986,420
External charges for services	929,285
Total operating revenues	10,915,705
 <b>Operating Expenses</b>	
Claims and administration	8,637,816
Operating income	2,277,889
 Net position, beginning of year	1,625,914
 Net position, end of year	\$ 3,903,803

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, 2022

	<b>Internal Service Fund</b>
<b>Cash flows from operating activities:</b>	
Receipts from third-party payors and patients	\$ 11,210,425
Payments to providers	<u>(9,019,463)</u>
Net cash provided by operating activities	<u>2,190,962</u>
Increase in cash and cash equivalents	<u>2,190,962</u>
<b>Cash and cash equivalents:</b>	
Beginning of year	<u>2,380,970</u>
End of year	<u>\$ 4,571,932</u>
<b>Reconciliation of change in operating income to net cash provided by operating activities:</b>	
Change in operating income	\$ 2,277,889
Adjustments to reconcile change in net position to net cash provided by operating activities:	
(Increase) decrease in prepaids and receivables	294,720
Increase (decrease) in accrued expenses	<u>(381,647)</u>
Net cash provided by operating activities	<u>\$ 2,190,962</u>

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

## HAYWOOD COUNTY, NORTH CAROLINA

*Statement of Fiduciary Net Position*

June 30, 2022

	<u>Custodial Funds</u>
<b>Assets</b>	
Cash and cash equivalents	\$ 115,200
Total assets	<u>115,200</u>
<b>Net Position</b>	
Restricted for:	
Individuals, organizations, and other governments	<u>115,200</u>
Total net position	<u>\$ 115,200</u>

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

## HAYWOOD COUNTY, NORTH CAROLINA

*Statement of Fiduciary Net Position*

For the year ended June 30, 2022

	<b>Custodial Funds</b>
	<u>                    </u>
<b>Additions</b>	
Ad valorem taxes for other governments	\$ 911,783
Collections on behalf of inmates	<u>369,155</u>
Total additions	<u>1,280,938</u>
<b>Deductions</b>	
Tax distributions to other governments	926,652
Payments on behalf of inmates	<u>364,292</u>
Total deductions	<u>1,290,944</u>
Net decrease in fiduciary net position	<u>(10,006)</u>
Net position, beginning	<u>125,206</u>
Net position, ending	<u>\$ 115,200</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, 2022

## 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. Interfund services provided and used are not eliminated in the process of consolidation. 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, 2022:

 **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.

 **FEMA Fund**

The FEMA Fund is used to account for funds received for flood disaster recovery as a result of Tropical Storm Fred.

**ARPA Fund**

This fund accounts for transactions related to the American Rescue Plan Funds.

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, Deed of Trust Fund, and the Opioid Settlement Fund.

 **Debt Service Funds**

Debt service funds are used to accumulate funds from specific revenue sources that are restricted for the purpose of making debt service payments. The County has the following debt service funds: Community College Debt Service Fund and Public Schools Debt Service 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 is 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, special revenue funds, and debt service funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the ARPA Fund, FEMA Fund, and 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 governmental funds are classified as restricted assets if their use is completely restricted by external parties. Public Schools County Projects Fund cash in the amount of \$208,370 is classified as restricted assets because its use is restricted per North Carolina General

Statutes 159-18 through 22. \$9,101,216 in unspent ARPA funding is restricted as per the terms of the funding agreement. \$198,763 in unspent Opioid Settlement funding is restricted as per the terms of the funding agreement. \$1,500,000 in unspent grant proceeds in the County Building Renovations Fund is restricted as per the terms of the grant agreement. \$1,693,396 in unspent debt proceeds in the Community College Projects Fund is restricted to the project for which the debt was issued.

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, 2021.

**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.

**Lease Receivable:**

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

**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

#### **Right to Use Assets:**

The County and the TDA has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

#### **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 assets 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 assets 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, leases, 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.

**Opioid Settlement Funds:**

In April 2022, drug manufacturer Johnson & Johnson, and three drug distributors, McKesson, AmerisourceBergen, and Cardinal Health, finalized a \$26 billion-dollar nationwide settlement related to multiple opioid lawsuits. These funds will be disbursed to each participating state over an 18-year period according to an allocation agreement reached with all participating states. The majority of these funds are intended for opioid abatement and the distribution of the funds will be front loaded.

North Carolina's Memorandum of Agreement (MOA) between the state and local governments for the settlement funds allocates the funds as follows:

- 15% directly to the State ("State Abatement Fund")
- 80% to abatement funds established by Local Governments ("Local Abatement Funds")
- 5% to a County Incentive Fund.

The County received \$198,763 as part of this settlement in Fiscal Year 2022. Per the terms of the MOA, the County created a special revenue fund, the Opioid Settlement Fund, to account for these funds. All funds are to be used for opioid abatement and remediation activities. Funds are restricted until expended. No funds have been expended as of June 30, 2022. The MOA offered the County two options of expending the funds. The County opted for Option A, which allows the County to fund one or more high-impact strategies from a list of evidence-based strategies to combat the opioid epidemic.

**Reimbursements for Pandemic-Related Expenditures:**

In FY 2020/21, the American Rescue Plan Act (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds to support urgent COVID-19 response efforts and replace lost revenue for the eligible state, local, territorial, and tribal governments. The County was allocated \$12,104,347 of fiscal recovery funds to be paid in two equal installments. The first installment of \$6,052,174 was received in June 2021. The second installment was received in June 2022. County staff and the Board of Commissioners have elected to use \$3,003,130 of the ARPA funds

for revenue replacement in fiscal year 2022. The County plans on using another \$6,996,870 for revenue replacement in fiscal year 2023. The usage for the remaining \$2,104,347 will be determined at a future date. The \$3,003,130 used for revenue replacement was transferred to the General Fund from the ARPA Fund during the year ending June 30, 2022. Remaining funds will be transferred to the appropriate funds once the intended use of the funds is determined.

**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.
- ✓ Leases – portion of fund balance that is not an available resource because it represents the year-end balance of the lease receivable in excess of the deferred inflow of resources for the lease receivable, which 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 Schools – portion of fund balance that is restricted by the revenue source to pay for capital expenditures and debt service 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 revenue source to pay for capital expenditures and debt service for 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 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 ("LGERs") and the Registers of Deeds' Supplemental Pension Fund ("RODSPF") (collectively, the "state-administered defined benefit pension plans"). For purposes of measuring the net pension asset 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, 2022, the County's deposits had a carrying amount of \$14,842,869 and a bank balance of \$15,352,583. Of the bank balance, \$250,000 was covered by federal depository insurance and the remainder by collateral held under the Pooling Method.

At June 30, 2022, the County had \$5,350 cash on hand.

At June 30, 2021, the TDA's deposits had a carrying amount of \$1,144,257 and a bank balance of \$1,174,567. 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, 2022, 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	\$ 64,584,984	\$ 64,584,984	\$ -	\$ -
US Treasuries	Fair Value - Level 1	3,972,668	-	-	3,972,668
Commercial paper	Fair Value - Level 2	1,098,645	1,098,645	-	-
Total		<u>\$ 69,656,297</u>	<u>\$ 65,683,629</u>	<u>\$ -</u>	<u>\$ 3,972,668</u>

The TDA had the following investments as of June 30, 2022:

<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	\$ 937,756	\$ 937,756	N/A	N/A
Total		<u>\$ 937,756</u>	<u>\$ 937,756</u>	<u>\$ -</u>	<u>\$ -</u>

\*Because the NCCMT Government Portfolio has a weighted average maturity of less than 90 days, it is presented as an investment with a maturity of less than 6 months. The NCCMT Government Portfolio has an AAAM rating from S&P.

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	\$ 14,842,869
Petty cash	5,350
Fair value of investments	69,656,297
	<u>\$ 84,504,516</u>
Statement of Net Position	
Cash and cash equivalents	\$ 70,393,531
Cash and cash equivalents, restricted	13,995,785
	<u>84,389,316</u>
Statement of Fiduciary Net Position	
Cash and cash equivalents	115,200
	<u>\$ 84,504,516</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, 2022. 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 \$1,402, including principal and interest at .99%, beginning July 1, 2017 and maturing in full on September 1, 2024. At June 30, 2022, the balance was \$300,436.

 **Lease Receivable**

On August 1, 2020, the County entered into a lease with the United States of America. Under the lease, the Government pays the County \$4,883 per month for 36 months in exchange for use of the USDA Service Building. There are no variable components in the lease. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 1.50%.

On March 26, 2010, the County entered into a lease with the RCG-Waynesville LLC and Tractor Supply Company. Under the lease, Tractor Supply pays the County \$10,000 per month for the first 5 year lease term, \$11,000 per month for the second 5 year lease term, \$12,100 per month in the third 5 year lease term, \$13,310 per month for the fourth 5 year lease term, \$14,641 per month for the fifth 5 year lease term, and \$16,105 per month for the final 5 year lease term, in exchange for use of the Tractor Supply Building. There are no variable components in the lease. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 2.50%.

In the fiscal year 2022, the County recognized \$195,231 of lease revenue and \$53,900 of interest revenue under the leases.

Receivables at the government-wide level at June 30, 2022 were as follows:

	Accounts Receivable	Taxes and Related Accrued Interest	Lease Receivable	Other	Total
Governmental activities:					
General Fund	\$ 2,845,016	\$ 1,774,712	\$ 2,573,860	\$ 619,360	\$ 7,812,948
Other governmental funds	960,414	199,805	-	37,441	1,197,660
Governmental activities only	<u>-</u>	<u>149,052</u>	<u>-</u>	<u>-</u>	<u>149,052</u>
Total receivables	3,805,430	2,123,569	2,573,860	656,801	9,159,660
Allowance for doubtful accounts	<u>(2,379,243)</u>	<u>(725,497)</u>	<u>-</u>	<u>-</u>	<u>(3,104,740)</u>
Total	<u>\$ 1,426,187</u>	<u>\$ 1,398,072</u>	<u>\$ 2,573,860</u>	<u>\$ 656,801</u>	<u>\$ 6,054,920</u>
Amounts not expected to be collected within one year	<u>\$ -</u>	<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	\$ 5,833,379
Sales tax refunds	301,737
NC DMV tax receivable	494,788
DSS administrative reimbursements	891,570
Other	3,294,089
	<u>\$ 10,815,563</u>

#### iv. Capital Assets

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 13,471,852	\$ -	\$ -	\$ 13,471,852
Construction in progress	6,688,939	3,635,569	-	10,324,508
Total capital assets not being depreciated	<u>20,160,791</u>	<u>3,635,569</u>	<u>-</u>	<u>23,796,360</u>
Capital assets being depreciated:				
Improvements	20,760,279	-	-	20,760,279
Buildings	72,810,278	16,288	-	72,826,566
Equipment	17,097,555	566,529	(731,996)	16,932,088
Vehicles	7,901,908	980,335	(453,609)	8,428,634
Total capital assets being depreciated	<u>118,570,020</u>	<u>1,563,152</u>	<u>(1,185,605)</u>	<u>118,947,567</u>
Less accumulated depreciation for:				
Improvements	18,304,089	260,571	-	18,564,660
Buildings	20,065,629	1,505,579	-	21,571,208
Equipment	13,976,245	1,116,783	(732,787)	14,360,241
Vehicles	5,798,966	1,001,217	(421,057)	6,379,126
Total accumulated depreciation	<u>58,144,929</u>	<u>3,884,150</u>	<u>(1,153,844)</u>	<u>60,875,235</u>
Capital assets being depreciated, net	<u>60,425,091</u>			<u>58,072,332</u>
Governmental activities capital assets, net	<u>\$ 80,585,882</u>			<u>\$ 81,868,692</u>

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

General government	\$ 1,407,040
Public safety	1,644,459
Environmental protection	351,782
Economic and physical development	43,736
Human services	383,062
Cultural and recreational	<u>54,071</u>
Total depreciation expenses	<u>\$ 3,884,150</u>

**Discretely Presented Component Unit**

Capital asset activity for the TDA for the year ended June 30, 2022 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	53,751	6,712	-	60,463
Vehicles	<u>-</u>	<u>25,903</u>	<u>-</u>	<u>25,903</u>
Total capital assets being depreciated	<u>63,641</u>	<u>32,615</u>	<u>-</u>	<u>96,256</u>
Less accumulated depreciation for:				
Improvements	7,821	1,141	-	8,962
Equipment and furniture	44,128	5,484	-	49,612
Vehicles	<u>-</u>	<u>3,778</u>	<u>-</u>	<u>3,778</u>
Total accumulated depreciation	<u>51,949</u>	<u>10,403</u>	<u>-</u>	<u>62,352</u>
Capital assets being depreciated, net	<u>11,692</u>	<u>22,212</u>	<u>-</u>	<u>33,904</u>
Capital assets, net	<u>\$ 11,692</u>			<u>\$ 33,904</u>

**v. Right to Use Leased Assets**

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

Right to use asset activity for the Primary Government for the year ended June 30, 2022, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Right to use assets				
Buildings	\$ -	\$ 61,522	\$ -	\$ 61,522
Land	-	158,104	-	158,104
Computer Equipment	-	260,277	-	260,277
Equipment	-	23,139	-	23,139
Total right to use assets	-	503,042	-	503,042
Less accumulated amortization for:				
Buildings	-	17,814	-	17,814
Land	-	38,784	-	38,784
Computer Equipment	-	145,272	-	145,272
Equipment	-	7,667	-	7,667
Total accumulated amortization	-	209,537	-	209,537
Right to use assets, net	\$ -	\$ 293,505	\$ -	\$ 293,505

Right to use asset activity for the TDA for the year ended June 30, 2022, was as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Tourism Development Authority:				
Right to use assets:				
Building	\$ -	\$ 134,284	\$ -	\$ 134,284
Equipment	-	20,662	-	20,662
Total right to use assets	-	154,946	-	154,946
Less accumulated amortization for:				
Building	-	27,312	-	27,312
Equipment	-	3,013	-	3,013
Total accumulated amortization	-	30,325	-	30,325
Right to use assets, net	\$ -			\$ 124,621

**B. Deferred Outflows of Resources**

Deferred outflows of resources at the government-wide level at June 30, 2022 were as follows:

Deferred charges on refunding of debt	\$ 215,791
Contributions to pension plans subsequent to the measurement date (LGERS and ROD)	3,098,158
Benefit payments for LEOSSA subsequent to the measurement date	36,703
Benefit payments for OPEB subsequent to the measurement date	1,099,209
Differences between expected and actual experience	5,621,066
Changes of assumptions	13,263,116
Changes in proportion and differences between employer contributions and proportionate share of contributions	78,023
	<u>\$ 23,412,066</u>

**C. Liabilities****i. Payables:**

Payables at the government-wide level at June 30, 2022 were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Other</u>	<u>Total</u>
Governmental activities:				
General fund	\$ 1,886,373	\$ 1,491,206	\$ 1,088,722	\$ 4,466,301
Solid waste management fund	118,889	7,640	-	126,529
Estimated claims payable	-	-	861,775	861,775
Other governmental funds	480,908	1,654	-	482,562
Total	<u>\$ 2,486,170</u>	<u>\$ 1,500,500</u>	<u>\$ 1,950,497</u>	<u>\$ 5,937,167</u>

The County has also recorded a liability as of June 30, 2022 for advances due to grantors in the amount of \$10,799,979. This represents the amount of unspent grant 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](http://www.osc.nc.gov).

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

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

*Contributions.* Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2022 was 12.10% of compensation for law enforcement officers and 11.35% for general employees and firefighters, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the County were \$3,088,125 for the year ended June 30, 2022.

*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, 2022, the County reported a liability of \$5,057,646 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. The total pension liability was then rolled forward to the measurement date of June 30, 2021 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, 2022 (measured June 30, 2021), the County's proportion was 0.32979%, which was a decrease of .00241% from its proportion as of June 30, 2021 (measured as of June 30, 2020). For the year ended June 30, 2022, the County recognized pension expense of \$2,059,845. At June 30, 2022 the TDA reported a liability of \$68,398 for its proportionate share of the net pension liability.

At June 30, 2022, 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	\$ 1,609,019	\$ -
Changes of assumptions	3,177,494	-
Net difference between projected and actual earnings on pension plan investments	-	7,225,857
Changes in proportion and difference between County contributions and proportionate share of contributions	72,333	445,355
County contributions subsequent to the measurement date	3,088,125	-
	<u>\$ 7,946,971</u>	<u>\$ 7,671,212</u>

\$3,088,125 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an decrease of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2023	360,586
2024	(265,248)
2025	(696,549)
2026	(2,211,155)
2027	-
Thereafter	-
	<u>\$ (2,812,366)</u>

*Actuarial Assumptions.* The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25 percent
Salary increases	3.25-8.25 percent
Investment rate of return	6.50 percent, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the December 31, 2020 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Real Rate of Return</u>
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 2020 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 3.25%. All rates of return and inflation are annualized.

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

*Sensitivity of the County’s proportionate share of the net pension 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 6.50 percent, as well as what the County’s proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.50 percent) or 1-percentage-point higher (7.50 percent) than the current rate:

	<u>1% Decrease (5.50%)</u>	<u>Discount Rate (6.50%)</u>	<u>1% Increase (7.50%)</u>
County's proportionate share of the net pension liability (asset)	\$ 19,633,362	\$ 5,057,646	\$ (6,937,321)

*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, 2020 (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>69</u>
Total	<u><u>73</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, 2020 valuation. The total pension liability in the December 31, 2020 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	2.25%

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, 2020 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, 2020.

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 \$70,493 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, 2022, the County reported a total pension liability of \$2,394,793. The total pension liability was measured as of December 31, 2020 based on a December 31, 2020 actuarial valuation. The total pension liability was then rolled forward to the measurement date of December 31, 2021 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2022, the County recognized pension expense of \$254,151.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 143,224	\$ 227,298
Changes of assumptions and other inputs	552,057	74,191
Benefit payments and plan administrative expense made subsequent to the measurement date	36,703	-
	<u>\$ 731,984</u>	<u>\$ 301,489</u>

\$36,703 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, 2023. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2023	\$ 106,013
2024	96,905
2025	111,877
2026	86,425
2027	(1,659)
Thereafter	<u>(5,769)</u>
	<u>\$ 393,792</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 2.25 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 (1.25 percent) or 1-percentage-point higher (3.25 percent) than the current rate:

	1% Decrease (1.25%)	Discount Rate (2.25%)	1% Increase (3.25%)
Total pension liability	\$ 2,607,217	\$ 2,394,793	\$ 2,201,394

**Schedule of Changes in Total Pension Liability**

Beginning balance	\$ 2,593,011
Changes for the year:	
Service cost at end of year	143,271
Interest	49,365
Change in benefit terms	-
Difference between expected and actual experience	(254,511)
Changes of assumptions and other inputs	(65,850)
Benefit payments	(70,493)
Other	-
Net changes	<u>(198,218)</u>
Ending balance of the total pension liability	<u>\$ 2,394,793</u>

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, 2020 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 \$201,816 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 \$678,154 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](http://www.osc.nc.gov).

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

*Contributions.* Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Registers of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. Contributions to the pension plan from the County were \$10,033 for the year ended June 30, 2022.

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

At June 30, 2022, the County reported an asset of \$136,495 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2020. The total pension liability was then rolled forward to the measurement date of June 30, 2021 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, 2021, measurement date the County's proportion was .71043%, which was a decrease of .01081% from its proportion measured as of June 30, 2020.

For the year ended June 30, 202, the County recognized pension expense of \$11,053. At June 30, 2022, 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	\$ 1,456	\$ 1,655
Changes of assumptions	9,953	-
Net difference between projected and actual earnings on pension plan investments	-	419
Changes in proportion and difference between County contributions and proportionate share of contributions	5,690	2,085
County contributions subsequent to the measurement date	10,033	-
	<u>\$ 27,132</u>	<u>\$ 4,159</u>

\$10,033 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, 2023. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2023	\$ 6,730
2024	3,347
2025	(320)
2026	3,183
2027	-
Thereafter	-
	<u>\$ 12,940</u>

*Actuarial Assumptions.* The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the December 31, 2020 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 2020 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 3.00%. The projection of cash flows used to determine the discount rate assumed that contributions from employers will be made at statutorily required rates. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

	1% Decrease <u>(2.00%)</u>	Discount Rate <u>(3.00%)</u>	1% Increase <u>(4.00%)</u>
County's proportionate share of the net pension liability (asset)	\$ (108,419)	\$ (136,495)	\$ (160,088)

*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)	\$ 5,057,646	\$ (136,495)	\$ -	\$ 4,921,151
Proportion of the Net Pension Liability (Asset)	0.32979%	0.71043%	N/A	N/A
Total Pension Liability	-	-	2,394,793	2,394,793
Pension Expense (Benefit)	2,059,845	11,053	254,151	2,325,049
	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
<b>Deferred Outflows of Resources:</b>				
Differences between expected and actual experience	\$ 1,609,019	\$ 1,456	\$ 143,224	\$ 1,753,699
Changes of assumptions	3,177,494	9,953	552,057	3,739,504
Net difference between projected and actual earnings on plan investments	-	-	-	-
Changes in proportion and differences between County contributions and proportionate share of contributions	72,333	5,690	-	78,023
County contributions/benefit payments subsequent to the measurement date	3,088,125	10,033	36,703	3,134,861
	<u>\$ 7,946,971</u>	<u>\$ 27,132</u>	<u>\$ 731,984</u>	<u>\$ 8,706,087</u>
	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
<b>Deferred Inflows of Resources:</b>				
Differences between expected and actual experience	\$ -	\$ 1,655	\$ 227,298	\$ 228,953
Net difference between projected and actual investment earnings	-	14,144	-	14,144
Changes of assumptions	-	-	74,191	74,191
Changes in proportion and differences between County contributions and proportionate share of contributions	445,355	2,085	-	447,440
	<u>\$ 445,355</u>	<u>\$ 17,884</u>	<u>\$ 301,489</u>	<u>\$ 764,728</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, 2020, the date of the latest actuarial valuation:

Retirees and dependents receiving benefits	173
Active plan members	<u>564</u>
Total	<u><u>737</u></u>

*Total OPEB Liability.* Haywood County’s total OPEB liability of \$59,586,922 as of June 30, 2022 was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2020.

*Actuarial Assumptions and Other Inputs.* The Total OPEB liability in the June 30, 2020 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 8.41 percent, including inflation and productivity factor
Healthcare cost trend rates	7.00 percent for 2021 decreasing to 4.5 percent in 2031

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

<b>Balance at July 1, 2021</b>	\$ 49,811,440
<b>Changes for the year</b>	
Service cost	2,573,185
Interest	1,144,981
Changes in benefit terms	-
Differences between expected and actual experience	4,518,439
Changes in assumptions and other inputs	2,696,241
Benefit payments	<u>(1,157,364)</u>
<b>Net changes</b>	<u>9,775,482</u>
<b>Balance at June 30, 2022</b>	<u><u>\$ 59,586,922</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.21 percent to 2.16 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, 2020 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 (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current discount rate:

	1% Decrease (1.16%)	Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB Liability	\$ 71,881,245	\$ 59,586,922	\$ 50,118,658

*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	\$ 49,029,211	\$ 59,586,922	\$ 73,702,273

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

For the year ended June 30, 2022, the County recognized OPEB expense of \$4,044,192. At June 30, 2022, 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	\$ 3,867,367	\$ 1,677,314
Changes of assumptions	9,523,612	3,494,592
Benefit payments made subsequent to the measurement date	1,099,209	-
	<u>\$ 14,490,188</u>	<u>\$ 5,171,906</u>

\$1,099,209 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, 2023. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30,	
2023	\$ 812,180
2024	812,180
2025	1,439,743
2026	1,882,750
2027	2,295,014
Thereafter	977,206
	<u>\$ 8,219,073</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, 2022, the amount that NC DENR had accepted was \$8.3 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>2022</u>	<u>2021</u>
Estimated claims payable, July 1	\$ 1,243,422	\$ 1,155,238
Incurred claims and changes in estimates	8,637,816	9,017,296
Claims payments	<u>(9,019,463)</u>	<u>(8,929,112)</u>
Estimated claims payable, June 30	<u>\$ 861,775</u>	<u>\$ 1,243,422</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, 2022, 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:**

##### **Leases**

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

The agreements were executed in July 2021 to lease buildings, land, computer equipment, and other equipment and require monthly payments ranging from \$500 to \$11,875 for a period of 21 to 36 months. There are no variable payment components of the lease. The lease liabilities are measured at a discount rate ranging from .4% to 1%, which approximates the federal AFR rates at the time of lease inception. As a result of the leases, the County has recorded right to use assets with a total net book value of \$293,506 at June 30, 2022. The right to use assets are discussed in more detail in the right to use asset section of this note. At June 30, 2022 the total lease liability was \$297,008.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2022, were as follows:

	Principal	Interest	Total
2023	\$ 183,289	\$ 1,184	\$ 184,473
2024	52,013	611	52,624
2025	24,203	329	24,532
2026	31,095	175	31,270
2027	6,408	7	6,415
	<u>\$ 297,008</u>	<u>\$ 2,306</u>	<u>\$ 299,314</u>

The future minimum lease obligations and the net present value of these minimum lease payments for the TDA as of June 30, 2022, were as follows:

Year Ending June 30	Principal Payments	Interest Payments	Total
2023	\$ 30,277	\$ 5,755	\$ 36,032
2024	33,061	4,178	37,239
2025	36,037	2,458	38,495
2026	29,405	654	30,059
	<u>\$ 128,780</u>	<u>\$ 13,045</u>	<u>\$ 141,825</u>

**□ Notes Payable (Direct Borrowing Installment Purchases)**

The County has entered into various notes payable:

\$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. \$ 116,216

\$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. 904,994

\$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. 124,579

\$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. 10,383,326

\$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. 75,000

\$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. 340,000

\$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. 840,000

\$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.	1,230,000
\$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.	3,153,960
\$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.	7,278,000
\$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.	1,600,000
\$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.	197,757
\$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.	<u>200,000</u>
Total direct borrowing installment purchases	<u>\$ 26,443,832</u>

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

	Principal	Interest	Total
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	1,678,228	611,028	2,289,256
2027	686,506	534,038	1,220,544
2028-2032	3,631,240	2,386,580	6,017,820
2033-2037	3,670,402	1,865,448	5,535,850
2038-2042	2,818,313	1,342,067	4,160,380
2043-2047	3,042,639	803,790	3,846,429
2048-2052	2,114,653	264,042	2,378,695
2053-2057	624,953	70,842	695,795
2058+	133,465	3,670	137,135
	<u>\$ 26,443,832</u>	<u>\$ 9,890,206</u>	<u>\$ 36,334,038</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. \$ 2,096,000

\$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%. 1,735,000

\$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%.

	4,143,000
Total general obligation bonds payable	\$ 7,974,000

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

	Principal	Interest	Total
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	375,000	5,700	380,700
	\$ 7,974,000	\$ 354,795	\$ 8,328,795

#### □ 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	\$ 9,982,000	\$ -	\$ 2,008,000	\$ 7,974,000	\$ 1,961,000
Direct borrowing Installment purchases	29,841,961	-	3,398,129	26,443,832	2,721,183
Pollution remediation obligation	1,994,941	81,793	-	2,076,734	-
Leases	-	503,042	206,034	297,008	183,289
Compensated absences	2,287,589	2,400,452	2,205,249	2,482,792	2,205,249
Total pension liability (LEOSSA)	2,593,011	-	198,218	2,394,793	-
Net pension liability (LGRS)	12,645,997	-	7,588,351	5,057,646	-
Total OPEB liability	49,811,440	9,775,482	-	59,586,922	-
	\$ 109,156,939	\$ 12,760,769	\$ 15,603,981	\$ 106,313,727	\$ 7,070,721

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, 2022, Haywood County had a legal debt margin of approximately \$741,000,000.

**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, 2022 is composed of the following elements:

	Governmental Funds	Governmental Activities
Prepaid taxes not yet earned (General Fund)	\$ 289,193	\$ 289,193
Prepaid fees not yet earned (Special Revenue)	-	-
Taxes receivable, net (General Fund)	1,184,121	-
Fees receivable (General Fund)	49,517	-
Taxes receivable, net (Special Revenue)	64,897	-
Lease receivable, net (General Fund)	2,530,733	2,530,733
Long-term notes receivable (General Fund)	300,436	-
Fees receivable (Special Revenue)	334,171	-
Grant revenue received in cash (General Fund)	489,147	489,147
Changes in assumptions	-	3,569,202
Differences between expected and actual experience	-	9,132,124
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	447,440
Total	<u>\$ 5,242,215</u>	<u>\$ 16,457,839</u>

**E. Net Position and Fund Balances**

i. **Net Investment in Capital Assets** - Net investment in capital assets at June 30, 2022, are computed as follows:

Capital assets, net of accumulated depreciation	\$ 81,868,692
Less capital debt:	
Gross debt	34,417,832
Less: Deferred charge on refunding of debt	(215,791)
Less: Community college debt related to assets to which the County does not hold title	<u>(10,108,000)</u>
Net capital debt	<u>22,400,645</u>
Net investment in capital assets	<u>\$ 59,468,047</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	\$ 44,874,662
Less:	
Inventory	152,842
Restricted for stabilization by State statute	11,565,983
Restricted for sheriff's department and public school projects	5,609,762
Committed fund balance	6,264,312
Assigned fund balance	5,695,639
Fund balance policy (11%)	<u>9,840,733</u>
Remaining fund balance	<u>\$ 5,702,264</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, 2022 were \$150,000.
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 \$3,107,205 and \$42,224 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, 2022, there were no industrial revenue bonds outstanding.
9. **Transfers** – Interfund transfers for the year ended June 30, 2022 consisted of the following:

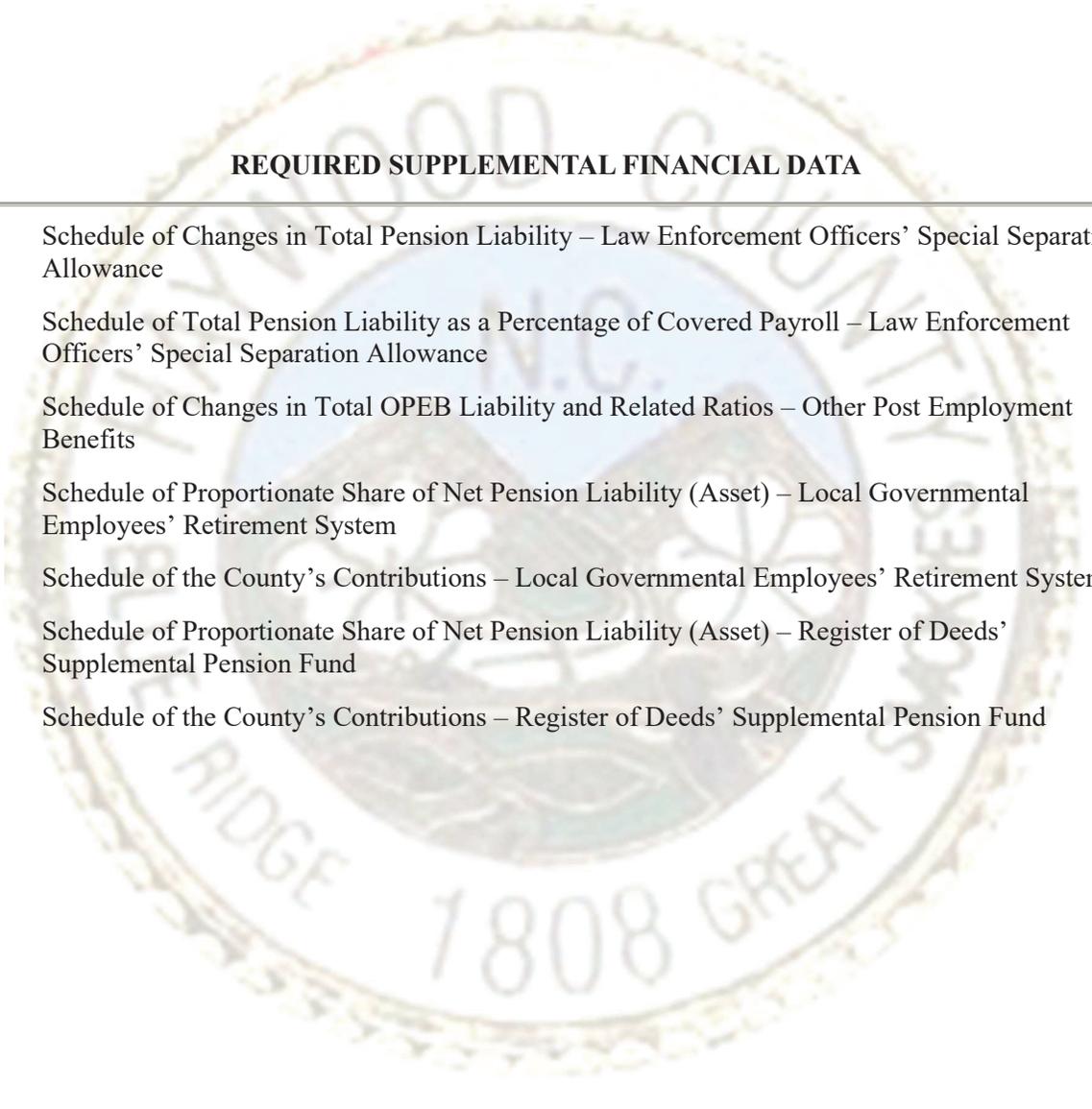
Transfers to / (from) General Fund to:

E911 Fund	To fund capital projects	\$ (70,438)
Community College Debt Service	To fund capital projects	(4,596,158)
Public Schools Debt Service	To fund capital projects	(3,935,085)
Master Facilities Capital Project Fun	To fund capital projects	(2,330,000)
County Building Renovations Fund	To fund capital projects	(1,065,451)
ARPA Fund	To reimburse the General Fund	3,003,131
Public Schools Debt Service	To reimburse the General Fund	609,000
Total		<u>\$ (8,385,001)</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 Assets** – During the year ended June 30, 2022, the County received, for zero consideration, 11 trailers to be used as temporary housing for people displaced from their homes by Tropical Storm Fred. The value of the trailers on the date of donation was \$279,108 in total. The County has recorded income of \$279,108 related to this donation on the Statement of Activities.

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

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- 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 Six Fiscal Years*

**Schedule of Changes in Total Pension Liability**

	2022	2021	2020	2019	2018	2017
Beginning balance	\$ 2,593,011	\$ 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	143,271	101,399	88,042	80,451	70,868	74,243
Interest	49,365	51,953	48,868	42,454	45,880	41,023
Difference between expected and actual experience	(254,511)	125,639	112,950	(34,940)	(20,129)	-
Changes of assumptions and other inputs	(65,850)	748,550	51,109	(55,632)	90,314	(29,986)
Benefit payments	(70,493)	(56,386)	(43,299)	(23,262)	(40,832)	(50,746)
Net changes	(198,218)	971,155	257,670	9,071	146,101	34,534
Ending balance	<u>\$ 2,394,793</u>	<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	\$ 2,394,793	\$ 2,593,011	\$ 1,621,856	\$ 1,364,186	\$ 1,355,115	\$ 1,209,014
Covered-employee payroll	3,589,336	3,900,092	3,601,354	3,105,011	2,986,556	2,938,001
Total pension liability as a percentage of covered payroll	66.72%	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 Five Fiscal Years

## Schedule of Changes in the Total OPEB Liability and Related Ratios

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Beginning balance	\$ 49,811,440	\$ 37,632,787	\$ 40,261,409	\$ 40,027,217	\$ 41,463,795
Changes for the year:					
Service cost	2,573,185	1,697,831	1,887,592	2,003,285	2,269,894
Interest	1,144,981	1,361,052	1,544,177	1,411,173	1,239,794
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	4,518,439	(171,063)	(2,660,945)	(10,063)	(190,906)
Changes of assumptions or other inputs	2,696,241	10,185,376	(2,257,853)	(2,388,298)	(4,202,035)
Benefit payments	<u>(1,157,364)</u>	<u>(894,543)</u>	<u>(1,141,593)</u>	<u>(781,905)</u>	<u>(553,325)</u>
Net changes	<u>9,775,482</u>	<u>12,178,653</u>	<u>(2,628,622)</u>	<u>234,192</u>	<u>(1,436,578)</u>
Ending balance	<u>\$ 59,586,922</u>	<u>\$ 49,811,440</u>	<u>\$ 37,632,787</u>	<u>\$ 40,261,409</u>	<u>\$ 40,027,217</u>
Covered-employee payroll	\$ 24,119,843	\$ 18,905,300	\$ 18,905,300	\$ 19,042,317	\$ 19,042,317
Total OPEB liability as a percentage of covered-employee payroll	247.05%	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>
2022	2.16%
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 Nine Fiscal Years\*

## Local Government Employees' Retirement System

	2022	2021	2020	2019	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.32979%	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) (\$)	\$ 5,057,646	\$ 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	23,621,808	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	21.41%	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)	95.51%	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 Nine Fiscal Years*

## Local Government Employees' Retirement System

	<u>2022</u>	<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	\$ 3,088,125	\$ 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>3,088,125</u>	<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	\$ 28,518,807	\$ 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	10.83%	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 Nine Fiscal Years\**

**Registers of Deeds' Supplemental Pension Fund**

	<u>2022</u>	<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) (%)	0.71043%	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) (\$)	\$ (136,495)	\$ (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)	156.53%	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.

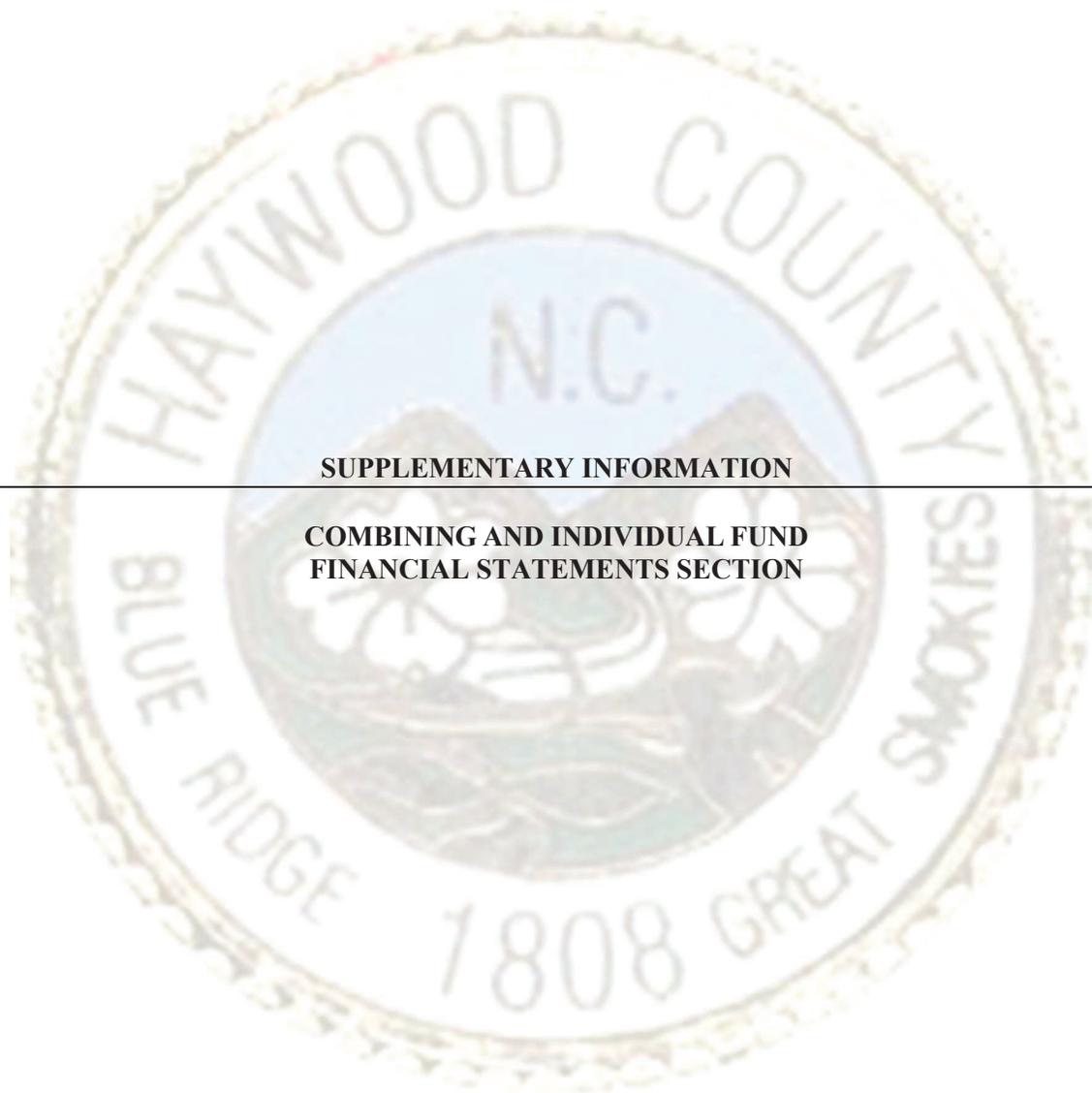
## HAYWOOD COUNTY, NORTH CAROLINA

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

## Registers of Deeds' Supplemental Pension Fund

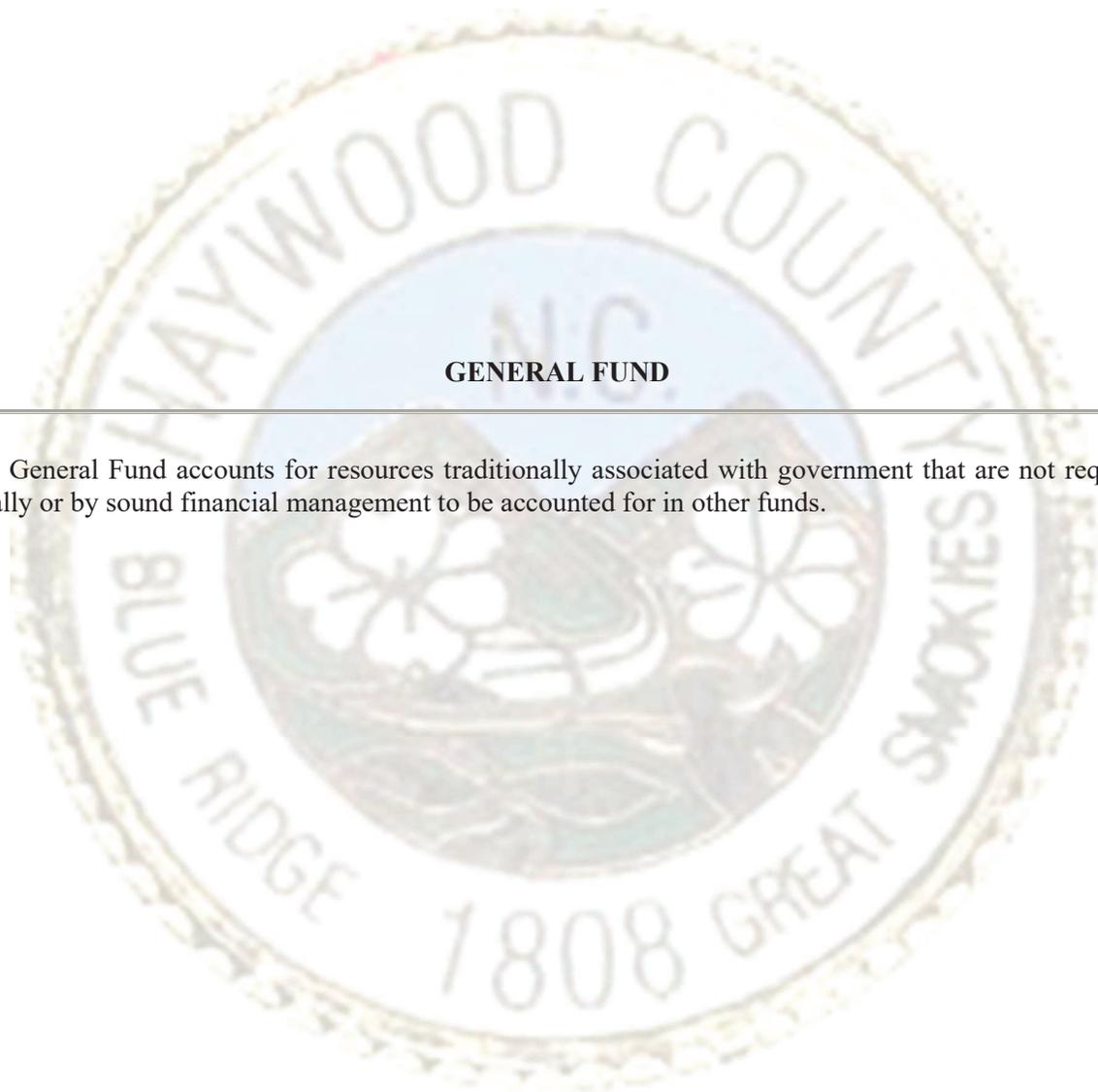
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 10,033	\$ 8,449	\$ 7,268	\$ 6,542	\$ 6,635	\$ 6,681	\$ 6,077	\$ 6,054	\$ 5,769
Contributions in relation to the contractually required contribution	<u>10,033</u>	<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>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<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**



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### **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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Ad valorem taxes:			
Taxes		\$ 51,799,594	
Penalties and interest		189,090	
Total	\$ 48,505,123	<u>51,988,684</u>	\$ 3,483,561
Local option sales taxes:			
Article 39 one percent		8,859,365	
Article 40 one-half of one percent		3,628,244	
Article 42 one-half of one percent		1,970,401	
Article 44 one-half of one percent		373,885	
Article 44-524 (c.) distribution		47,537	
Total	12,516,984	<u>14,879,432</u>	2,362,448
Other taxes and licenses:			
Occupancy tax		2,935,963	
Deed stamp excise tax		1,477,329	
Telecommunication video sales tax		254,466	
Other taxes		529,537	
Total	5,031,120	<u>5,197,295</u>	166,175
Unrestricted intergovernmental:			
Payments in lieu of taxes		392,982	
Beer and wine tax		175,954	
Total	592,000	<u>568,936</u>	(23,064)
Restricted intergovernmental:			
Federal, state, and other grants		13,889,146	
Court facilities fees		118,323	
Health and social services revenues - local		220,632	
ABC net revenues		194,052	
Controlled substance tax		92,324	
Other - local		385,052	
Total	15,476,392	<u>14,899,529</u>	(576,863)
Permits and fees:			
Building permits, other permits, and inspection fees	424,000	<u>539,796</u>	115,796

## HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues (continued)</b>			
Sales and services:			
Library local revenues		7,395	
Mapping sales		2,178	
Sherriff's fees and commissions		139,210	
Jail and officers' fees		263,420	
Ambulance fees		3,347,267	
Animal control fees		44,595	
Dental clinic charges		99,028	
Health dept. patient fees		244,057	
Environmental health fees		333,859	
Social Services patient fees		69,457	
Garage - departmental services		13,998	
Tax collection fees		24,953	
Public buildings - departmental services		870	
Elections - departmental services		7,735	
Extension 4H		37,526	
Lease revenue		200,773	
Rent		6,787	
Recreation fees		18,427	
Total	<u>4,918,676</u>	<u>4,861,535</u>	<u>(57,141)</u>
Investment earnings (losses)	<u>260,091</u>	<u>(83,962)</u>	<u>(344,053)</u>
Interest on lease receivable	<u>-</u>	<u>52,223</u>	<u>52,223</u>
Miscellaneous	<u>372,702</u>	<u>515,630</u>	<u>142,928</u>
Total revenues	<u>88,097,088</u>	<u>93,419,098</u>	<u>5,322,010</u>
<b>Expenditures</b>			
General government:			
Governing body:			
Salaries and employee benefits		163,924	
Operating		196,506	
Capital outlay		<u>25,692</u>	
Total		<u>386,122</u>	
Administration:			
Salaries and employee benefits		632,005	
Operating		<u>29,795</u>	
Total		<u>661,800</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
General government (continued):			
Finance:			
Salaries and employee benefits		702,021	
Operating		<u>83,950</u>	
Total		<u>785,971</u>	
Human resources:			
Salaries and employee benefits		434,030	
Operating		<u>1,258,139</u>	
Total		<u>1,692,169</u>	
Wellness clinic:			
Salaries and employee benefits		253,319	
Operating		<u>70,653</u>	
Total		<u>323,972</u>	
Tax collections:			
Salaries and employee benefits		359,840	
Operating		<u>259,710</u>	
Total		<u>619,550</u>	
Tax assessments:			
Salaries and employee benefits		905,469	
Operating		<u>143,478</u>	
Total		<u>1,048,947</u>	
Land records:			
Salaries and employee benefits		194,373	
Operating		<u>60,075</u>	
Total		<u>254,448</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
General government (continued):			
Legal services:			
Salaries and employee benefits		137,816	
Operating		<u>8,646</u>	
Total		<u>146,462</u>	
Elections:			
Salaries and employee benefits		437,088	
Operating		<u>154,121</u>	
Total		<u>591,209</u>	
Register of Deeds:			
Salaries and employee benefits		394,873	
Operating		<u>884,279</u>	
Total		<u>1,279,152</u>	
Total general government	<u>8,934,998</u>	<u>7,789,802</u>	<u>1,145,196</u>
Central services:			
Information systems:			
Salaries and employee benefits		785,952	
Operating		965,566	
Capital outlay		<u>7,365</u>	
Total		<u>1,758,883</u>	
Garage:			
Salaries and employee benefits		164,218	
Operating		<u>33,888</u>	
Total		<u>198,106</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
Central services (continued):			
Public buildings:			
Salaries and employee benefits		1,420,656	
Operating		1,095,530	
Capital outlay		<u>92,712</u>	
Total		<u>2,608,898</u>	
 Total central services	<u>5,674,735</u>	<u>4,565,887</u>	<u>1,108,848</u>
 Public safety:			
Sheriff:			
Salaries and employee benefits		6,540,533	
Operating		813,512	
Capital outlay		<u>441,419</u>	
Total		<u>7,795,464</u>	
 Haywood County 911 Communication Center:			
Salaries and employee benefits		1,536,730	
Operating		128,879	
Capital outlay		<u>9,500</u>	
Total		<u>1,675,109</u>	
 Public safety grants:			
Operating		<u>6,701</u>	
 Sheriff-SRO officers:			
Salaries and employee benefits		369,482	
Operating		<u>4,008</u>	
Total		<u>373,490</u>	
 Detention:			
Salaries and employee benefits		3,383,070	
Operating		1,162,511	
Capital outlay		<u>238,024</u>	
Total		<u>4,783,605</u>	
 Courts:			
Operating		<u>89,941</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
Public safety (continued):			
NC forest service:			
Operating		<u>98,445</u>	
Building inspections:			
Salaries and employee benefits		520,793	
Operating		<u>53,915</u>	
Total		<u>574,708</u>	
Medical examiner		<u>61,950</u>	
Emergency medical service:			
Salaries and employee benefits		6,273,001	
Operating		884,690	
Capital outlay		<u>408,887</u>	
Total		<u>7,566,578</u>	
Rescue squad			
Operating:		<u>27,000</u>	
Emergency management:			
Salaries and employee benefits		313,691	
Operating		760,940	
Capital outlay		<u>14,229</u>	
Total		<u>1,088,860</u>	
Animal control:			
Salaries and employee benefits		851,461	
Operating		234,702	
Capital outlay		<u>9,370</u>	
Total		<u>1,095,533</u>	
Total public safety	<u>27,274,941</u>	<u>25,237,384</u>	<u>2,037,557</u>
Transportation:			
Mass transit	<u>585,750</u>	<u>478,396</u>	<u>107,354</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
Economic and physical development:			
Planning:			
Salaries and employee benefits		531,022	
Operating		<u>11,705</u>	
Total		<u>542,727</u>	
Economic development:			
Salaries and employee benefits		88,204	
Operating		<u>227,039</u>	
Total		<u>315,243</u>	
Tourism development		<u>2,895,231</u>	
Community development:			
Operating		<u>43,500</u>	
Special employment programs		<u>10,000</u>	
Extension:			
Operating		<u>351,112</u>	
Soil conservation:			
Salaries and employee benefits		223,041	
Operating		<u>38,051</u>	
Total		<u>261,092</u>	
Soil and water conservation agricultural technician:			
Salaries and employee benefits		95,837	
Operating		<u>10,427</u>	
Total		<u>106,264</u>	
Total economic and physical development	<u>4,687,403</u>	<u>4,525,169</u>	<u>162,234</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
Human services:			
Health:			
Salaries and employee benefits		2,540,783	
Operating		228,432	
Capital outlay		18,990	
Total		<u>2,788,205</u>	
Dental clinic:			
Salaries and employee benefits		545,160	
Operating		125,692	
Capital outlay		80,331	
Total		<u>751,183</u>	
Adult health services:			
Salaries and employee benefits		171	
Operating		127,677	
Total		<u>127,848</u>	
WIC program:			
Salaries and employee benefits		314,261	
Operating		9,680	
Total		<u>323,941</u>	
Human services (continued):			
Environmental health:			
Salaries and employee benefits		964,808	
Operating		90,255	
Capital outlay		103,051	
Total		<u>1,158,114</u>	
Mental health		<u>105,803</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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
Social services:			
Salaries and employee benefits		9,530,705	
Operating		1,167,713	
Capital outlay		69,756	
Total		<u>10,768,174</u>	
Work First - NCDOT Trans		<u>16,415</u>	
Public assistance:			
General assistance		5,039	
Aid to the aged and disabled		310,800	
Crisis intervention		225,826	
Aid to the blind		6,768	
Adoption assistance		23,374	
Medicaid transportation		16,104	
Electrical assistance expenditures		450,494	
Foster care		1,308,090	
Total		<u>2,346,495</u>	
Meals on Wheels:			
Salaries and employee benefits		263,770	
Operating		105,770	
Total		<u>369,540</u>	
Human services (continued):			
JOBS Work First:			
Operating		<u>185,267</u>	
Adoption awareness		<u>20,920</u>	
Adult day care:			
Salaries and employee benefits		285,868	
Operating		28,005	
Total		<u>313,873</u>	
Cap-Community Alternative Program:			
Salaries and employee benefits		391,525	
Operating		42,828	
Total		<u>434,353</u>	
Robert Wood Johnson Grant		<u>100,000</u>	
Community Crisis Management		<u>225</u>	

HAYWOOD COUNTY, NORTH CAROLINA

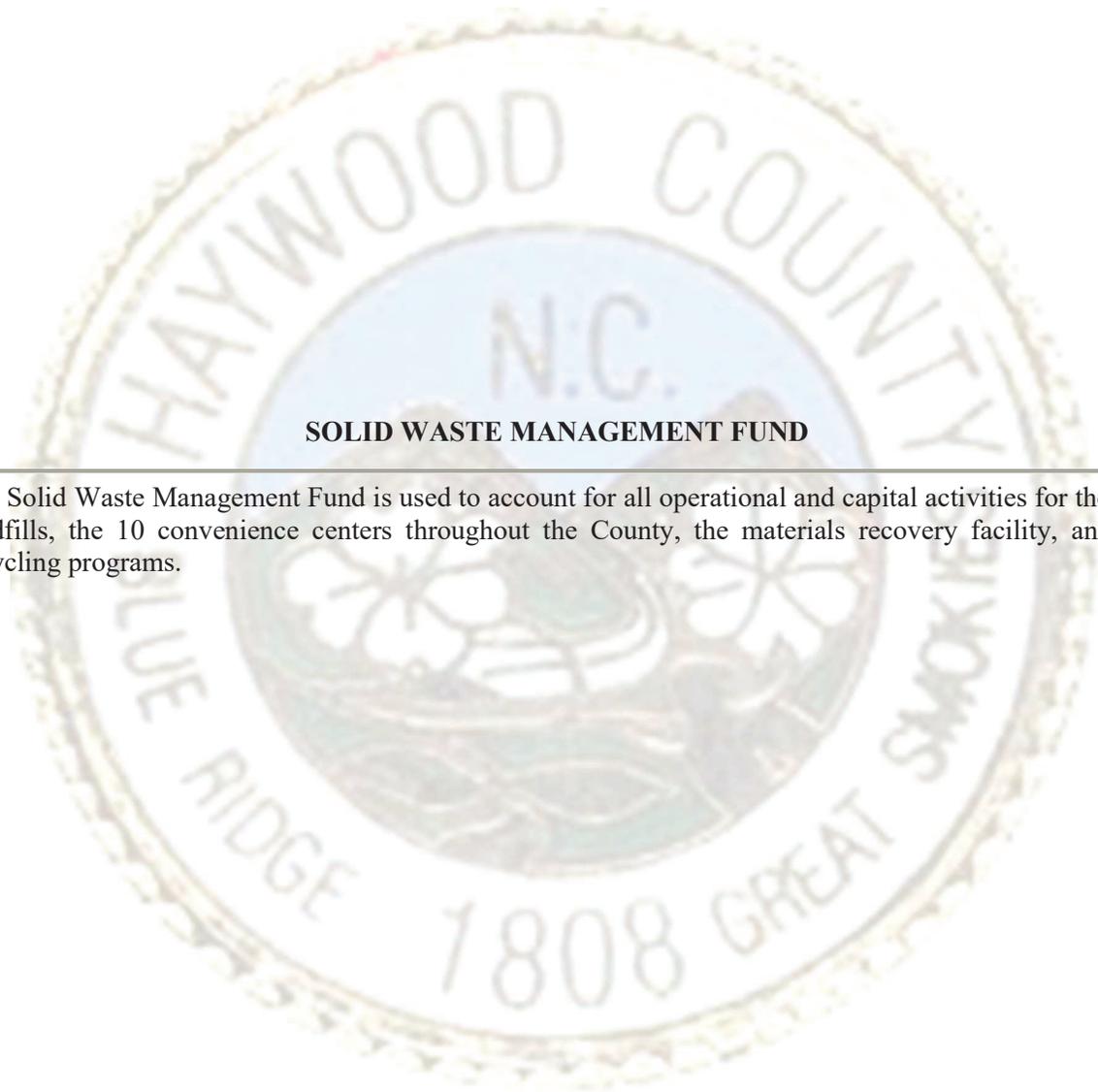
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
General Fund  
For the year ended June 30, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued)</b>			
Title III Grants		421,737	
Senior citizens programs		200,000	
Veteran's service:			
Salaries and employee benefits		178,011	
Operating		3,395	
Total		181,406	
Youth Services		305,444	
Total human services	25,101,828	20,918,943	4,182,885
Cultural and recreation:			
Library:			
Salaries and employee benefits		1,279,533	
Operating		324,291	
Total		1,603,824	
Recreation:			
Salaries and employee benefits		162,801	
Operating		97,015	
Total		259,816	
Total culture and recreation	1,980,885	1,863,640	117,245
Education:			
Public schools-current		16,609,619	
Public schools-capital outlay		1,643,719	
Community colleges-current		3,107,205	
Total education	22,318,598	21,360,543	958,055
Debt Service:			
Principal retirement	1,886,867	2,103,814	(216,947)
Interest and fees	588,633	617,630	(28,997)
Total debt service	2,475,500	2,721,444	(245,944)
Contingency and non-departmental	302,607	-	302,607
Total expenditures	99,337,245	89,461,208	9,876,037
Revenues over (under) expenditures	(11,240,157)	3,957,890	15,198,047

HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*  
*General Fund*  
For the year ended June 30, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Other Financing Sources (Uses)</b>			
Appropriated fund balance	26,421,389	-	(26,421,389)
Sale of capital assets	2,500	95,263	92,763
Lease liabilities issued	-	457,718	457,718
Transfers from other funds	986,174	3,612,131	2,625,957
Transfers to other funds	<u>(16,169,906)</u>	<u>(11,997,132)</u>	<u>4,172,774</u>
Total other financing sources (uses)	<u>11,240,157</u>	<u>(7,832,020)</u>	<u>(19,072,177)</u>
 Net change in fund balance	 <u>\$ -</u>	 (3,874,130)	 <u>\$ (3,874,130)</u>
 Fund balance, beginning of year		 <u>48,748,792</u>	
 Fund balance, end of year		 <u>\$ 44,874,662</u>	



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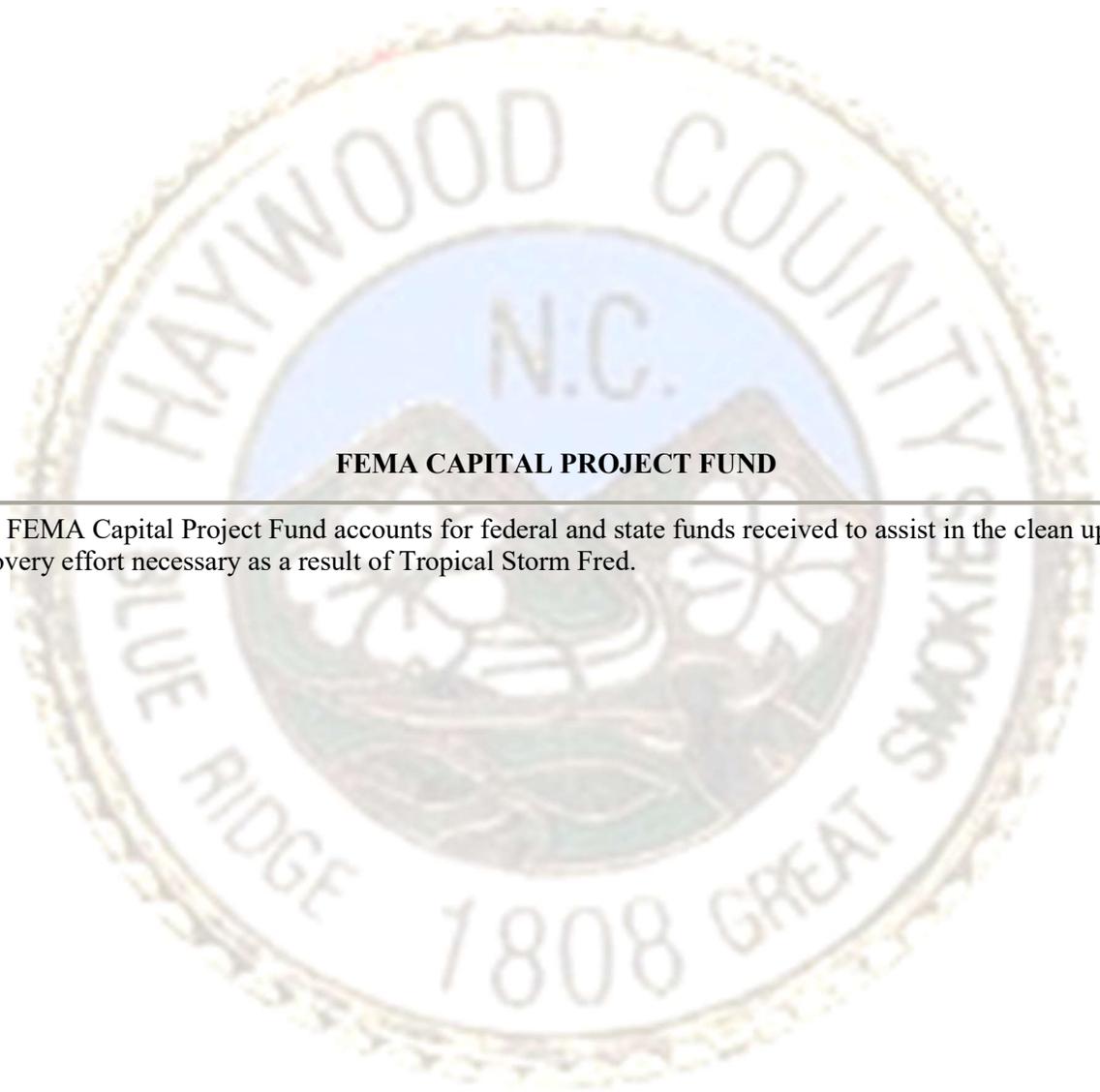
### **SOLID WASTE MANAGEMENT FUND**

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, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Permits and fees:			
Solid waste fees	\$ 5,576,249	\$ 6,032,268	\$ 456,019
Landfill host fees	50,000	144,902	94,902
Taxes and licenses	80,000	148,459	68,459
Intergovernmental revenue	337,000	236,345	(100,655)
Sales and services	60,000	80,906	20,906
Miscellaneous revenue	-	175	175
Total revenues	6,103,249	6,643,055	539,806
<b>Expenditures</b>			
Environmental Protection:			
Salaries and employee benefits	379,192	296,856	82,336
Operating	4,427,572	3,888,759	538,813
Capital outlay	531,588	131,490	400,098
Contingency	747,500	-	747,500
Debt service:			
Principal retirement	17,349	17,349	-
Interest and fees	48	48	-
Total expenditures	6,103,249	4,334,502	1,768,747
Revenues over expenditures	-	2,308,553	2,308,553
<b>Other Financing Uses</b>			
Lease liabilities issued	-	45,324	45,324
Net change in fund balance	\$ -	2,353,877	\$ 2,353,877
Fund balance, beginning of year		10,017,391	
Fund balance, end of year		\$ 12,371,268	



### **FEMA CAPITAL PROJECT FUND**

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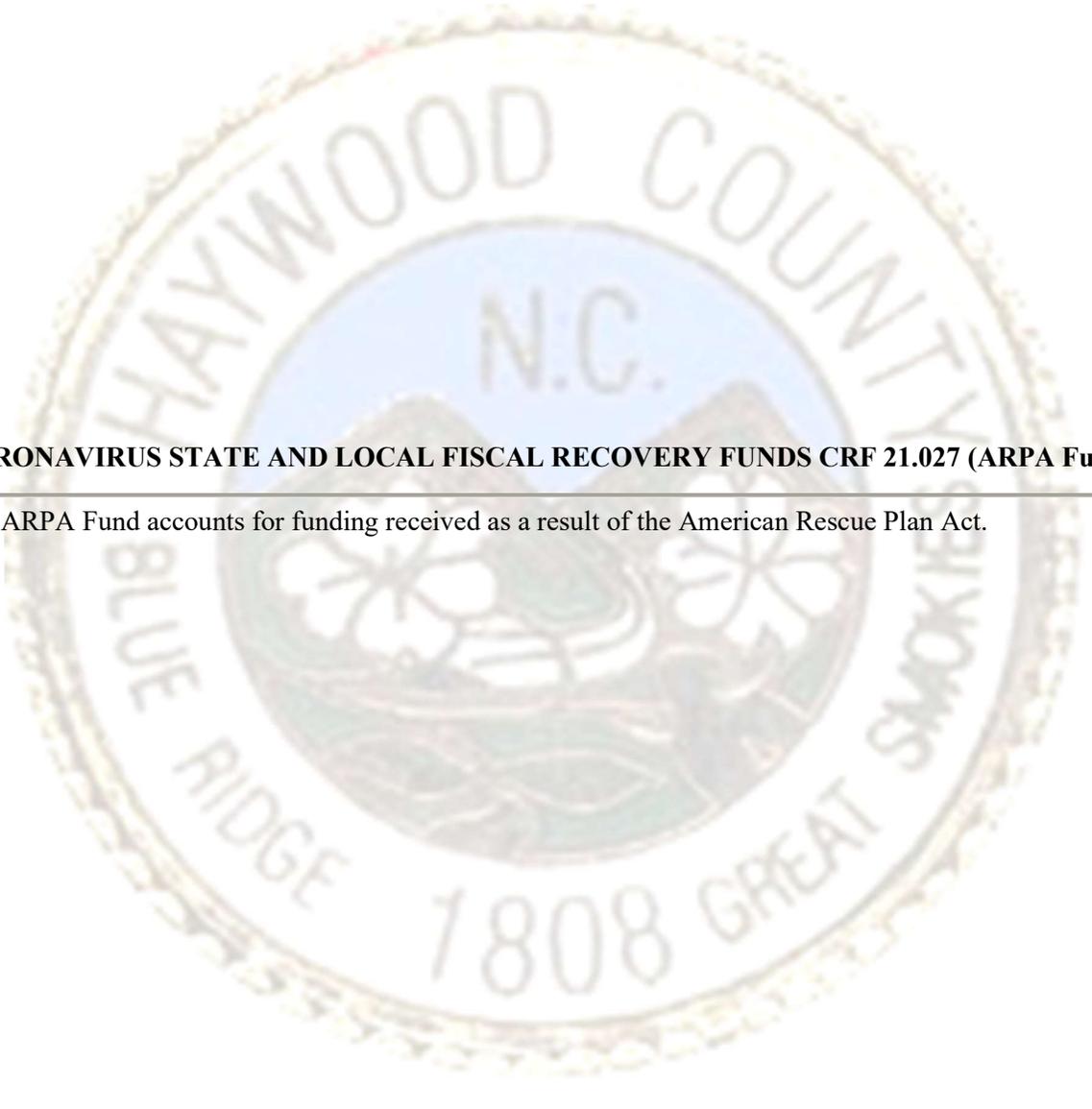
The FEMA Capital Project Fund accounts for federal and state funds received to assist in the clean up and recovery effort necessary as a result of Tropical Storm Fred.

## HAYWOOD COUNTY, NORTH CAROLINA

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

From inception and for the year ended June 30, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>					
Restricted intergovernmental	\$ 500,000	\$ -	\$ 3,277,933	\$ 3,277,933	\$ 2,777,933
Total revenues	<u>500,000</u>	<u>-</u>	<u>3,277,933</u>	<u>3,277,933</u>	<u>2,777,933</u>
<b>Expenditures</b>					
Flood recovery					
Professional services	5,675,000	-	2,753,174	2,753,174	2,921,826
Total expenditures	<u>5,675,000</u>	<u>-</u>	<u>2,753,174</u>	<u>2,753,174</u>	<u>2,921,826</u>
Revenues over (under) expenditures	<u>(5,175,000)</u>	<u>-</u>	<u>524,759</u>	<u>524,759</u>	<u>5,699,759</u>
<b>Other Financing Sources</b>					
Transfers from other funds	5,175,000	-	-	-	(5,175,000)
Total other financing sources	<u>5,175,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,175,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	524,759	<u>\$ 524,759</u>	<u>\$ 524,759</u>
Fund balance, beginning of year			<u>-</u>		
Fund balance, end of year			<u>\$ 524,759</u>		

The seal of Haywood County, North Carolina, is a circular emblem. The outer ring contains the text "HAYWOOD COUNTY" at the top and "1808 GREAT SMOKIES" at the bottom. Inside this ring, the words "BLUE RIDGE" are written vertically on the left side. The center of the seal features a landscape with mountains, a river, and a sun. The letters "N.C." are positioned above the landscape.

**CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS CRF 21.027 (ARPA Fund)**

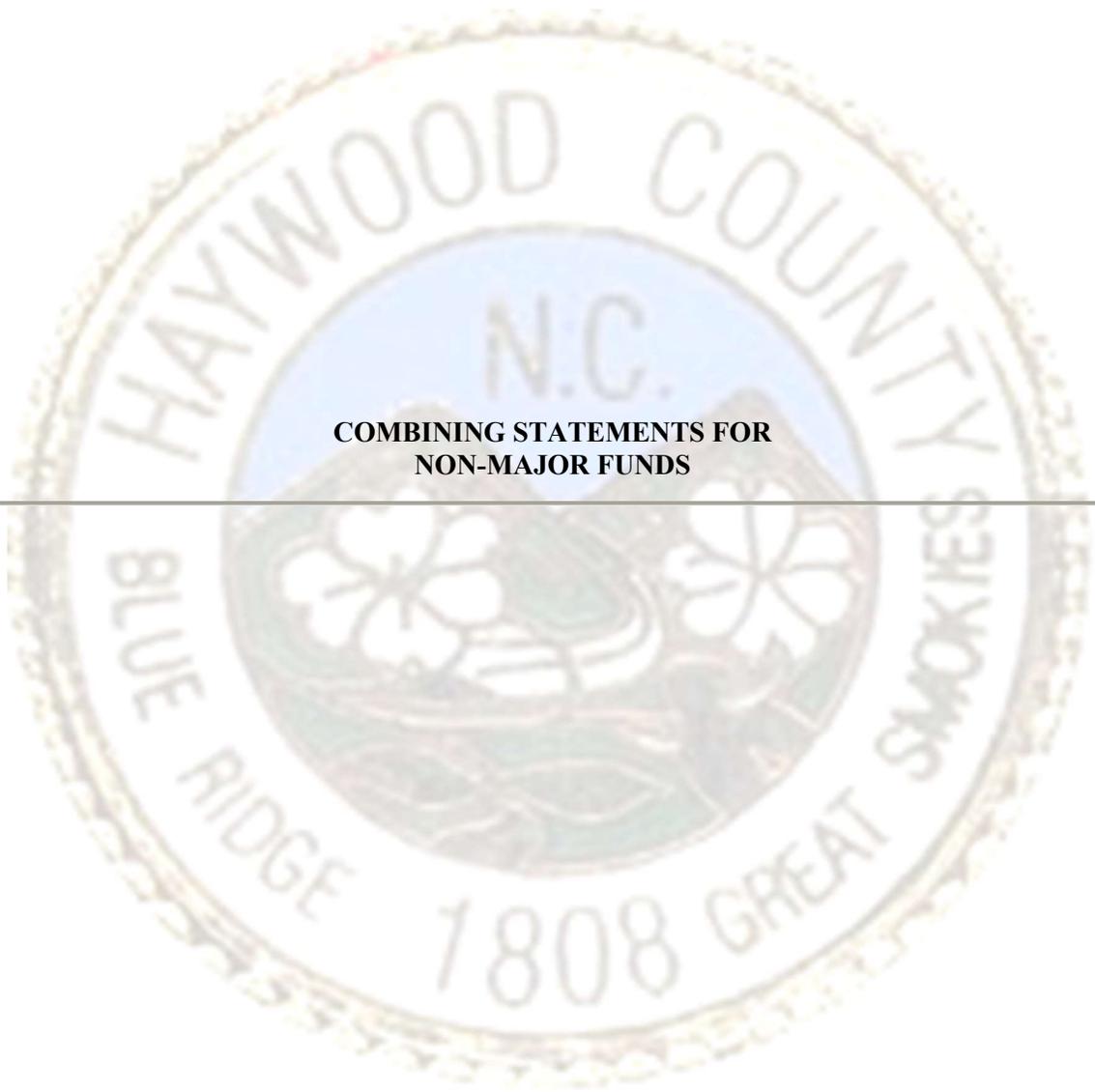
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The ARPA Fund accounts for funding received as a result of the American Rescue Plan Act.

## HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*  
*Grant Project Fund - Coronavirus State Local Fiscal Recovery Funds CRF 21.027 (ARPA Funds)*  
 From inception and for the year ended June 30, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>					
ARP Funds	\$ 6,052,174	\$ -	\$ 3,003,131	\$ 3,003,131	\$(3,049,043)
Total revenues	<u>6,052,174</u>	<u>-</u>	<u>3,003,131</u>	<u>3,003,131</u>	<u>(3,049,043)</u>
<b>Expenditures</b>					
Public Safety					
Unassigned ARP Expenditures	2,549,043	-	-	-	2,549,043
Total expenditures	<u>2,549,043</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,549,043</u>
Revenues over expenditures	<u>3,503,131</u>	<u>-</u>	<u>3,003,131</u>	<u>3,003,131</u>	<u>(500,000)</u>
<b>Other Financing Uses</b>					
Transfer to Capital Project Fund	(500,000)	-	-	-	500,000
Transfer to General Fund	<u>(3,003,131)</u>	<u>-</u>	<u>(3,003,131)</u>	<u>(3,003,131)</u>	<u>-</u>
Total other financing uses	<u>(3,503,131)</u>	<u>-</u>	<u>(3,003,131)</u>	<u>(3,003,131)</u>	<u>500,000</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning of year			<u>-</u>		
Fund balance, end of year			<u>\$ -</u>		



**COMBINING STATEMENTS FOR  
NON-MAJOR FUNDS**

## HAYWOOD COUNTY, NORTH CAROLINA

*Combining Balance Sheet - Non-major Governmental Funds*  
June 30, 2022

	<b>Total Non-major Special Revenue and Debt Service Funds</b>	<b>Total Non-major Capital Projects Funds</b>	<b>Total Non-major Governmental Funds</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 12,266,123	\$ 3,429,033	\$ 15,695,156
Restricted cash	846,196	3,401,766	4,247,962
Taxes receivable, net	64,899	-	64,899
Due from other governments	32,169	-	32,169
Total assets	<u>\$ 13,209,387</u>	<u>\$ 6,830,799</u>	<u>\$ 20,040,186</u>
<b>LIABILITIES</b>			
Account payable and accrued liabilities	\$ 429,328	\$ 43,814	\$ 473,142
Advances from grantors	198,763	1,500,000	1,698,763
Total liabilities	<u>628,091</u>	<u>1,543,814</u>	<u>2,171,905</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<u>64,899</u>	<u>-</u>	<u>64,899</u>
<b>FUND BALANCES</b>			
Restricted:			
Stabilization by State statute	32,169	-	32,169
Public schools	5,573,807	208,370	5,782,177
Public safety	582,048	-	582,048
Health services	64,061	-	64,061
Community College	6,264,312	1,693,396	7,957,708
Committed:			
Solid waste management	-	622,626	622,626
Capital projects	-	2,762,593	2,762,593
Total fund balances	<u>12,516,397</u>	<u>5,286,985</u>	<u>17,803,382</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 13,209,387</u>	<u>\$ 6,830,799</u>	<u>\$ 20,040,186</u>

HAYWOOD COUNTY, NORTH CAROLINA

Combining Balance Sheet - Non-major Special Revenue and Debt Service Funds  
June 30, 2022

	Emergency Telephone System Fund	Fire Districts Fund	Sanitary District Fund	Road Service Fund	Representative Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fund	Opioid Settlement Fund	Community College Debt Service Fund	Public Schools Debt Service Fund	Total Special Revenue and Debt Service Funds
<b>ASSETS</b>											
Cash and cash equivalents	\$ -	\$ 56,216	\$ 2,364	\$ 1,527	\$ -	\$ 23,165	\$ -	\$ -	\$ 6,264,312	\$ 5,918,539	\$ 12,266,123
Restricted cash	583,372	-	-	-	64,061	-	-	198,763	-	-	846,196
Taxes receivable, net	-	61,932	656	2,311	-	-	-	-	-	-	64,899
Due from other governments	32,169	-	-	-	-	-	-	-	-	-	32,169
Total assets	<u>\$ 615,541</u>	<u>\$ 118,148</u>	<u>\$ 3,020</u>	<u>\$ 3,838</u>	<u>\$ 64,061</u>	<u>\$ 23,165</u>	<u>\$ -</u>	<u>\$ 198,763</u>	<u>\$ 6,264,312</u>	<u>\$ 5,918,539</u>	<u>\$ 13,209,387</u>
<b>LIABILITIES</b>											
Account payable and accrued liabilities	\$ 1,324	\$ 56,216	\$ 2,364	\$ 1,527	\$ -	\$ 23,165	\$ -	\$ -	\$ -	\$ 344,732	\$ 429,328
Advances from grantors	-	-	-	-	-	-	-	198,763	-	-	198,763
Total liabilities	<u>1,324</u>	<u>56,216</u>	<u>2,364</u>	<u>1,527</u>	<u>-</u>	<u>23,165</u>	<u>-</u>	<u>198,763</u>	<u>-</u>	<u>344,732</u>	<u>628,091</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<u>-</u>	<u>61,932</u>	<u>656</u>	<u>2,311</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,899</u>
<b>FUND BALANCES</b>											
Restricted:											
Stabilization by State statute	32,169	-	-	-	-	-	-	-	-	-	32,169
Health services	-	-	-	-	64,061	-	-	-	-	-	64,061
Public schools	-	-	-	-	-	-	-	-	-	5,573,807	5,573,807
Community college	-	-	-	-	-	-	-	-	6,264,312	-	6,264,312
Public safety	582,048	-	-	-	-	-	-	-	-	-	582,048
Total fund balances	<u>614,217</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,061</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,264,312</u>	<u>5,573,807</u>	<u>12,516,397</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 615,541</u>	<u>\$ 118,148</u>	<u>\$ 3,020</u>	<u>\$ 3,838</u>	<u>\$ 64,061</u>	<u>\$ 23,165</u>	<u>\$ -</u>	<u>\$ 198,763</u>	<u>\$ 6,264,312</u>	<u>\$ 5,918,539</u>	<u>\$ 13,209,387</u>

## HAYWOOD COUNTY, NORTH CAROLINA

## Combining Balance Sheet - Non-major Capital Projects Funds

June 30, 2022

	<b>Community College Projects Fund</b>	<b>Master Facilities Fund</b>	<b>Public Schools ADM/Lottery Fund</b>	<b>County Building Renovations Fund</b>	<b>Public Schools County Projects Fund</b>	<b>Solid Waste Capital Projects Fund</b>	<b>Total Non-major Capital Projects Funds</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ 2,399,695	\$ -	\$ 406,712	\$ -	\$ 622,626	\$ 3,429,033
Restricted cash	<u>1,693,396</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>208,370</u>	<u>-</u>	<u>3,401,766</u>
Total assets	<u>\$ 1,693,396</u>	<u>\$ 2,399,695</u>	<u>\$ -</u>	<u>\$ 1,906,712</u>	<u>\$ 208,370</u>	<u>\$ 622,626</u>	<u>\$ 6,830,799</u>
<b>LIABILITIES</b>							
Account payable and accrued liabilities	\$ -	\$ 34,042	\$ -	\$ 9,772	\$ -	\$ -	\$ 43,814
Advances from grantors	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>
Total liabilities	<u>-</u>	<u>34,042</u>	<u>-</u>	<u>1,509,772</u>	<u>-</u>	<u>-</u>	<u>1,543,814</u>
<b>FUND BALANCES</b>							
Restricted:							
Community college	1,693,396	-	-	-	-	-	1,693,396
Public schools	-	-	-	-	208,370	-	208,370
Committed:							
Solid waste management	-	-	-	-	-	622,626	622,626
Capital projects	<u>-</u>	<u>2,365,653</u>	<u>-</u>	<u>396,940</u>	<u>-</u>	<u>-</u>	<u>2,762,593</u>
Total fund balances	<u>1,693,396</u>	<u>2,365,653</u>	<u>-</u>	<u>396,940</u>	<u>208,370</u>	<u>622,626</u>	<u>5,286,985</u>
Total liabilities and fund balances	<u>\$ 1,693,396</u>	<u>\$ 2,399,695</u>	<u>\$ -</u>	<u>\$ 1,906,712</u>	<u>\$ 208,370</u>	<u>\$ 622,626</u>	<u>\$ 6,830,799</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, 2022

	<b>Total Non-major Special Revenue and Debt Service Funds</b>	<b>Total Non-major Capital Projects Funds</b>	<b>Total Non-major Governmental Funds</b>
<b>Revenues</b>			
Ad valorem taxes	\$ 5,871,856	\$ -	\$ 5,871,856
Local option sales taxes	7,434,224	-	7,434,224
Restricted intergovernmental	1,032,945	166,780	1,199,725
Sales and services	429,478	-	429,478
Investment earnings	303	-	303
Miscellaneous	411,850	-	411,850
Total revenues	<u>15,180,656</u>	<u>166,780</u>	<u>15,347,436</u>
<b>Expenditures</b>			
Current:			
General government	429,478	46,092	475,570
Public safety	5,674,662	153,954	5,828,616
Environmental protection	322,030	254,400	576,430
Economic and physical development	267,041	10,572	277,613
Human services	676,780	51,076	727,856
Intergovernmental:			
Education	1,081,147	3,416,124	4,497,271
Debt service:			
Principal	3,491,000	-	3,491,000
Interest	258,051	-	258,051
Total expenditures	<u>12,200,189</u>	<u>3,932,218</u>	<u>16,132,407</u>
Revenues over (under) expenditures	<u>2,980,467</u>	<u>(3,765,438)</u>	<u>(784,971)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers from other funds	9,501,681	2,495,451	11,997,132
Transfers to other funds	(609,000)	-	(609,000)
Total other financing sources (uses)	<u>8,892,681</u>	<u>2,495,451</u>	<u>11,388,132</u>
Net change in fund balances	<u>11,873,148</u>	<u>(1,269,987)</u>	<u>10,603,161</u>
Fund balances, beginning	<u>643,249</u>	<u>6,556,972</u>	<u>7,200,221</u>
Fund balances, end of year	<u>\$ 12,516,397</u>	<u>\$ 5,286,985</u>	<u>\$ 17,803,382</u>

HAYWOOD COUNTY, NORTH CAROLINA

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Non-major Special Revenue and Debt Service Funds  
 For the year ended June 30, 2022

	Emergency Telephone System Fund	Fire Districts Fund	Sanitary District Fund	Road Service Fund	Representative Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fund	Opioid Settlement Fund	Community College Debt Service Fund	Public Schools Debt Service Fund	Total Special Revenue and Debt Service Funds
<b>Revenues</b>											
Ad valorem taxes	\$ -	\$ 5,282,785	\$ 322,030	\$ 267,041	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,871,856
Local option sales taxes	-	-	-	-	-	-	-	-	2,923,660	4,510,564	7,434,224
Restricted intergovernmental	386,025	-	-	-	646,920	-	-	-	-	-	1,032,945
Sales and services	-	-	-	-	-	362,140	67,338	-	-	-	429,478
Miscellaneous	-	-	-	-	-	-	-	-	411,850	-	411,850
Investment earnings	303	-	-	-	-	-	-	-	-	-	303
Total revenues	<u>386,328</u>	<u>5,282,785</u>	<u>322,030</u>	<u>267,041</u>	<u>646,920</u>	<u>362,140</u>	<u>67,338</u>	<u>-</u>	<u>3,335,510</u>	<u>4,510,564</u>	<u>15,180,656</u>
<b>Expenditures</b>											
Current:											
General government	-	-	-	-	-	362,140	67,338	-	-	-	429,478
Public safety	391,877	5,282,785	-	-	-	-	-	-	-	-	5,674,662
Environmental protection	-	-	322,030	-	-	-	-	-	-	-	322,030
Economic and physical development	-	-	-	267,041	-	-	-	-	-	-	267,041
Human services	-	-	-	-	676,780	-	-	-	-	-	676,780
Education	-	-	-	-	-	-	-	-	42,224	1,038,923	1,081,147
Debt service:											
Principal	-	-	-	-	-	-	-	-	1,523,000	1,968,000	3,491,000
Interest	-	-	-	-	-	-	-	-	102,132	155,919	258,051
Total expenditures	<u>391,877</u>	<u>5,282,785</u>	<u>322,030</u>	<u>267,041</u>	<u>676,780</u>	<u>362,140</u>	<u>67,338</u>	<u>-</u>	<u>1,667,356</u>	<u>3,162,842</u>	<u>12,200,189</u>
Revenues over (under) expenditures	(5,549)	-	-	-	(29,860)	-	-	-	1,668,154	1,347,722	2,980,467
<b>Other Financing Sources (Uses)</b>											
Transfer to other funds	-	-	-	-	-	-	-	-	-	(609,000)	(609,000)
Transfer from other funds	70,438	-	-	-	-	-	-	-	4,596,158	4,835,085	9,501,681
Total other financing sources (uses)	<u>70,438</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,596,158</u>	<u>4,226,085</u>	<u>8,892,681</u>
Net change in fund balances	<u>64,889</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,860)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,264,312</u>	<u>5,573,807</u>	<u>11,873,148</u>
Fund balance, beginning	<u>549,328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,921</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>643,249</u>
Fund balances, end of year	<u>\$ 614,217</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,061</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,264,312</u>	<u>\$ 5,573,807</u>	<u>\$ 12,516,397</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, 2022

	<b>Community College Projects Fund</b>	<b>Master Facilities Fund</b>	<b>Public Schools ADM/Lottery Fund</b>	<b>County Building Renovations Fund</b>	<b>Public Schools County Projects Fund</b>	<b>Solid Waste Capital Projects Fund</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Revenues</b>							
Restricted intergovernmental	\$ -	\$ -	\$ 166,780	\$ -	\$ -	\$ -	\$ 166,780
Total revenues	<u>-</u>	<u>-</u>	<u>166,780</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>166,780</u>
<b>Expenditures</b>							
Current:							
General government	-	46,092	-	-	-	-	46,092
Public safety	-	-	-	153,954	-	-	153,954
Environmental protection	-	-	-	-	-	254,400	254,400
Economic and physical development	-	-	-	10,572	-	-	10,572
Intergovernmental:							
Education	3,249,344	-	166,780	-	-	-	3,416,124
Human services	-	-	-	51,076	-	-	51,076
Total expenditures	<u>3,249,344</u>	<u>46,092</u>	<u>166,780</u>	<u>215,602</u>	<u>-</u>	<u>254,400</u>	<u>3,932,218</u>
Revenues under expenditures	<u>(3,249,344)</u>	<u>(46,092)</u>	<u>-</u>	<u>(215,602)</u>	<u>-</u>	<u>(254,400)</u>	<u>(3,765,438)</u>
<b>Other Financing Sources</b>							
Transfers from other funds	-	2,330,000	-	165,451	-	-	2,495,451
Total other financing sources	<u>-</u>	<u>2,330,000</u>	<u>-</u>	<u>165,451</u>	<u>-</u>	<u>-</u>	<u>2,495,451</u>
Net change in fund balances	(3,249,344)	2,283,908	-	(50,151)	-	(254,400)	(1,269,987)
Fund balances, beginning 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>
Fund balances, end of year	<u>\$ 1,693,396</u>	<u>\$ 2,365,653</u>	<u>\$ -</u>	<u>\$ 396,940</u>	<u>\$ 208,370</u>	<u>\$ 622,626</u>	<u>\$ 5,286,985</u>

## SPECIAL REVENUE AND DEBT SERVICE FUNDS

---

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

Debt Service Funds are used to account for specific revenues that are set aside to make debt service payments.

### 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
- **The Opioid Settlement Fund** accounts for the funds received as a result of the settlement between the State of North Carolina and several pharmaceutical companies related to the Opioid epidemic.
- **The Community College Debt Service Fund** accounts for funds set aside to make debt payments on community college debt.
- **The Public Schools Debt Service Fund** accounts for funds set aside to make debt payments on public school debt.

## 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, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Restricted intergovernmental	\$ 465,802	\$ 386,025	\$ (79,777)
Investment earnings	-	303	303
Total revenues	465,802	386,328	(79,474)
<b>Expenditures</b>			
Public safety	536,240	391,877	144,363
Total expenditures	536,240	391,877	144,363
Revenues under expenditures	(70,438)	(5,549)	64,889
<b>Other Financing Sources</b>			
Transfers from other funds	70,438	70,438	-
Total other financing sources	70,438	70,438	-
Net change in fund balance	\$ -	64,889	\$ 64,889
Fund balance, beginning of year		549,328	
Fund balance, end of year		\$ 614,217	

## 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, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Ad valorem taxes:			
Current and prior years	\$ 5,486,561	\$ 5,263,294	\$ (223,267)
Penalties and interest	-	19,491	19,491
Total revenues	5,486,561	5,282,785	(203,776)
<b>Expenditures</b>			
Public safety:			
Fire districts:			
West Canton	114,668	108,529	6,139
North Canton	418,276	392,504	25,772
Center Pigeon	610,643	578,412	32,231
Lake Junaluska	543,724	523,793	19,931
Crabtree-Ironduff	393,164	384,696	8,468
Cruso	235,670	225,298	10,372
Saunook	263,079	256,031	7,048
Maggie Valley	916,031	869,241	46,790
Clyde	531,698	524,561	7,137
Jonathan Creek	547,259	528,144	19,115
Fines Creek	229,071	216,380	12,691
Lake Logan-Cecil	166,004	183,990	(17,986)
Eagles Nest	18,950	16,225	2,725
Howell Mill	6,123	5,557	566
East Canton	23,692	20,610	3,082
Ivy Hill	7,766	7,007	759
Waynesville (combined)	273,572	263,284	10,288
Waynesville Rural Fire District #2	183,018	175,223	7,795
Waynesville Rural Fire District #3	1,644	1,012	632
Waynesville Rural Fire District #4	238	201	37
Waynesville Rural Fire District #5	1,431	1,355	76
Waynesville Rural Fire District #6	840	732	108
Total expenditures	5,486,561	5,282,785	203,776
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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Ad valorem taxes:			
Current and prior years	\$ 330,519	\$ 321,027	\$ (9,492)
Penalties and interest	-	1,003	1,003
Total revenues	<u>330,519</u>	<u>322,030</u>	<u>(8,489)</u>
<b>Expenditures</b>			
Environmental protection:			
Water and sewer	<u>330,519</u>	<u>322,030</u>	<u>8,489</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, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Ad valorem taxes:			
Current and prior years	\$ 289,864	\$ 266,348	\$ (23,516)
Penalties and interest	-	693	693
Total revenues	289,864	267,041	(22,823)
<b>Expenditures</b>			
Economic and physical development	289,864	267,041	22,823
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, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Restricted intergovernmental	\$ 910,000	\$ 646,920	\$ (263,080)
Total revenues	<u>910,000</u>	<u>646,920</u>	<u>(263,080)</u>
<b>Expenditures</b>			
Current:			
Human services:			
Payments made for the benefit of beneficiaries	<u>910,000</u>	<u>676,780</u>	<u>233,220</u>
Total expenditures	<u>910,000</u>	<u>676,780</u>	<u>233,220</u>
Net change in fund balance	<u>\$ -</u>	<u>(29,860)</u>	<u>\$ (29,860)</u>
Fund balance, beginning of year		<u>93,921</u>	
Fund balance, end of year		<u>\$ 64,061</u>	

## 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, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Sales and services			
Penalties, fines and forfeitures	\$ 375,000	\$ 362,140	\$ (12,860)
Total revenues	375,000	362,140	(12,860)
<b>Expenditures</b>			
Current:			
General government			
Payments of penalties, fines and forfeitures to the Haywood County Board of Education	375,000	362,140	12,860
Total expenditures	375,000	362,140	12,860
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*  
*N.C. Deed of Trust Fee Fund*  
 For the year ended June 30, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>			
Permits and fees			
Register of deeds	\$ 61,000	\$ 67,338	\$ (6,338)
Total revenues	<u>61,000</u>	<u>67,338</u>	<u>(6,338)</u>
<b>Expenditures</b>			
Current:			
General government			
Payments of fees collected to the State of North Carolina	<u>61,000</u>	<u>67,338</u>	<u>(6,338)</u>
Total expenditures	<u>61,000</u>	<u>67,338</u>	<u>(6,338)</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*  
*Capital Project Fund - Opioid Settlement Fund*  
 From inception and for the year ended June 30, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>					
Opioid Settlement Funds	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>					
Human Services:					
Opioid addiction treatment	-	-	-	-	-
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

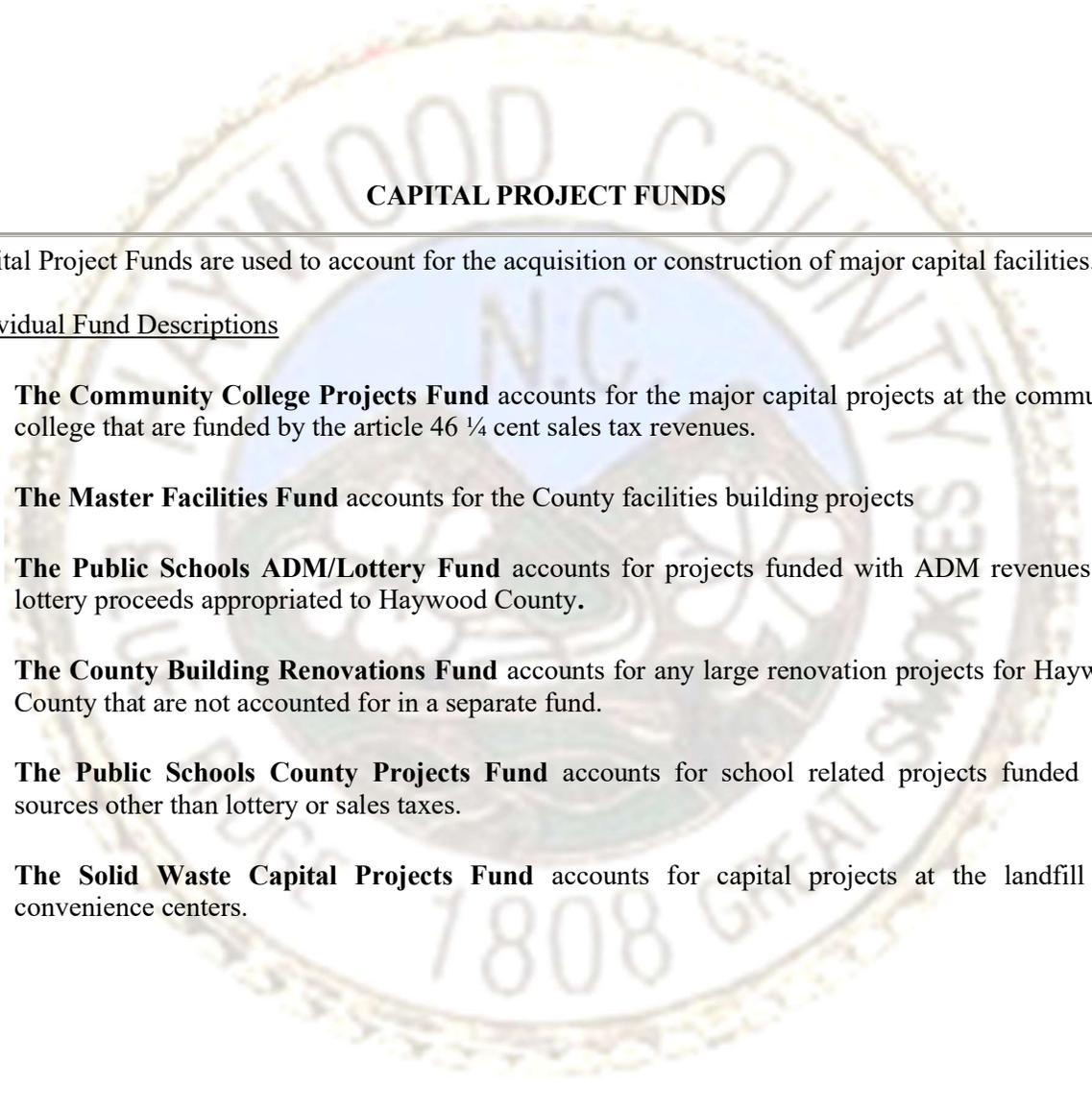
*Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*  
*Debt Service Fund - Community College Debt Service*  
 For the year ended June 30, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Local option sales tax:			
Article 46	\$ 2,434,218	\$ 2,923,660	\$ 489,442
Miscellaneous	411,850	411,850	-
Total revenues	2,846,068	3,335,510	489,442
<b>Expenditures</b>			
Current:			
Education	350,000	42,224	307,776
Debt Service:			
Principal	7,012,253	1,523,000	5,489,253
Interest	79,973	102,132	(22,159)
Total expenditures	7,442,226	1,667,356	5,774,870
Revenues over (under) expenditures	(4,596,158)	1,668,154	6,264,312
<b>Other Financing Sources</b>			
Transfer from other funds	4,596,158	4,596,158	-
Net change in fund balance	\$ -	6,264,312	\$ 6,264,312
Fund balance, beginning of year		-	
Fund balance, end of year		\$ 6,264,312	

## HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*  
*Debt Service Fund - Public Schools Debt Service*  
 For the year ended June 30, 2022

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>			
Local option sales tax:			
Article 40	\$ 1,350,766	\$ 1,554,962	\$ 204,196
Article 42	2,525,761	2,955,602	429,841
Total revenues	3,876,527	4,510,564	634,037
<b>Expenditures</b>			
Current:			
Education	1,800,000	1,038,923	761,077
Debt Service:			
Principal	6,165,281	1,968,000	4,197,281
Interest	137,331	155,919	(18,588)
Total expenditures	8,102,612	3,162,842	4,939,770
Revenues over (under) expenditures	(4,226,085)	1,347,722	(5,573,807)
<b>Other Financing Sources (Uses)</b>			
Transfer to other funds	(609,000)	(609,000)	-
Transfer from other funds	4,835,085	4,835,085	-
Total other financing sources (uses)	4,226,085	4,226,085	-
Net change in fund balance	\$ -	5,573,807	\$ (5,573,807)
Fund balance, beginning of year		-	
Fund balance, end of year		\$ 5,573,807	

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, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures</b>					
HCC-Nursing building					
Professional services	\$ 361,367	\$ -	\$ -	\$ -	\$ 361,367
Financing costs	65,000	57,260	-	57,260	7,740
Construction	3,741,906	-	3,249,344	3,249,344	492,562
Equipment	526,727	-	-	-	526,727
Contingency	305,000	-	-	-	305,000
Total	<u>5,000,000</u>	<u>57,260</u>	<u>3,249,344</u>	<u>3,306,604</u>	<u>1,693,396</u>
 Total expenditures	 <u>5,000,000</u>	 <u>57,260</u>	 <u>3,249,344</u>	 <u>3,306,604</u>	 <u>1,693,396</u>
<b>Other Financing Sources</b>					
Installment obligations issued	<u>5,000,000</u>	<u>5,000,000</u>	-	<u>5,000,000</u>	-
Total other financing sources	<u>5,000,000</u>	<u>5,000,000</u>	-	<u>5,000,000</u>	-
 Net change in fund balance	 <u>\$ -</u>	 <u>\$ 4,942,740</u>	 (3,249,344)	 <u>\$ 1,693,396</u>	 <u>\$ 1,693,396</u>
 Fund balance, beginning of year			 <u>4,942,740</u>		
 Fund balance, end of year			 <u>\$ 1,693,396</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, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures</b>					
General government					
IT infrastructure	862,774	-	39,342	39,342	823,432
Facilities - energy modernization	630,000	-	6,750	6,750	623,250
Justice Center security	650,000	-	-	-	650,000
Total general government	<u>2,142,774</u>	<u>-</u>	<u>46,092</u>	<u>46,092</u>	<u>2,096,682</u>
Public safety					
Jail expansion	1,985,000	-	-	-	1,985,000
Soil sampling - jail expansion	50,000	38,420	-	38,420	11,580
Animal Services Building	4,122,607	-	-	-	4,122,607
Body cameras	280,000	-	-	-	280,000
Radio Tower phase 2	1,100,000	-	-	-	1,100,000
Soil sampling	-	-	-	-	-
Total public safety	<u>7,537,607</u>	<u>38,420</u>	<u>-</u>	<u>38,420</u>	<u>7,499,187</u>
Economic development	<u>150,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>150,000</u>
Cultural and recreation					
Bike park	500,000	-	-	-	500,000
Pickleball courts	345,000	-	-	-	345,000
Broadband expansion	500,000	-	-	-	500,000
Total cultural and recreation	<u>1,345,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,345,000</u>
Total expenditures	11,175,381	38,420	46,092	84,512	11,090,869
<b>Other Financing Sources</b>					
Transfers from general fund	<u>11,175,381</u>	<u>120,165</u>	<u>2,330,000</u>	<u>2,450,165</u>	<u>(8,725,216)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 81,745</u>	2,283,908	<u>\$ 2,365,653</u>	<u>\$ 2,365,653</u>
Fund balance, beginning of year			<u>81,745</u>		
Fund balance, end of year			<u>\$ 2,365,653</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, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>					
Restricted intergovernmental	\$ 1,550,000	\$ 1,298,161	\$ 166,780	\$ 1,464,941	\$ (85,059)
<b>Expenditures</b>					
Building Projects:					
Turn 21LT1	1,300,000	1,295,450	-	1,295,450	4,550
Intercom system	250,000	2,711	166,780	169,491	80,509
Total expenditures	<u>1,550,000</u>	<u>1,298,161</u>	<u>166,780</u>	<u>1,464,941</u>	<u>85,059</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, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>					
Restricted intergovernmental	\$ 2,255,968	\$ 53,385	\$ -	\$ 53,385	\$ (2,202,583)
Miscellaneous	-	81,651	-	81,651	81,651
Total	<u>2,255,968</u>	<u>135,036</u>	<u>-</u>	<u>135,036</u>	<u>(2,120,932)</u>
<b>Expenditures</b>					
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 general government	<u>52,000</u>	<u>97,521</u>	<u>-</u>	<u>97,521</u>	<u>(45,521)</u>
Public safety:					
EOC electronic equipment	745,863	652,402	131,825	784,227	(38,364)
EMS ambulance project	233,563	226,471	-	226,471	7,092
Radio Tower project	114,588	-	22,129	22,129	92,459
LEC security project	119,900	119,895	-	119,895	5
Total public safety	<u>1,213,914</u>	<u>998,768</u>	<u>153,954</u>	<u>1,152,722</u>	<u>61,192</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					
Lake Junaluska Dredging Project	1,500,000	-	-	-	1,500,000
DEQ water infrastructure study	50,000	44,178	5,822	50,000	-
Jonathan Creek property site Development:					
Professional services	139,693	100,216	4,750	104,966	34,727
Grading and compaction	468,424	326,574	-	326,574	141,850
Miscellaneous	49,057	44,659	-	44,659	4,398
Total economic development	<u>2,207,174</u>	<u>515,627</u>	<u>10,572</u>	<u>526,199</u>	<u>1,680,975</u>
Human services:					
Armory Rehab project	643,800	-	30,582	30,582	613,218
Rental assistance - CDBG	137,168	-	20,494	20,494	116,674
Total human services	<u>780,968</u>	<u>-</u>	<u>51,076</u>	<u>51,076</u>	<u>729,892</u>
Total expenditures	<u>4,284,056</u>	<u>1,641,916</u>	<u>215,602</u>	<u>1,857,518</u>	<u>2,426,538</u>
Revenues under expenditures	<u>(2,028,088)</u>	<u>(1,506,880)</u>	<u>(215,602)</u>	<u>(1,722,482)</u>	<u>305,606</u>
<b>Other Financing Sources (Uses)</b>					
Transfers from other funds	1,828,088	1,797,559	165,451	1,963,010	134,922
Transfers to other funds	-	(43,588)	-	(43,588)	(43,588)
Debt issuance	200,000	200,000	-	200,000	-
Total other financing sources (uses)	<u>2,028,088</u>	<u>1,953,971</u>	<u>165,451</u>	<u>2,119,422</u>	<u>91,334</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 447,091</u>	<u>(50,151)</u>	<u>\$ 396,940</u>	<u>\$ 396,940</u>
Fund balance, beginning of year			<u>447,091</u>		
Fund balance, end of year			<u>\$ 396,940</u>		

## HAYWOOD COUNTY, NORTH CAROLINA

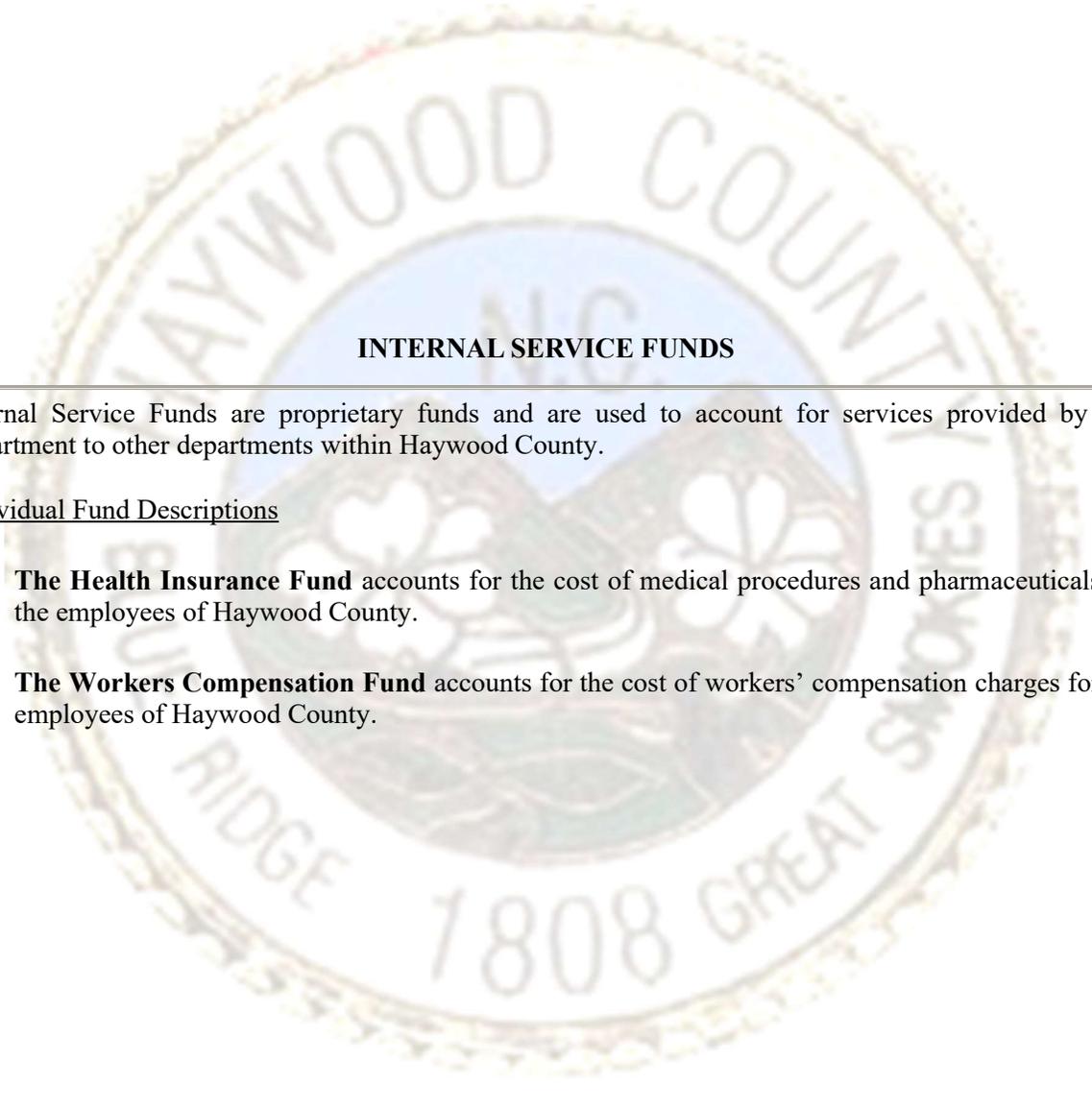
*Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*  
*Capital Project Fund - Public Schools County Projects*  
 From inception and for the year ended June 30, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>					
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>					
Education					
Professional services	750,000	750,000	-	750,000	-
Revenues under expenditures	(750,000)	(750,000)	-	(750,000)	-
<b>Other Financing Sources</b>					
Transfers from other funds	750,000	958,370	-	958,370	208,370
Net change in fund balance	<u>\$ -</u>	<u>\$ 208,370</u>	-	<u>\$ 208,370</u>	<u>\$ 208,370</u>
Fund balance, beginning of year			<u>208,370</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, 2022

	<u>Project Authorization</u>	<u>Reported In Prior Years</u>	<u>Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures</b>					
Francis Farm Landfill corrective action plan:					
Professional services:					
Architectural and engineering	480,500	475,441	-	475,441	5,059
Total	<u>480,500</u>	<u>475,441</u>	<u>-</u>	<u>475,441</u>	<u>5,059</u>
Francis Farm Landfill restrictive cover implementation plan:					
Professional services:					
Restrictive cover	5,965,582	5,141,777	208,745	5,350,522	615,060
Architectural and engineering	530,000	481,838	45,655	527,493	2,507
Total	<u>6,495,582</u>	<u>5,623,615</u>	<u>254,400</u>	<u>5,878,015</u>	<u>617,567</u>
Total expenditures	<u>6,976,082</u>	<u>6,099,056</u>	<u>254,400</u>	<u>6,353,456</u>	<u>622,626</u>
Revenues under expenditures	<u>(6,976,082)</u>	<u>(6,099,056)</u>	<u>(254,400)</u>	<u>(6,353,456)</u>	<u>622,626</u>
<b>Other Financing Sources</b>					
Transfers from other funds	<u>6,976,082</u>	<u>6,976,082</u>	<u>-</u>	<u>6,976,082</u>	<u>-</u>
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>\$ 877,026</u>	<u>(254,400)</u>	<u>\$ 622,626</u>	<u>\$ 622,626</u>
Fund balance, beginning of year			<u>877,026</u>		
Fund balance, end of year			<u>\$ 622,626</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, symbolizing agriculture. The shield is set against a background of a rising sun and 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

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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, 2022

	<b>Internal Service Fund - Health Insurance</b>	<b>Internal Service Fund - Workers' Comp</b>	<b>Total Internal Service Funds</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 3,870,284	\$ 701,648	\$ 4,571,932
Escrow deposits	183,646	10,000	193,646
Total assets	4,053,930	711,648	4,765,578
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and accrued expenses	855,355	6,420	861,775
<b>NET POSITION</b>			
Unrestricted	\$ 3,198,575	\$ 705,228	\$ 3,903,803

## HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2022

	<b>Internal Service Fund - Health Insurance</b>	<b>Internal Service Fund - Workers' Comp</b>	<b>Total Internal Service Funds</b>
<b>Operating revenues</b>			
Internal charges for services	\$ 9,419,876	\$ 566,544	\$ 9,986,420
External charges for services	929,285	-	929,285
Total revenues	<u>10,349,161</u>	<u>566,544</u>	<u>10,915,705</u>
<b>Operating expenses</b>			
Claims and administration	<u>8,440,434</u>	<u>197,382</u>	<u>8,637,816</u>
Operating income	1,908,727	369,162	2,277,889
Net position, beginning of year	<u>1,289,848</u>	<u>336,066</u>	<u>1,625,914</u>
Net position, end of year	<u>\$ 3,198,575</u>	<u>\$ 705,228</u>	<u>\$ 3,903,803</u>

## HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2022

	<b>Internal Service Fund - Health Insurance</b>	<b>Internal Service Fund - Workers' Comp</b>	<b>Total Internal Service Funds</b>
<b>Cash flows from operating activities</b>			
Receipts from third-party payers and patients	\$ 10,643,881	\$ 566,544	\$ 11,210,425
Payments to providers	<u>(8,827,483)</u>	<u>(191,980)</u>	<u>(9,019,463)</u>
Net cash provided by operating activities	<u>1,816,398</u>	<u>374,564</u>	<u>2,190,962</u>
Net increase in cash and cash equivalents	1,816,398	374,564	2,190,962
<b>Cash and cash equivalents</b>			
Beginning of year	<u>2,053,886</u>	<u>327,084</u>	<u>2,380,970</u>
End of year	<u>\$ 3,870,284</u>	<u>\$ 701,648</u>	<u>\$ 4,571,932</u>
<b>Reconciliation of operating income</b>			
<b>cash provided by operating activities:</b>			
Operating income	\$ 1,908,727	\$ 369,162	\$ 2,277,889
Changes in assets and liabilities:			
(Increase) decrease in receivables	294,720	-	294,720
Increase (decrease) in accrued expenses	<u>(387,049)</u>	<u>5,402</u>	<u>(381,647)</u>
Net cash provided by operating activities	<u>\$ 1,816,398</u>	<u>\$ 374,564</u>	<u>\$ 2,190,962</u>

## HAYWOOD COUNTY, NORTH CAROLINA

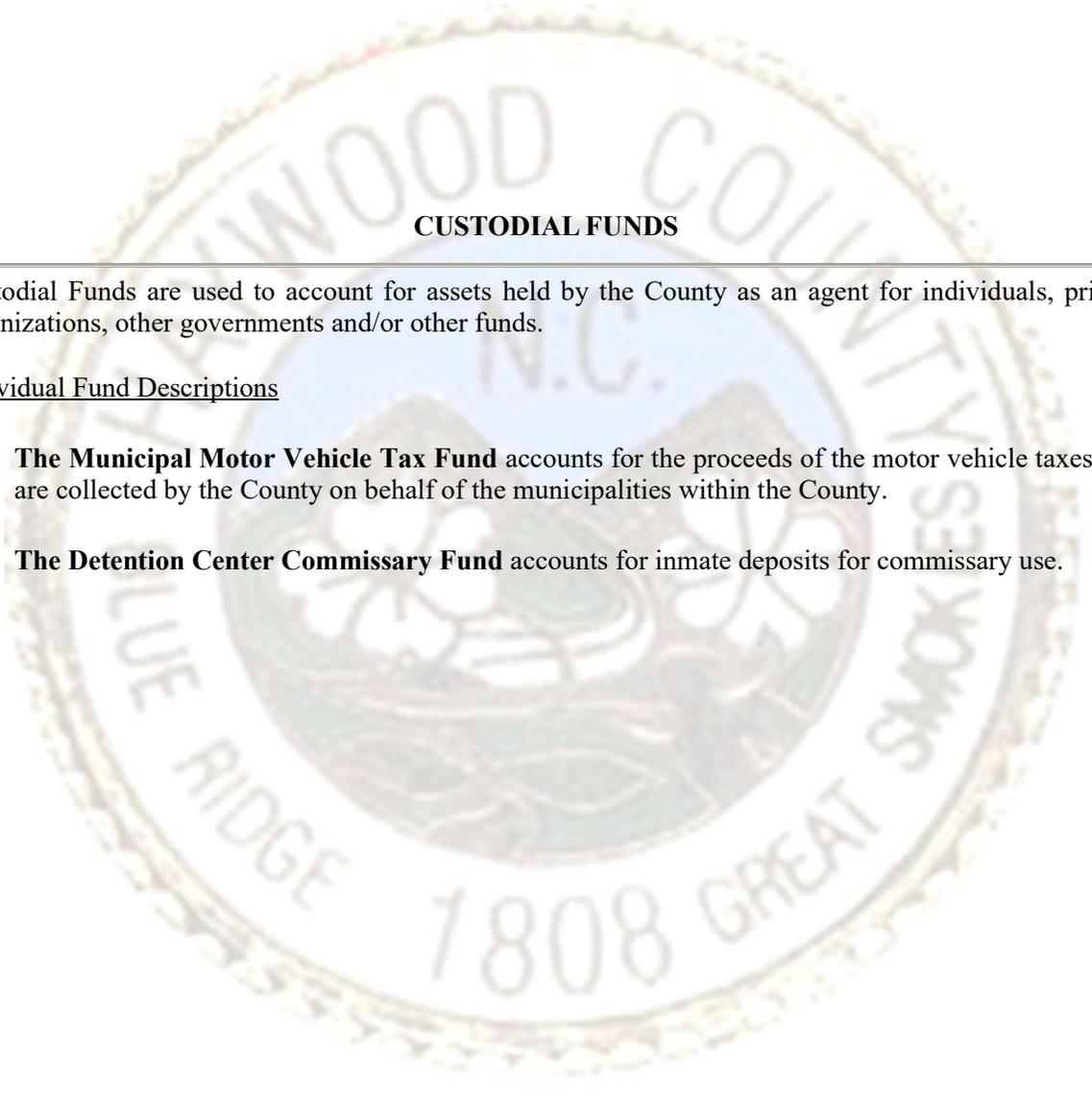
*Schedule of Revenues and Expenditures - Financial Plan and Actual (Non-GAAP)*  
*Self Insurance Fund - Health Insurance*  
 For the year ended June 30, 2022

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<b>Revenues</b>			
Internal charges for services	\$ 10,889,835	\$ 9,419,876	\$ (1,469,959)
External charges for services	<u>856,600</u>	<u>929,285</u>	<u>72,685</u>
Total revenues	<u>11,746,435</u>	<u>10,349,161</u>	<u>(1,397,274)</u>
<b>Expenditures</b>			
Claims and administration	<u>11,746,435</u>	<u>8,440,434</u>	<u>3,306,001</u>
Revenues over expenditures	<u>\$ -</u>	<u>\$ 1,908,727</u>	<u>\$ 1,908,727</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, 2022

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<b>Revenues</b>			
Internal charges for services	\$ 706,200	\$ 566,544	\$ (139,656)
<b>Expenditures</b>			
Claims and administration	706,200	197,382	508,818
Revenues over expenditures	<u>\$ -</u>	<u>\$ 369,162</u>	<u>\$ 369,162</u>

The seal of Lenoir County, North Carolina, is a circular emblem. It features a central shield with a plow and a sheaf of wheat, symbolizing agriculture. Above the shield is a mountain range. The shield is surrounded by a wreath. The outer ring of the seal contains the text "LENOIR COUNTY N.C." at the top and "1808 GREAT SMOKES AT THE RIDGE" at the bottom.

## CUSTODIAL FUNDS

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Custodial 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*  
 June 30, 2022

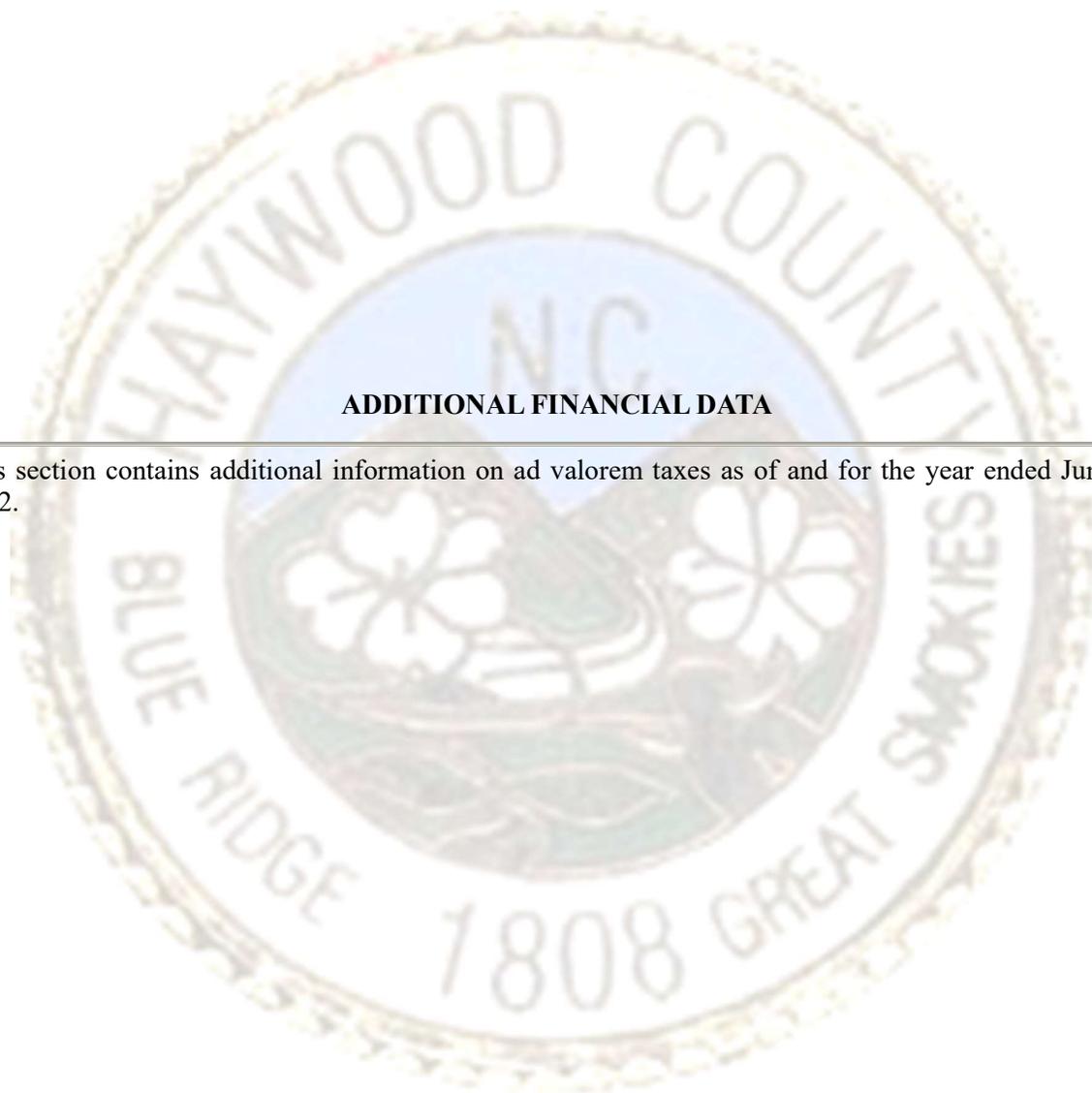
	<b>Municipal Motor Vehicle Tax Fund</b>	<b>Detention Center Commissary Fund</b>	<b>Total Custodial Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 80,729	\$ 34,471	\$ 115,200
Taxes receivable for other governments, net	-	-	-
Total assets	<u>80,729</u>	<u>34,471</u>	<u>115,200</u>
<b>Net Position</b>			
Restricted for:			
Individuals, organizations, and other governments	<u>80,729</u>	<u>34,471</u>	<u>115,200</u>
Total net position	<u>\$ 80,729</u>	<u>\$ 34,471</u>	<u>\$ 115,200</u>

## HAYWOOD COUNTY, NORTH CAROLINA

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

For the year ended June 30, 2022

	<b>Municipal Motor Vehicle Tax Fund</b>	<b>Detention Center Commissary Fund</b>	<b>Total Custodial Funds</b>
<b>Additions</b>			
Ad valorem taxes for other governments	\$ 911,783	\$ -	\$ 911,783
Collections on behalf of inmates	-	369,155	369,155
Total additions	<u>911,783</u>	<u>369,155</u>	<u>1,280,938</u>
<b>Deductions</b>			
Tax distributions to other governments	926,652	-	926,652
Payments on behalf of inmates	-	364,292	364,292
Total deductions	<u>926,652</u>	<u>364,292</u>	<u>1,290,944</u>
Net increase (decrease) in fiduciary net position	<u>(14,869)</u>	<u>4,863</u>	<u>(10,006)</u>
Net position, beginning	<u>95,598</u>	<u>29,608</u>	<u>125,206</u>
Net position, ending	<u>\$ 80,729</u>	<u>\$ 34,471</u>	<u>\$ 115,200</u>



### **ADDITIONAL FINANCIAL DATA**

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This section contains additional information on ad valorem taxes as of and for the year ended June 30, 2022.

## HAYWOOD COUNTY, NORTH CAROLINA

*Schedule of Ad Valorem Taxes Receivable*  
*General Fund*  
 June 30, 2022

<b>Fiscal Year</b>	<b>Uncollected Balance July 1, 2021</b>	<b>Additions</b>	<b>Collections and Credits</b>	<b>Uncollected Balance June 30, 2022</b>
2021-2022	\$ -	\$ 51,602,245	\$ 50,833,601	\$ 768,644
2020-2021	758,046	-	461,217	296,829
2019-2020	379,590	-	179,287	200,303
2018-2019	153,041	-	52,274	100,767
2017-2018	102,788	-	25,742	77,046
2016-2017	74,961	-	15,070	59,891
2015-2016	54,463	-	6,975	47,488
2014-2015	51,084	-	5,680	45,404
2013-2014	77,659	-	4,446	73,213
2012-2013	108,606	-	3,479	105,127
2011-2012	89,971	-	89,971	-
<b>Total</b>	<b><u>\$ 1,850,209</u></b>	<b><u>\$ 51,602,245</u></b>	<b><u>\$ 51,677,742</u></b>	<b>1,774,712</b>
Less: allowance for uncollectible accounts				<u>(590,591)</u>
Ad valorem taxes receivable, net				<u>\$ 1,184,121</u>
Reconciliation with Revenues:				
Ad valorem taxes - General Fund				<u>\$ 51,988,684</u>
Reconciling items:				
Penalties and interest				(189,090)
2011-2012 write-offs per statute of limitations				89,971
Other adjustments				<u>(211,823)</u>
Total reconciling items				<u>(310,942)</u>
Total collections and credits				<u>\$ 51,677,742</u>

## HAYWOOD COUNTY, NORTH CAROLINA

*Analysis of Current Year County-Wide Tax Levy  
General Fund  
June 30, 2022*

	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	\$ 9,690,589,159	0.5350	\$ 51,844,652	\$ 47,634,301	\$ 4,210,351
Penalties	-		(290,926)	(290,926)	-
Total	<u>9,690,589,159</u>		<u>51,553,726</u>	<u>47,343,375</u>	<u>4,210,351</u>
Discoveries:					
Current year taxes	22,363,178	0.5350	119,643	119,643	-
Prior year taxes	1,260,374	0.5350	6,743	6,743	-
Penalties	-		-	-	-
Total	<u>23,623,552</u>		<u>126,386</u>	<u>126,386</u>	<u>-</u>
Abatements	<u>(14,554,579)</u>	0.5350	<u>(77,867)</u>	<u>(77,867)</u>	<u>-</u>
Total property valuation	<u>\$ 9,699,658,132</u>				
Net levy			51,602,245	47,391,894	4,210,351
Uncollected taxes at June 30, 2022			<u>768,644</u>	<u>768,644</u>	<u>-</u>
Current Year's Taxes Collected			<u>\$ 50,833,601</u>	<u>\$ 46,623,250</u>	<u>\$ 4,210,351</u>
Current Levy Collection %			<u>98.51%</u>	<u>98.38%</u>	<u>100.00%</u>
Secondary Market Disclosures:					
Assessed Valuation					
Assessment Ratio <sup>(1)</sup>				100.00%	
Real Property				\$ 8,181,254,142	
Personal Property				1,323,466,617	
Public Service Companies <sup>(2)</sup>				<u>194,937,373</u>	
Total Assessed Valuation				9,699,658,132	
Tax Rate per \$100				<u>0.5350</u>	
Levy (includes discoveries, releases and abatements) <sup>(3)</sup>				<u>\$ 51,602,245</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				\$ 5,431,719	
Road service districts				267,281	
Sanitary district				<u>322,792</u>	
Total				<u>\$ 6,021,792</u>	

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

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

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

## STATISTICAL SECTION

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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>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenses:					
Governmental activities:					
General government	\$ 14,097,797	\$ 14,013,314	11,756,486	11,046,938	10,468,694
Public safety	31,753,128	28,414,583	26,479,436	24,977,269	23,485,794
Transportation	464,831	193,343	405,094	234,994	197,874
Environmental protection	4,814,702	4,756,584	4,596,908	3,908,838	4,340,978
Economic and physical development	7,436,022	4,339,738	3,581,751	4,033,501	3,134,473
Human services	21,855,584	31,676,839	19,876,811	18,744,911	26,775,815
Cultural and recreation	1,968,175	1,646,619	1,732,099	2,091,186	1,723,199
Non-departmental	-	-	-	1,624,250	26,310
Education	22,608,470	23,176,721	21,223,261	20,673,321	19,738,638
Interest on long-term debt	913,286	1,075,408	1,183,017	1,306,285	1,381,038
Total governmental activities expenses	<u>105,911,995</u>	<u>109,293,149</u>	<u>90,834,863</u>	<u>88,641,493</u>	<u>91,272,813</u>
Program revenues:					
Governmental activities:					
Charges for services:					
General government	479,212	372,046	104,314	112,063	441,499
Public safety	4,261,983	3,802,381	3,836,940	4,492,779	3,390,989
Environmental protection	6,330,380	6,198,635	6,379,756	6,330,675	6,229,806
Economic and physical development	241,325	231,023	223,317	21,556	216,717
Human services	764,828	599,594	573,157	601,957	595,618
Cultural and recreation	11,156	5,269	13,968	239,819	18,045
Operating grants:					
General government	229,388	81,864	53,701	56,857	328,361
Public safety	5,140,849	2,757,707	3,605,423	1,974,397	1,579,025
Transportation	149,258	-	161,356	140,256	140,815
Environmental protection	3,514,278	15,624	103,981	9,901	53,861
Economic and physical development	68,660	54,846	28,947	36,098	49,685
Human services	13,133,241	22,419,581	11,490,909	9,737,023	18,699,703
Cultural and recreation	158,237	149,425	171,633	522,637	111,929
Education	245,842	150,426	98,146	152,459	-

	2017	2016	2015	2014	2013
\$	10,884,208	10,500,731	9,202,544	\$ 7,168,720	\$ 8,748,556
	21,528,865	19,259,761	18,332,672	18,149,499	18,095,664
	234,749	191,345	197,811	246,070	233,951
	4,840,792	5,127,244	4,182,627	8,238,720	6,960,850
	3,704,804	3,484,859	3,289,410	3,369,021	3,445,307
	21,513,292	20,111,298	20,029,023	21,403,525	20,380,433
	1,700,150	1,562,935	1,685,345	1,908,029	1,751,594
	-	-	-	-	-
	20,957,395	19,118,901	19,586,667	18,860,749	18,227,121
	1,468,963	1,527,931	1,841,698	2,053,735	2,399,211
	<u>86,833,218</u>	<u>80,885,005</u>	<u>78,347,797</u>	<u>81,398,068</u>	<u>80,242,687</u>

442,819	383,017	330,727	348,880	344,358
4,096,353	2,943,283	3,274,565	3,099,254	2,855,128
6,198,836	5,980,206	3,835,700	4,933,647	5,081,817
214,844	-	-	6,190	2,025
574,203	493,716	442,379	477,466	489,236
19,069	68,325	75,188	76,465	79,324

289,800	81,913	103,006	198,494	128,791
1,581,446	1,403,896	1,298,261	1,329,654	1,752,631
140,815	124,768	133,783	155,388	-
122,556	81,345	127,502	76,488	47,296
54,674	204,030	199,304	568,557	540,447
13,445,545	12,216,916	12,966,702	12,465,469	11,974,626
107,623	118,186	164,582	253,471	192,300
-	218,884	324,705	81,610	19,082

## HAYWOOD COUNTY, NORTH CAROLINA

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Program revenues, continued:					
Governmental activities, continued:					
Capital grants:					
General government	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	73,696	142,000
Environmental protection	-	-	-	-	-
Economic development	-	-	-	-	-
Human services	103,051	-	-	-	-
Culture and recreation	-	-	-	-	-
Education	345,918	1,480,954	290,933	515,934	1,016,719
Total governmental activities program revenues	<u>35,177,606</u>	<u>38,319,375</u>	<u>27,136,481</u>	<u>25,018,107</u>	<u>25,587,196</u>
Net (expense) revenue:					
Governmental activities	(70,734,389)	(70,973,774)	(63,698,382)	(63,623,386)	(63,054,297)
General revenues and other changes in net position:					
Governmental activities:					
Taxes:					
Property taxes, levied for general purpose	57,863,449	50,708,020	49,960,069	49,163,478	48,310,192
Local option sales tax	22,313,656	20,205,669	16,770,531	15,575,217	14,526,715
Other taxes	5,303,421	4,928,730	3,256,714	3,466,499	3,363,857
Grants and contributions not restricted to specific programs	561,291	596,248	604,438	586,619	363,023
Investment earnings, unrestricted	(83,659)	29,688	847,454	1,105,910	565,268
Gain/(loss) on disposal of asset	63,501	235,980	(484,872)	-	-
Miscellaneous, unrestricted	507,820	-	14,875	38,254	384,956
Special item	279,108	91,679	1,027,500	-	1,116,200
Total governmental activities	<u>86,808,587</u>	<u>76,796,014</u>	<u>71,996,709</u>	<u>69,935,977</u>	<u>68,630,211</u>
Change in net position:					
Governmental activities	<u>\$ 16,074,198</u>	<u>\$ 5,822,240</u>	<u>\$ 8,298,327</u>	<u>\$ 6,312,591</u>	<u>\$ 5,575,914</u>

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$	-	\$ -	\$ -	\$ 3,581	\$ 1,160,350
	796,632	1,743,905	108,978	4,604	16,115
	-	-	-	34,499	18,426
	-	-	-	-	-
	-	7,514	4,666	-	-
	-	11,517	16,541	93,656	124,958
	297,770	52,119	541,858	1,078,408	458,032
	<u>32,950,455</u>	<u>29,103,638</u>	<u>24,990,528</u>	<u>24,491,152</u>	<u>25,848,914</u>
	(58,322,358)	(57,729,580)	(55,894,477)	(53,856,645)	(55,549,154)
	47,655,377	47,317,943	43,826,065	44,532,523	43,168,762
	13,870,765	13,463,292	12,746,564	11,407,418	11,193,517
	3,182,008	2,749,245	2,588,329	2,317,882	2,383,599
	247,061	367,475	308,781	339,051	306,971
	271,759	91,351	28,178	27,441	32,575
	-	-	-	-	-
	229,194	87,945	41,546	19,992	93,510
	-	-	-	7,494,062	-
	<u>65,456,164</u>	<u>64,077,251</u>	<u>59,539,463</u>	<u>66,138,369</u>	<u>57,178,934</u>
\$	<u>7,133,806</u>	<u>\$ 6,347,671</u>	<u>\$ 3,644,986</u>	<u>\$ 12,281,724</u>	<u>\$ 1,629,780</u>

**HAYWOOD COUNTY, NORTH CAROLINA**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Governmental activities:						
Net investment in capital assets	\$ 59,468,047	\$ 56,015,826	\$ 56,172,266	\$ 53,720,105	\$ 53,048,932	\$ 50,994,377
Restricted	13,023,566	9,743,280	9,247,734	8,771,754	8,374,425	7,411,377
Unrestricted (deficit)	(5,087,029)	(14,428,720)	(20,111,023)	(25,481,209)	(30,725,298)	(38,079,865)
 Total governmental activities net position	 <u>\$ 67,404,584</u>	 <u>\$ 51,330,386</u>	 <u>\$ 45,308,977</u>	 <u>\$ 37,010,650</u>	 <u>\$ 30,698,059</u>	 <u>\$ 20,325,889</u>

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

**HAYWOOD COUNTY, NORTH CAROLINA**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Fund:							
Non-spendable	\$ 195,969	\$ 123,142	\$ 152,654	\$ 142,327	\$ 92,436	\$ 161,352	\$ 138,605
Restricted	17,175,745	12,783,272	11,458,169	9,689,553	9,049,606	7,091,150	5,783,036
Committed	6,264,312	4,596,158	2,851,371	2,497,407	2,142,940	1,808,468	1,585,844
Assigned	5,695,639	6,316,878	6,947,220	4,218,953	1,872,240	2,575,117	836,530
Unassigned	15,542,997	24,929,342	19,436,177	21,550,392	22,553,852	19,170,987	17,274,398
Total General Fund	<u>44,874,662</u>	<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	15,025,018	5,880,909	1,700,503	1,225,811	996,685	3,556,319	6,356,189
Committed	15,674,391	11,336,703	14,152,492	12,631,157	9,504,659	6,166,390	4,126,299
Total all other governmental funds	<u>30,699,409</u>	<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>\$ 75,574,071</u>	<u>\$ 65,966,404</u>	<u>\$ 56,698,586</u>	<u>\$ 51,955,600</u>	<u>\$ 46,212,418</u>	<u>\$ 40,529,783</u>	<u>\$ 36,100,901</u>

<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 115,987	\$ 115,978	\$ 92,536
5,729,220	6,158,624	5,126,446
1,655,228	1,355,234	1,173,116
39,479	236,685	321,667
<u>15,136,954</u>	<u>10,783,822</u>	<u>9,363,649</u>
<u>22,676,868</u>	<u>18,650,343</u>	<u>16,077,414</u>
1,000	2,000	-
1,587,625	3,068,955	1,791,476
<u>2,015,942</u>	<u>4,077,902</u>	<u>3,801,781</u>
<u>3,604,567</u>	<u>7,148,857</u>	<u>5,593,257</u>
<u>\$ 26,281,435</u>	<u>\$ 25,799,200</u>	<u>\$ 21,670,671</u>

## HAYWOOD COUNTY, NORTH CAROLINA

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

	2022	2021	2020	2019	2018	2017
<b>Revenues:</b>						
Ad valorem taxes	\$ 57,860,540	\$ 51,041,196	\$ 49,785,142	\$ 49,259,471	\$ 48,452,792	\$ 47,693,075
Local option sales taxes	22,313,656	20,205,669	16,770,531	15,575,217	14,526,715	13,870,765
Other taxes and licenses	5,345,754	4,984,642	3,393,479	3,482,384	3,352,008	3,182,008
Unrestricted intergovernmental	568,936	600,686	608,735	590,778	581,112	457,670
Restricted intergovernmental	22,616,663	26,651,027	15,321,996	12,370,642	21,980,100	16,641,159
Permits and fees	6,716,966	6,600,016	6,663,975	6,536,776	6,531,544	6,494,959
Sales and services	5,371,919	4,608,930	4,457,149	5,230,504	4,361,131	5,051,166
Investment earnings	(83,659)	29,688	847,454	1,105,910	565,268	271,759
Miscellaneous	979,878	459,400	693,361	880,188	511,218	424,895
Total revenues	<u>121,690,653</u>	<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>
<b>Expenditures:</b>						
Current:						
General government	8,193,588	7,746,082	7,096,462	6,269,988	6,083,237	5,656,570
Central services	4,465,810	4,436,602	4,033,086	3,836,108	3,430,257	3,786,008
Public safety	29,790,617	25,291,060	23,556,942	21,650,565	20,522,150	19,511,654
Transportation	478,396	194,774	408,395	232,979	198,385	234,749
Environmental protection	4,507,645	4,034,230	4,059,354	3,893,515	3,694,821	3,969,180
Economic and physical development	7,545,384	4,256,201	3,432,305	3,212,313	2,995,753	3,102,851
Human services	21,374,671	30,003,638	18,274,725	17,307,906	25,356,506	20,098,060
Culture and recreation	1,863,640	1,474,139	1,544,564	1,637,669	1,572,060	1,544,563
Non-departmental	-	-	-	1,624,250	26,310	-
Intergovernmental:						
Education	25,857,814	23,176,721	21,223,261	20,673,321	19,738,638	20,957,395
Capital outlay	2,115,834	7,377,799	4,377,425	3,026,273	4,231,073	6,426,926
Debt service:						
Principal	5,612,163	8,046,726	4,584,869	4,685,232	9,546,165	6,292,431
Interest and other charges	875,729	1,021,933	1,229,654	1,276,823	1,349,634	1,443,730
Total expenditures	<u>112,681,291</u>	<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>9,009,362</u>	<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>

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

## HAYWOOD COUNTY, NORTH CAROLINA

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Other financing sources (uses):</b>						
Transfers from other funds	\$ 11,388,132	\$ 125,000	\$ -	\$ 1,245,629	\$ 365,174	\$ 1,869,050
Transfers to other funds	(11,388,132)	(125,000)	-	(1,245,629)	(365,174)	(1,869,050)
Notes payable issued	503,042	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	95,263	239,119	20,206	38,254	15,735	15,544
Total other financing sources and uses	<u>598,305</u>	<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	9,607,667	9,068,649	4,742,986	5,743,182	5,682,634	4,428,883
Fund balances-beginning	<u>65,966,404</u>	<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>\$ 75,574,071</u>	<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	5.87%	8.27%	6.50%	6.97%	11.48%	8.93%

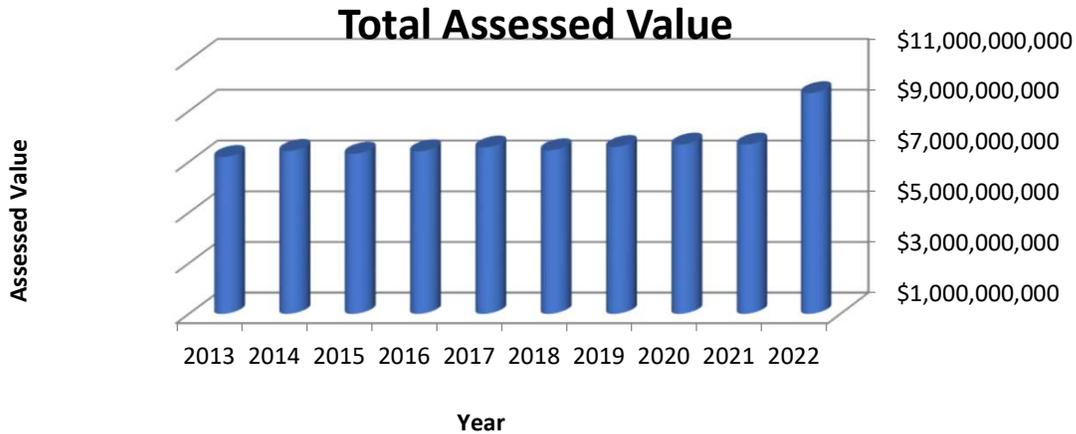
Capital outlay expenditures have been segregated here in order to calculate the percentage of non-capital expenditures.

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

## 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)
2022	\$ 8,181,254,142	\$ 1,323,466,617	\$ 194,937,373	\$ 9,699,658,132	0.5350
2021	6,304,208,536	1,175,674,868	197,324,800	7,677,208,204	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



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

	2022	2021	2020	2019	2018
Haywood County	0.5350	0.5850	0.5850	0.5850	0.5850
<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	0.4500
Town of Maggie	0.4000	0.4300	0.4300	0.4300	0.4300
Town of Waynesville	0.4392	0.4957	0.4957	0.4957	0.4957
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	0.085
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	0.200	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

2017	2016	2015	2014	2013
0.5661	0.5661	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	0.3900
0.4857	0.4382	0.4382	0.4082	0.4082
0.2000	0.2000	0.2000	0.2000	0.2000
0.100	0.100	0.100	0.100	0.100
0.070	0.060	0.060	0.060	0.065
0.075	0.075	0.075	0.075	0.075
0.075	0.075	0.070	0.070	0.070
0.075	0.075	0.065	0.065	0.065
0.100	0.100	0.095	0.095	0.095
0.000	0.000	0.000	0.000	0.000
0.050	0.050	0.040	0.040	0.040
0.060	0.060	0.060	0.060	0.060
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	0.060	0.060	**	**
0.100	0.100	***	***	***
0.060	0.060	***	***	***
0.060	****	****	****	****
0.060	****	****	****	****
0.060	****	****	****	****
0.060	****	****	****	****
0.060	****	****	****	****
0.060	0.060	0.060	0.060	0.060
0.200	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	0.100
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
0.100	0.080	0.110	0.110	0.110
0.150	0.150	0.150	0.150	0.150
0.120	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
Paccar INC	Manufacturing
Carolina Log Homes Inc	Land Developers
AT&T (Bell South)	Utility
Maggie Valley Resort	Country Club
Totals	

Source: Haywood County Tax Assessor

2022			2013		
Valuation	Rank	% of Valuation	Valuation	Rank	% of Valuation
\$ 242,979,416	1	2.51%	\$ 170,836,922	1	2.38%
106,025,583	2	1.09%	89,890,842	2	1.25%
62,927,668	3	0.65%			0.00%
53,312,747	4	0.55%	74,428,018	3	1.04%
43,004,772	5	0.44%	20,389,402	5	0.28%
		0.00%	16,417,379	7	0.23%
20,714,223	7	0.21%			0.00%
17,101,202	8	0.18%			0.00%
32,758,926	6	0.34%			0.00%
14,509,400	10	0.15%			0.00%
14,909,400	9	0.15%			0.00%
-		0.00%	16,390,865	8	0.00%
-		0.00%	16,682,070	6	0.23%
-		0.00%	29,817,572	4	0.41%
-		0.00%	14,147,583	10	0.20%
<u>\$ 608,243,337</u>		<u>6.27%</u>	<u>\$ 449,000,653</u>		<u>6.02%</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>
2022	\$ 51,602,245	\$ 50,833,601	98.51%
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%

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		
\$ -	\$ 50,833,601	98.51%	\$ 768,644	1.49%
461,217	45,180,034	97.61%	296,829	0.65%
872,136	44,763,804	97.61%	200,303	0.45%
802,752	44,320,722	99.34%	100,767	0.23%
1,054,415	43,645,474	99.65%	77,046	0.18%
1,027,409	42,842,831	99.78%	59,891	0.14%
1,100,649	42,093,796	99.85%	47,488	0.11%
932,114	39,674,623	99.86%	45,404	0.11%
1,196,866	40,246,176	99.80%	73,213	0.18%
1,421,773	38,963,582	99.72%	105,127	0.27%

## HAYWOOD COUNTY, NORTH CAROLINA

### Property Value and Construction Last Ten Fiscal Years

Fiscal Year Ended June 30,	Commercial Construction <sup>(1)</sup>		Residential Construction <sup>(1, 2)</sup>		Property Value <sup>(3)</sup>	
	Number of Units	Value	Number of Units	Value	Commercial	Residential
2022	97	\$ 21,540,746	709	\$ 111,289,643	\$ 1,305,089,600	\$ 8,640,649,500
2021	93	17,619,198	615	57,289,737	1,225,013,380	6,778,472,780
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

Source:

<sup>(1)</sup>Haywood County Inspection Department

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

<sup>(3)</sup>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 <sup>(3)</sup>	General Obligation Bonds <sup>(3)</sup>	COPS <sup>(3)</sup>	Installment Loans <sup>(3) (4)</sup>	Total Primary Government
2022	\$ 9,699,658,132	\$ 7,974,000	\$ -	\$ 26,443,832	\$ 34,417,832
2021	7,677,208,204	9,982,000	-	29,841,961	37,162,506
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

**Sources:**

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

<sup>(2)</sup>Bureau of Economic Analysis-reflects revised numbers 2015-2018

<sup>(3)</sup>Haywood County CAFRs

<sup>(4)</sup>Installment loans shown as notes payable

\* Information not yet available

<b>Net Debt to Assessed Value</b>	<b>Population<sup>(1)</sup></b>	<b>Personal Income<sup>(2)</sup> (thousands)</b>	<b>Percentage of Personal Income</b>	<b>Net Debt Per Capita</b>
0.35%	62,699	*	*	\$ 549
0.48%	63,813	*	*	582
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

## HAYWOOD COUNTY, NORTH CAROLINA

### Ratio of Outstanding General Obligation Debt Last Ten Fiscal Years

Fiscal Year Ended June 30,	Assessed Value <sup>(2)</sup>	Net General Obligation Bonded Debt	Net General Obligation Bonded Debt to Assessed Value	Population <sup>(1)</sup>	Net General Obligation Bonded Debt Per Capita
2022	\$ 9,699,658,132	\$ 7,974,000	0.08%	62,699	\$ 127
2021	7,677,208,204	9,982,000	0.16%	63,813	189
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

**Sources:**

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

<sup>(2)</sup>Haywood County CAFRs

## HAYWOOD COUNTY, NORTH CAROLINA

### Legal Debt Margin Information Last Ten Fiscal Years

Legal debt margin:	
Assessed value	\$ 9,699,658,132
Debt limit	8.00%
	775,972,651
Gross debt:	
General obligation bonds	7,974,000
Notes payable	26,443,832
Total amount of debt applicable to debt limit	34,417,832
Legal debt margin	\$ 741,554,819

	2022	2021	2020	2019	2018
Debt limit	\$ 775,972,651	\$ 614,176,656	\$ 614,176,656	\$ 606,502,360	\$ 596,936,897
Total net debt applicable to limit	34,417,832	37,162,506	37,162,506	41,745,376	46,476,167
Legal debt margin	\$ 741,554,819	\$ 577,014,150	\$ 577,014,150	\$ 564,756,984	\$ 550,460,730
Total net debt applicable to the limit as a percentage of debt limit	4.44%	6.05%	6.05%	6.89%	7.79%

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 604,868,666	\$ 592,973,241	\$ 585,292,222	\$ 594,210,205	\$ 575,191,539
52,477,589	55,425,275	55,398,517	61,447,900	65,465,113
<u>\$ 552,391,077</u>	<u>\$ 537,547,966</u>	<u>\$ 529,893,705</u>	<u>\$ 532,762,305</u>	<u>\$ 509,726,426</u>
8.68%	9.35%	9.47%	10.34%	11.38%

# HAYWOOD COUNTY, NORTH CAROLINA

## Computation of Direct and Overlapping Debt Governmental Activities

June 30, 2022

	<b>Municipalities</b>		
	<b>Governmental</b>	<b>Estimated</b>	
	<b>Debt</b>	<b>Percentage</b>	
	<b>Outstanding <sup>(1)</sup></b>	<b>Applicable</b>	
	<u>                    </u>	<u>                    </u>	
Municipalities:			
Town of Canton	\$ 1,011,807	100%	\$ 1,011,807
Town of Clyde	264,756	100%	264,756
Town of Maggie Valley	977,762	100%	977,762
Town of Waynesville	5,263,095	100%	<u>5,263,095</u>
Total overlapping debt			7,517,420
Haywood County direct debt			<u>34,417,832</u>
Total direct and overlapping debt			<u><u>\$ 41,935,252</u></u>

**Note:**

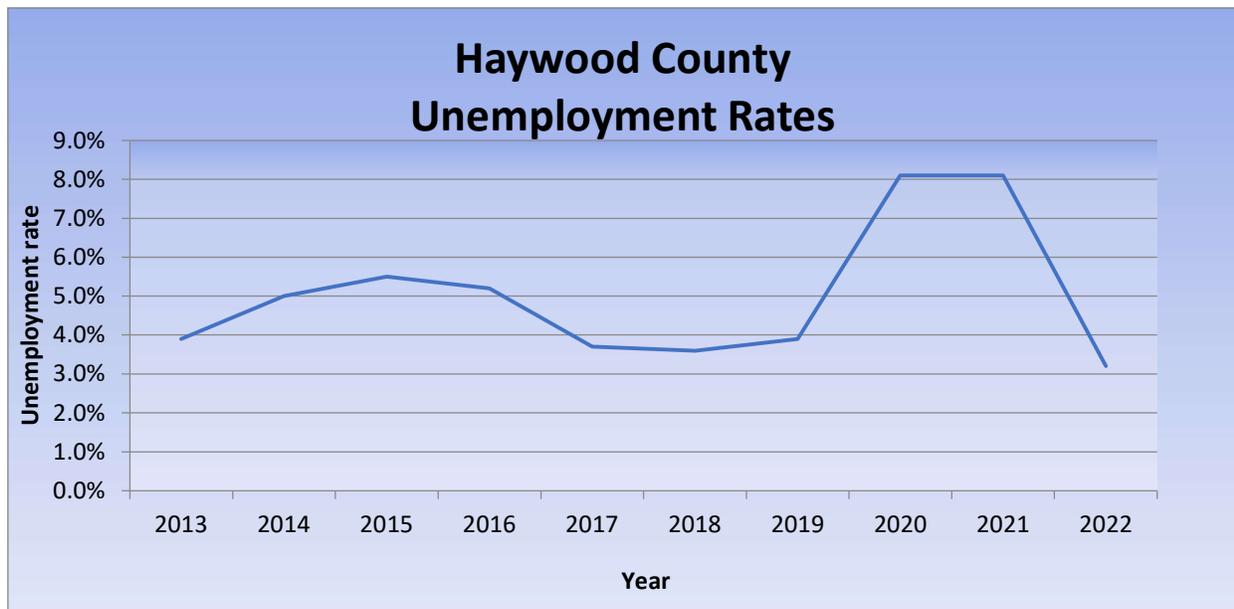
Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the citizens and businesses of the County. This process recognizes that, when 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.

<sup>(1)</sup> Municipalities' information provided by the individual municipalities within Haywood County.

# HAYWOOD COUNTY, NORTH CAROLINA

## Demographic Statistics Last Ten Calendar Years

Year	Population <sup>(1)</sup>	Per Capita Income <sup>(2)</sup>	School Enrollment <sup>(3)(4)</sup>	Unemployment Rate <sup>(5)</sup>
2022	62,699	*	7,124	3.2%
2021	63,813	*	7,009	4.4%
2020	63,813	*	7,009	8.1%
2019	63,455	30,336	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%



Sources:

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

<sup>(2)</sup>Bureau of Economic Analysis-reflects revised numbers 2015-2018

<sup>(3)</sup>Haywood County Board of Education 2008 - 2010

<sup>(4)</sup>Department of Public Instruction - Student Enrollment is ADM starting 2011

<sup>(5)</sup>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

Employer	2022			2013		
	Number of Employees <sup>(1)</sup>		% of Total County Employment <sup>(2)</sup>	Number of Employees <sup>(1)</sup>		% of Total County Employment <sup>(2)</sup>
Haywood County Consolidated Schools	1,581	1	5.49%	1,367	1	4.76%
Blue Ridge Paper Products, Inc. (Evergreen Packaging)	1,504	2	5.22%	1,200	2	4.26%
Haywood Regional Medical Center-A Duke LifePoint Hospital	827	3	2.87%	927	3	3.86%
Haywood County Government	600	4	2.08%	546	4	2.10%
Ingles Markets, Inc.	508	5	1.76%	543	5	1.71%
Consolidated Metco Inc.	553	6	1.92%	299	9	1.13%
Haywood Vocational Opportunities, Inc.	307	7	1.07%	400	6	1.32%
Wal-Mart Stores, Inc.	312	8	1.08%	358	7	1.41%
Haywood Community College	368	9	1.28%	317	8	1.54%
Town of Waynesville	252	10	0.88%			
Lowe's Home Center, Inc				232	10	0.92%
Totals	6,812		23.66%	6,189		23.01%

Sources:

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

<sup>(2)</sup>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>2022</u>	<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</u>
Number of employees:										
General government	64.00	58.83	58.83	57.68	54.18	52.80	50.30	49.66	49.57	49.07
Central services	35.00	36.00	36.00	35.00	33.00	33.15	30.15	30.15	29.00	28.05
Public safety	205.00	200.00	200.00	193.75	187.00	183.85	182.85	177.85	171.00	167.35
Environmental protection	31.00	2.15	2.15	2.15	2.15	4.15	4.40	18.50	18.50	18.50
Economic and physical development	2.00	11.50	11.50	11.50	10.50	10.25	8.00	7.50	9.50	9.50
Human services	175.00	205.95	205.95	201.95	200.95	198.45	204.25	205.29	204.50	205.50
Culture and recreation	18.00	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>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>

Source:

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

## HAYWOOD COUNTY, NORTH CAROLINA

### Operating Indicators By Function/Program Last Ten Fiscal Years

Function/Program	2022	2021	2020	2019
<u>General Government</u>				
Elections:				
Number of registered voters	45,562	43,574	43,574	42,324
Register of Deeds:				
Deeds and real estate documents indexed	11,494	12,599	12,599	11,491
<u>Public Safety</u>				
Building Inspections:				
Residential permits issued	709	615	615	551
Mobile home permits issued (9)	105	30	30	84
Commercial permits issued	97	93	93	66
Fire Control:				
Inspections performed	1310	559	559	896
Fire marshal and assistants	3	3	3	3
Detention:				
Booked inmates	3247	3673	3673	4129
Average daily jail population	127	118	118	122
Sheriff:				
Hand gun permits processed (1)	2,304	n/a	n/a	1050
EMS:				
Billable transports	8997	8925	8925	9018
EOC/Dispatching: (2)				
Number of emergency calls dispatched	97,952	53,569	53,569	99,082
Number of fire related calls dispatched	13,420	8,403	8,403	11,978
Animal Services:				
Number of calls serviced (1)	3091	n/a	n/a	3044
Number of animals received (1)	1645	n/a	n/a	2030
Number of adoptions (1)	1203	n/a	n/a	1509

2018	2017	2016	2015	2014	2013
44,691	43,247	42,847	40,974	42,152	41,717
9,282	12,251	10,822	12,251	10,247	12,323
513	464	432	464	396	389
81	81	73	81	58	58
84	70	60	70	60	64
746	776	870	776	1024	866
3	3	3	3	3	3
3580	3428	3493	3428	3252	3177
111	119	109	119	112	105
1934	1200	2147	1200	1066	1501
8381	7343	7389	7343	6858	7256
89,046	83,424	79,378	83,424	51,751	46,510
11,012	10,326	9,438	10,326	5,650	2,634
n/a	2583	2360	2583	1985	2266
1912	1908	2099	1908	2628	2707
953	1746	1517	1746	1108	969

HAYWOOD COUNTY, NORTH CAROLINA

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

<u>Function/Program</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<u>Environmental Protection</u>				
Solid Waste:				
Tons of solid waste buried (3)	167,157.50	159,796.93	159,796.93	142,978.58
Tons of yard waste processed	437.73	560.17	560.17	704.78
Tons of recyclables sent out	6,116.58	5,569.72	5,569.72	5,747.11
<u>Economic and Physical Development</u>				
Planning:				
Number of major subdivision plan reviews	9	1	1	5
Economic Development:				
Tourism revenues (1) (7)	n/a	n/a	n/a	\$204,260,000
Taxable sales (8)	n/a	n/a	n/a	\$822,146,902
<u>Human Services</u>				
Health Department:				
Number of health clients served	22,403	19,767	19,767	18,141
Number of food service inspections	1,188	593	593	858
Social Services:				
Average # of food stamp recipients per month (1)	9374	n/a	n/a	7391
Child support collections (1)	\$3,241,809	n/a	n/a	\$3,212,136
Total number of unduplicated children subject to child protection services (CPS) assessments (1)	1054	n/a	n/a	1029
Total number of unduplicated children in foster care (1)	\$167	n/a	n/a	140
<u>Culture and Recreation</u>				
Library:				
Library patrons	31,217	43,255	43,255	45,948
Items of library materials cataloged	5,853	132,267	132,267	141,164
Recreation:				
Park recreation program participants	20800	4458	4458	4953

2018	2017	2016	2015	2014	2013
160,885.19	160,471.42	160,499.58	160,565.57	57,331.00	42,859.40
461.01	1,054.80	557.17	454.75	241.98	191.41
5,724.24	6,185.44	6,259.20	6,686.45	5,948.76	5,757.56
5	14	4	4	2	3
\$189,940,000	\$182,270,000	\$178,600,000	\$164,560,000	\$161,590,000	\$155,380,000
\$728,626,526	\$707,655,991	\$668,797,027	\$631,113,234	\$565,672,010	\$560,682,306
13,004	10,488	8,859	9,232	9,449	10,922
769	626	520	667	785	810
7734	8403	9,217	10,342	10,687	10,256
\$3,619,769	\$3,598,134	\$3,554,893	\$3,608,626	\$3,553,448	\$3,721,830
1264	1159	481	476	496	517
159	198	138	140	150	154
44,809	42,520	40,806	35,334	36,621	34,232
147,687	149,497	146,164	149,615	146,621	143,401
2024	1448	1176	1112	1263	1552

## HAYWOOD COUNTY, NORTH CAROLINA

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

Function/Program	2022	2021	2020	2019
<u>Education</u>				
Public Schools:				
County appropriations per pupil-Final ADM (Average Daily Membership) (5)	\$2,659	\$2,210	\$2,210	\$2,151
Number of teachers (4)	489	516	516	498
Student enrollment (4) (5)	6,462	7,009	7,009	7,026
County appropriations for current operating per student - State ranking (5)	28	n/a	n/a	31
Community College: (6)				
Number of courses offered	620	758	758	811
Curriculum student enrollment	1,799	2,137	2,137	2,098
Curriculum full-time-equivalents (FTE) (fall and spring terms only)	985.10	1,221.00	1,221.00	1,212.30
Continuing Ed student enrollment (1)	2,712	n/a	n/a	5,862
Continuing Ed FTE (spring, summer, fall terms) (1)	310	n/a	n/a	354.0

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

2018	2017	2016	2015	2014	2013
\$2,062	\$2,013	\$1,996	\$1,977	\$1,939	\$1,896
484	521	535	522	537	533
7,120	7,083	7,134	7,134	7,421	7,459
29	29	26	26	23	25
864	938	1,011	1,142	1,231	1,166
2,220	2,416	2,372	6,217	2,210	3,099
1,261.50	1,317.00	1,369.00	1,531.60	1,693.40	1,756.00
3,408	3,677	3,970	3,563	4,391	5,161
295.4	232.7	241.1	259.1	306.30	343.00

## HAYWOOD COUNTY, NORTH CAROLINA

### Capital Assets Statistics By Function/Program Last Ten Fiscal Years

<u>Function/Program</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>General Government</u>					
Elections:					
Number of voting machines:					
Express Vote	72	72	72	187	187
Optical Scan voting	36	36	36	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	93	72	72	70	69
<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>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
187	187	187	187	187
3	3	3	3	3
150	150	137	137	137
1	1	1	1	1
70	65	64	64	59
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>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Education</u>					
Public Schools: <sup>(1)</sup>					
Number of schools	16	16	16	16	16
Community College: <sup>(2)</sup>					
Number of colleges	1	1	1	1	1
<u>Hospitals</u> <sup>(3)</sup>					
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

<sup>(1)</sup>Source: Haywood County Board of Education

<sup>(2)</sup>Source: Haywood Community College

<sup>(3)</sup>Source: Haywood Regional Medical Center

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
16	16	16	16	16
1	1	1	1	1
1	1	1	1	1