

HYDE COUNTY, NORTH CAROLINA
FINANCIAL STATEMENTS
June 30, 2021

HYDE COUNTY, NORTH CAROLINA
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June 30, 2021

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FINANCIAL SECTION



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INDEPENDENT AUDITORS' REPORT

To the Board of County Commissioners
Hyde County, North Carolina

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Hyde County ABC Board, which represents 54.78 percent, 44.53 percent, and 65.98 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Hyde County ABC Board is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Ocracoke Township Tourism Development Authority and Hyde County ABC Board were not audited in accordance with *Governmental Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information Hyde County, North Carolina as of June 30, 2021, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Hyde County, North Carolina. The combining and individual fund statements, budgetary schedules, other schedules as well as the accompanying Schedule of Expenditures of Federal and State Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purpose of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, budgetary schedules, other schedules and the Schedule of Expenditures of Federal and State Awards 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 by us. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund financial statements, budgetary schedules, other schedules, and the Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2022 on our consideration of Hyde County 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 Hyde County's internal control over financial reporting and compliance.

Thompson, Price, Scott, Adams & Co., P.A.

Thompson, Price, Scott, Adams & Co., P.A.

Whiteville, NC

October 13, 2022

Hyde County, North Carolina
Management's Discussion and Analysis
For the Year Ended June 30, 2021

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

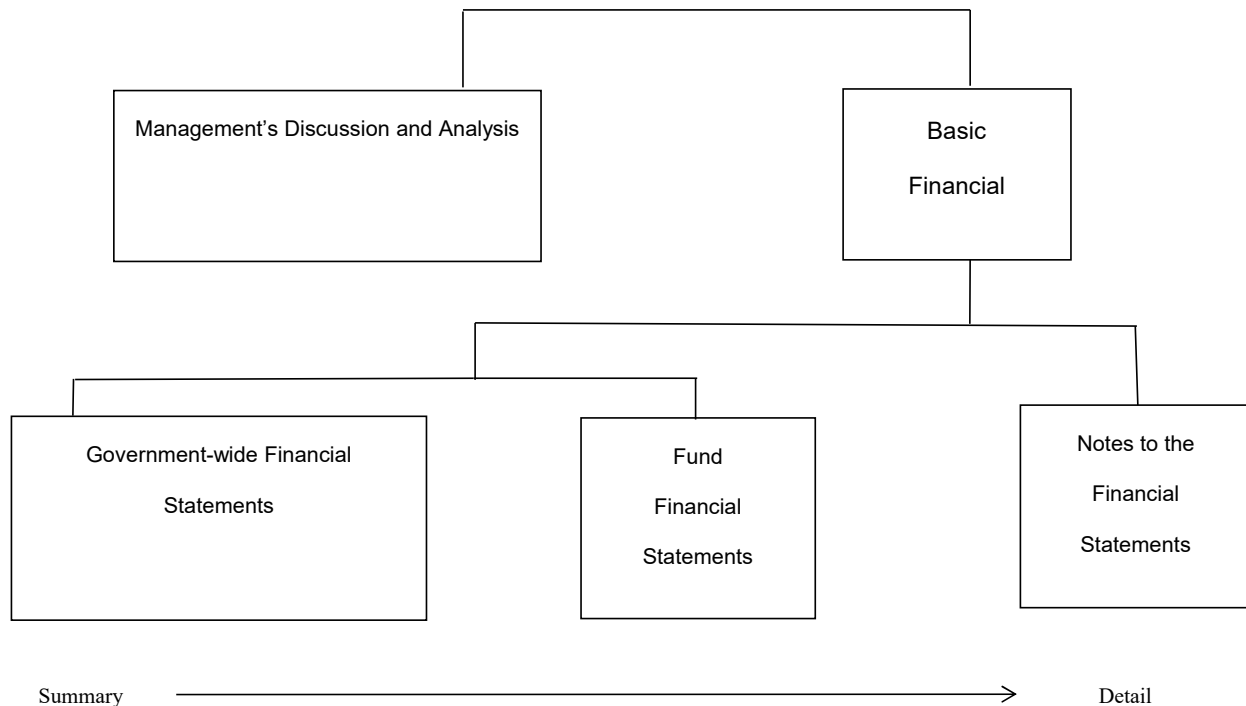
Financial Highlights

- The assets and deferred outflows of resources of Hyde County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$36,181,559 (Net Position).
- The government's total net position increased by \$1,421,092 due to an increase in net position of the governmental activities offset by a decrease of the business-type activities. The County implemented GASB Statement No. 84, *Fiduciary Activities*, which created three new special revenue funds that were once treated as agency funds.
- As of the close of the current fiscal year, Hyde County's governmental funds reported combined ending fund balances of \$13,235,181, an increase of \$2,588,312. Approximately 10.34 percent of this total amount, or \$1,368,082 is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$3,351,021, or 22.07 percent of total general fund expenditures for the fiscal year.

Overview of the Financial Statements

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

Required Components of Annual Financial Report
Figure 1



Hyde County, North Carolina

Management's Discussion and Analysis

For the Year Ended June 30, 2021

Basic Financial Statements

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

The next statements (Exhibits 3 through 9) 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 statement.

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

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 of resources and the total liabilities and deferred inflows of resources. Measuring net position is one way to gage the County's financial condition.

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the County's basic services such as public safety, human services, and general administration. Property taxes and state and federal grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water and sewer services offered by Hyde County.

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. Hyde 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 Hyde County can be divided into two categories: governmental funds and proprietary funds.

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

Hyde 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.

Hyde County, North Carolina

Management's Discussion and Analysis

For the Year Ended June 30, 2021

Proprietary Funds – Hyde County has one kind of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Hyde County uses enterprise funds to account for its water and sewer activity. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements start after Exhibit 8.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Hyde County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found beginning at Exhibit A-1, directly after the notes.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$36,181,559 as of June 30, 2021. The County's net position increased by \$1,421,092 for the fiscal year ended June 30, 2021. One of the largest portions, 76.14%, reflects the County's net investment in capital assets (e.g. land, buildings, machinery, and equipment). Hyde County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Hyde 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 Hyde County's net position, \$11,441,180 represents resources that are subject to external restrictions on how they may be used. The unrestricted fund balance is a deficit of \$2,809,531.

Government-wide Financial Analysis
Hyde County's Net Position
Figure 2

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 15,899,816	\$ 11,732,244	\$ 1,006,087	\$ 1,007,972	\$ 16,905,903	\$ 12,740,216
Capital assets	22,648,024	22,425,070	9,458,027	9,824,203	32,106,051	32,249,273
Total assets	38,547,840	34,157,314	10,464,114	10,832,175	49,011,954	44,989,489
Total deferred outflows of resources	1,432,983	1,079,217	160,559	126,765	1,593,542	1,205,982
Long-term liabilities outstanding	9,091,315	8,607,297	2,621,850	2,675,140	11,713,165	11,282,437
Other liabilities	2,138,059	1,901,298	246,922	224,032	2,384,981	2,125,330
Total liabilities	11,229,374	10,508,595	2,868,772	2,899,172	14,098,146	13,407,767
Total deferred inflows of resources	292,496	400,569	33,295	40,634	325,791	441,203
Net position:						
Net investment in capital assets	20,276,291	19,951,430	7,273,619	7,491,440	27,549,910	27,442,870
Restricted	11,374,119	3,902,262	67,061	67,061	11,441,180	3,969,323
Unrestricted	(3,191,457)	473,675	381,926	460,633	(2,809,531)	934,308
Total net position	\$ 28,458,953	\$ 24,327,367	\$ 7,722,606	\$ 8,019,134	\$ 36,181,559	\$ 32,346,501

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

- The County's property taxes collection percentage of 96.59% is lower than the State-wide average of 98.83%, but it is comparable to other tier 1 counties.

Hyde County, North Carolina
Management's Discussion and Analysis
For the Year Ended June 30, 2021

Hyde County Changes in Net Position
Figure 3

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 1,323,708	\$ 567,185	\$ 1,631,599	\$ 1,622,153	\$ 2,955,307	\$ 2,189,338
Operating grants and contributions	8,047,417	6,804,350	-	-	8,047,417	6,804,350
Capital grants and contributions	273,397	-	-	-	273,397	-
General revenues:						
Property taxes	7,625,028	7,911,656	-	-	7,625,028	7,911,656
Other taxes	2,709,101	2,147,584	-	-	2,709,101	2,147,584
Investment Earnings	41,873	92,498	2,573	11,983	44,446	104,481
Other	(27,290)	210,718	-	-	(27,290)	210,718
Total revenues	19,993,234	17,733,991	1,634,172	1,634,136	21,627,406	19,368,127
Expenses:						
General government	2,510,305	2,485,988	-	-	2,510,305	2,485,988
Public safety	4,310,080	3,870,469	-	-	4,310,080	3,870,469
Transportation	256,721	104,274	-	-	256,721	104,274
Economic and physical development	3,817,348	6,062,906	-	-	3,817,348	6,062,906
Human services	3,168,290	3,241,757	-	-	3,168,290	3,241,757
Cultural and recreation	188,203	111,132	-	-	188,203	111,132
Environmental Protection	1,758,260	1,823,484	-	-	1,758,260	1,823,484
Education	2,144,817	2,112,827	-	-	2,144,817	2,112,827
Interest on long-term debt	121,590	125,202	-	-	121,590	125,202
Water and sewer	-	-	1,930,700	2,053,326	1,930,700	2,053,326
Transfers	-	-	-	-	-	-
Total expenses	18,275,614	19,938,039	1,930,700	2,053,326	20,206,314	21,991,365
Increase (decrease) in net position	1,717,620	(2,204,048)	(296,528)	(419,190)	1,421,092	(2,623,238)
Net position, beginning	24,327,367	26,531,415	8,019,134	8,438,324	32,346,501	34,969,739
Restatements and Prior Period Adjustment	2,413,966	-	-	-	2,413,966	-
Net position, beginning, restated	26,741,333	26,531,415	8,019,134	8,438,324	34,760,467	34,969,739
Net position, ending	\$ 28,458,953	\$ 24,327,367	\$ 7,722,606	\$ 8,019,134	\$ 36,181,559	\$ 32,346,501

Governmental activities. Governmental activities increased the County's net position by \$1,717,620. Key elements of this increase are substantial increases in grant revenues in the Economic and Physical Development and Environmental Protection functions relating to hurricane repairs.

Business-type activities. Business-type activities decreased the County's net position by \$296,528. Key elements of this decrease are expenditures continue to exceed water revenues.

Financial Analysis of the County's Funds

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

Governmental Funds. The focus of Hyde County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Hyde County's financing requirements. Specifically, fund balance available for appropriation can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the chief operating fund of Hyde County. At the end of the current fiscal year, Hyde County's fund balance available in the General Fund was \$3,761,126 while total fund balance reached \$10,197,733. As a measure of the general fund's liquidity, it may be useful to compare both available fund balance and total fund balance to total fund expenditures. Available fund balance represents 24.77 percent of total General Fund expenditures, while total fund balance represents 67.15 percent of that same amount.

At June 30, 2021, the governmental funds of Hyde County reported a combined fund balance of \$13,235,181, a 24.31 percent increase over last year. The primary reason for this increase was the County received grant funds related to hurricane expenditures spent in previous years.

Hyde County, North Carolina

Management's Discussion and Analysis

For the Year Ended June 30, 2021

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 were made to increase revenues because the County did not expect to receive certain funds that later became available. Expenditures were held in check to comply with the County's budgetary requirements.

Proprietary Funds. Hyde County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position for the Water and Sewer Fund at the end of the fiscal year amounted to \$381,926. The total change in net position for the Water and Sewer Fund was (\$296,528).

Capital Asset and Debt Administration

Capital assets. Hyde County's capital assets for its governmental and business – type activities as of June 30, 2021, totals \$32,106,051 (net of accumulated depreciation). These assets include buildings, roads and bridges, land, machinery and equipment, vehicles, and water and sewer infrastructure.

Major capital asset transactions during the year include:

- * Purchase of five Trams on Ocracoke Island by utilizing Golden Leaf grant funding.
- * Purchase of a new ambulance.
- * Purchase of 2 vehicles and a new fingerprint machine in the Sherriff's Department.
- * Purchases of a vehicle and equipment in the Water Department.
- * Renovations and improvements at the Hyde County Health Department and the Mainland Ocracoke EMS Station.

Hyde County's Capital Assets
(net of depreciation)
Figure 4

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 2,295,075	\$ 2,295,075	\$ 57,839	\$ 57,839	\$ 2,352,914	\$ 2,352,914
Construction in Progress	791,225	662,103	-	-	791,225	662,103
Buildings	13,197,046	13,693,558	-	-	13,197,046	13,693,558
Computer Equipment	-	-	7,655	-	7,655	-
Equipment	1,988,457	2,065,378	13,929	11,499	2,002,386	2,076,877
Vehicles	322,764	254,775	82,123	72,223	404,887	326,998
Infrastructure	4,053,457	4,444,181	9,296,481	9,682,642	13,349,938	14,126,823
Total	\$ 22,648,024	\$ 23,415,070	\$ 9,458,027	\$ 9,824,203	\$ 32,106,051	\$ 33,239,273

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

Long-Term Debt

As of June 30, 2021, Hyde County had total bonded debt outstanding of \$2,184,408 all of which is debt backed by the full faith and credit of the County.

Hyde County's Outstanding Debt
Figure 5

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
General obligation bonds	\$ -	\$ -	\$ 931,408	\$ 1,057,763	\$ 931,408	\$ 1,057,763
Revenue Bonds	-	-	1,253,000	1,275,000	1,253,000	1,275,000
Installment Purchase	2,371,733	2,473,640	-	-	2,371,733	2,473,640
NCORR Direct Loan Fundings	2,000,000	2,000,000	-	-	2,000,000	2,000,000
Capital leases	110,564	122,734	-	-	110,564	122,734
Compensated Absences	312,175	318,182	74,207	63,025	386,382	381,207
Net Pension Liability (LGRS)	2,183,500	1,669,185	261,081	199,585	2,444,581	1,868,770
Total Pension Liability (LEOSSA)	285,080	176,427	-	-	285,080	176,427
OPEB Liability	827,365	646,052	102,154	79,767	929,519	725,819
Qualified School Construction Bonds	1,000,898	1,201,077	-	-	1,000,898	1,201,077
	\$ 9,091,315	\$ 8,607,297	\$ 2,621,850	\$ 2,675,140	\$ 11,713,165	\$ 11,282,437

Hyde County, North Carolina
Management's Discussion and Analysis
For the Year Ended June 30, 2021

Hyde County's total debt increased by \$430,728 (3.82%) during the past fiscal year, primarily due to issuance of a capital lease for an ambulance, offset by principal payments on existing governmental activities and business-type activities bonds, combined with an increase in the OPEB liability and pension liabilities.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for Hyde County is \$71,368,548.

Additional information regarding Hyde County's long-term debt can be found in notes to the financial statements under Section B.

Economic Factors and Next Year's Budgets and Rates

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

Tourism is a major economic contributor to Hyde County especially on Ocracoke Island, which was named America's #1 beach in 2007, America's #2 beach in 2019 and 2020, and America's #3 beach in 2021.

Ecotourism, including hunting, fishing, and other more massive wildlife activities, are major economic factors for Hyde County.

Agriculture, governmental, hospitality (tourism), and seafood are the largest employers in Hyde County.

As a Tier I County, Hyde County has been able to utilize many grant sources in order to fund projects that better the County and its citizens. The County has implemented several projects to help citizens with housing repairs, renovations and housing reconstruction, a project to expand and add capacity to our existing sewer system, to purchase trams for use on Ocracoke Island, along with supporting the Trams operating costs, to fund construction of a new EMS station on Ocracoke Island, funds to restore the Engelhard boardwalk, funds to provide travel trailers to citizens in the aftermath of hurricanes, funds for watershed restoration, and several projects to aid in hurricane recovery.

Budget Highlights for the Fiscal Year Ending June 30, 2022

Governmental Activities: Property tax levy is expected to be \$7,256,656. The County will use these increases in revenue to finance programs currently in place.

Budgeted expenditures in the general fund are expected to increase approximately 10 percent to \$15,357,868. The largest increments are in employee compensation and benefits, costs to implement new financial software, capital outlay in the sheriff's department and emergency management department, and to fund additional costs in the solid waste department for container rent and disposal fees.

Business-Type Activities: The water and sewer rates in the County will remain the same. General operating expenses will increase by 4% percent to \$1,685,000.

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 Corrinne Gibbs, Finance Officer, P.O. Box 188, Swan Quarter, North Carolina 27885.

BASIC
FINANCIAL STATEMENTS

Hyde County, North Carolina
Statement of Net Position
June 30, 2021

	Primary Government			Component Units		Total Reporting Unit
	Governmental Activities	Business-type Activities	Total	Hyde County ABC Board	Ocracoke TDA	
ASSETS						
Cash and cash equivalents	\$ 7,423,106	\$ 626,742	\$ 8,049,848	\$ 220,693	\$ 235,526	\$ 8,506,067
Receivables, net:						
Property Taxes	534,819	-	534,819	-	-	534,819
Accounts	568,765	137,432	706,197	-	66,685	772,882
Other	1,189,303	-	1,189,303	-	-	1,189,303
Interest	39,043	-	39,043	-	-	39,043
Due from other governments	2,528,615	-	2,528,615	-	-	2,528,615
Internal balances	-	-	-	-	-	-
Inventories	-	-	-	118,814	-	118,814
Prepaid items	-	-	-	3,220	-	3,220
Restricted cash and cash equivalents	3,608,575	241,913	3,850,488	-	-	3,850,488
Net pension asset - ROD	7,590	-	7,590	-	-	7,590
Capital assets:						
Land, improvements, and construction in progress	3,086,300	57,839	3,144,139	-	-	3,144,139
Other capital assets, net of depreciation	19,561,724	9,400,188	28,961,912	23,416	-	28,985,328
Total capital assets	22,648,024	9,458,027	32,106,051	23,416	-	32,129,467
Total assets	38,547,840	10,464,114	49,011,954	366,143	302,211	49,680,308
DEFERRED OUTFLOWS OF RESOURCES						
Pension deferrals	767,409	144,070	911,479	12,587	-	924,066
OPEB deferrals	133,551	16,489	150,040	-	-	150,040
LEOSSA deferrals	92,786	-	92,786	-	-	92,786
Contributions to pension plan in current year	439,237	-	439,237	-	-	439,237
Total deferred outflows of resources	1,432,983	160,559	1,593,542	12,587	-	1,606,129
LIABILITIES						
Accounts payable and accrued expenses	1,521,880	52,474	1,574,354	126,065	2,564	1,702,983
Liabilities to be paid from restricted assets	-	174,852	174,852	-	-	174,852
Accrued interest payable	65,876	19,596	85,472	-	-	85,472
Unspent Grant Funds	550,303	-	550,303	-	-	550,303
Long-term liabilities:						
Compensated absences	312,175	74,207	386,382	-	-	386,382
Net pension liability - LGERS	2,183,500	261,081	2,444,581	12,150	-	2,456,731
Net pension liability - LEOSSA	285,080	-	285,080	-	-	285,080
Net OPEB liability	827,365	102,154	929,519	-	-	929,519
Due within one year	347,949	152,244	500,193	-	-	500,193
Due in more than one year	5,135,246	2,032,164	7,167,410	-	-	7,167,410
Total long-term liabilities	9,091,315	2,621,850	11,713,165	12,150	-	11,725,315
Total liabilities	11,229,374	2,868,772	14,098,146	138,215	2,564	14,238,925
DEFERRED INFLOWS OF RESOURCES						
Prepaid taxes	11,000	-	11,000	-	-	11,000
Pension deferrals	15,124	1,712	16,836	-	-	16,836
LEOSSA deferrals	10,574	-	10,574	-	-	10,574
OPEB deferrals	255,798	31,583	287,381	-	-	287,381
Total Deferred Inflows of Resources	292,496	33,295	325,791	-	-	325,791
NET POSITION						
Net investment in capital assets	20,276,291	7,273,619	27,549,910	23,416	-	27,573,326
Restricted for:						
Stabilization by State Statute	6,062,809	-	6,062,809	-	-	6,062,809
Debt Service	206,645	-	206,645	-	-	206,645
Register of deeds	53,750	-	53,750	-	-	53,750
Economic and physical development	4,703,303	-	4,703,303	-	-	4,703,303
Education	13,810	67,061	80,871	30,825	299,647	411,343
Human Services	137,190	-	137,190	-	-	137,190
Public Safety	196,612	-	196,612	-	-	196,612
Unrestricted (deficit)	(3,191,457)	381,926	(2,809,531)	186,274	-	(2,623,257)
Total net position	\$ 28,458,953	\$ 7,722,606	\$ 36,181,559	\$ 240,515	\$ 299,647	\$ 36,721,721

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

**Hyde County
Statement of Activities
June 30, 2021**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position					
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Primary Government		
								Hyde County ABC Board	Ocracoke Township TDA	Total Reporting Unit
Primary government:										
Governmental Activities:										
General government	\$ 2,510,305	\$ 71,143	\$ 36,471	\$ -	\$ (2,402,691)	\$ -	\$ (2,402,691)	\$ -	\$ -	\$ (2,402,691)
Public safety	4,310,080	751,228	120,955	211	(3,437,686)	-	(3,437,686)	-	-	(3,437,686)
Transportation	256,721	82,712	78,180	273,186	177,357	-	177,357	-	-	177,357
Environmental Protection	1,758,260	18,906	725,287	-	(1,014,067)	-	(1,014,067)	-	-	(1,014,067)
Economic and physical development	3,817,348	2,400	5,242,640	-	1,427,692	-	1,427,692	-	-	1,427,692
Human services	3,168,290	362,952	1,843,884	-	(961,454)	-	(961,454)	-	-	(961,454)
Cultural and recreation	188,203	34,367	-	-	(153,836)	-	(153,836)	-	-	(153,836)
Education	2,144,817	-	-	-	(2,144,817)	-	(2,144,817)	-	-	(2,144,817)
Interest/Fees on long-term debt	121,590	-	-	-	(121,590)	-	(121,590)	-	-	(121,590)
Total governmental activities	18,275,614	1,323,708	8,047,417	273,397	(8,631,092)	-	(8,631,092)	-	-	(8,631,092)
Business-type activities:										
Water and Sewer	1,930,700	1,631,599	-	-	-	(299,101)	(299,101)	-	-	(299,101)
Total business-type activities	1,930,700	1,631,599	-	-	-	(299,101)	(299,101)	-	-	(299,101)
	<u>\$ 20,206,314</u>	<u>\$ 2,955,307</u>	<u>\$ 8,047,417</u>	<u>\$ 273,397</u>	<u>(8,631,092)</u>	<u>(299,101)</u>	<u>(8,930,193)</u>	<u>-</u>	<u>-</u>	<u>(8,930,193)</u>
Component Units:										
Hyde County ABC Board	\$ 759,868	\$ 801,454	\$ -	\$ -				41,586	-	41,586
Ocracoke Township TDA	269,608	-	-	-				-	(269,608)	(269,608)
Total Component Units	<u>\$ 1,029,476</u>	<u>\$ 801,454</u>	<u>\$ -</u>	<u>\$ -</u>				<u>41,586</u>	<u>(269,608)</u>	<u>(228,022)</u>
General revenues:										
Taxes:										
Property taxes, levied for general purpose					7,625,028	-	7,625,028	-	-	7,625,028
Local option sales tax					1,880,078	-	1,880,078	-	-	1,880,078
Other taxes and licenses					829,023	-	829,023	-	402,758	1,231,781
Investment earnings, unrestricted					41,873	2,573	44,446	472	-	44,918
Miscellaneous, unrestricted					201,877	-	201,877	-	10,750	212,627
Gain/(loss) on disposal of assets					(229,167)	-	(229,167)	-	-	(229,167)
Transfers					-	-	-	-	-	-
Total general revenues					10,348,712	2,573	10,351,285	472	413,508	10,765,265
Change in net position					1,717,620	(296,528)	1,421,092	42,058	143,900	1,607,050
Net position, beginning					24,327,367	8,019,134	32,346,501	198,457	91,301	32,636,259
Prior Period Adjustment (see Note IX)					2,396,030	-	2,396,030	-	64,446	2,460,476
Prior Period Restatement (see Note X)					17,936	-	17,936	-	-	17,936
Net position, beginning, restated					26,741,333	8,019,134	34,760,467	198,457	155,747	35,114,671
Net position, ending	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>28,458,953</u>	<u>7,722,606</u>	<u>36,181,559</u>	<u>\$ 240,515</u>	<u>\$ 299,647</u>	<u>\$ 36,721,721</u>

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

**Hyde County
Balance Sheet
Governmental Funds
June 30, 2021**

	Major		Non-major	
	General	Hurricane	Governmental	
	Fund	Dorian Project	Funds	Total
ASSETS				
Cash and cash equivalents	\$ 4,988,187	\$ -	\$ 2,434,919	\$ 7,423,106
Restricted Cash	3,608,575	-	-	3,608,575
Receivables, net:		-		
Property Taxes	524,417	-	10,402	534,819
Accounts	470,691	-	98,074	568,765
Other	-	-	1,189,303	1,189,303
Due from other governments	502,472	480,177	1,545,966	2,528,615
Due from other funds	1,579,536	-	196,590	1,776,126
Total assets	<u>\$ 11,673,878</u>	<u>\$ 480,177</u>	<u>\$ 5,475,254</u>	<u>\$ 17,629,309</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 940,728	\$ -	\$ 581,152	\$ 1,521,880
Due to other funds	-	480,177	1,295,949	1,776,126
Unspent Grant Funds	-	-	550,303	550,303
Total liabilities	<u>940,728</u>	<u>480,177</u>	<u>2,427,404</u>	<u>3,848,309</u>
DEFERRED INFLOW OF RESOURCES				
Prepaid taxes	11,000	-	-	11,000
Property taxes receivable	524,417	-	10,402	534,819
Total Deferred Inflows of Resources	<u>535,417</u>	<u>-</u>	<u>10,402</u>	<u>545,819</u>
Fund balances:				
Restricted:				
Stabilization by State Statute	2,552,699	480,177	3,029,933	6,062,809
Debt Service	206,645	-	-	206,645
Register of Deeds	53,750	-	-	53,750
Economic and physical development	3,331,478	-	1,371,825	4,703,303
Education	-	-	13,810	13,810
Human Services	130,423	-	6,767	137,190
Public Safety	161,612	-	35,000	196,612
Committed:				
Human Services	4,058	-	-	4,058
Transportation	-	-	34,239	34,239
Economic and physical development	234,127	-	-	234,127
Tax Revaluation	171,920	-	-	171,920
Cultural and Recreation	-	-	48,636	48,636
Assigned:				
Subsequent year's expenditures	-	-	-	-
Unassigned	3,351,021	(480,177)	(1,502,762)	1,368,082
Total fund balances	<u>10,197,733</u>	<u>-</u>	<u>3,037,448</u>	<u>13,235,181</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 11,673,878</u>	<u>\$ 480,177</u>	<u>\$ 5,475,254</u>	<u>\$ 17,629,309</u>

**Hyde County
Balance Sheet
Governmental Funds
June 30, 2021**

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

Total Fund Balance - Governmental Funds		\$ 13,235,181
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	34,049,456	
Less accumulated depreciation	<u>(11,401,432)</u>	
Net capital assets		22,648,024
Net pension asset (Register of Deeds)		7,590
Deferred outflows of resources:		
Contributions to the pension plan in the current fiscal year		
LGERS		438,789
ROD		448
OPEB		10,027
Pension related deferrals		
LGERS		766,113
ROD		1,296
LEOSSA		92,786
OPEB		123,524
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are unavailable in the fund statements		39,043
Deferred inflows of resources reported in the government-wide statements but not in the fund statements		
Deferred inflows of resources for taxes receivable		534,819
Deferred inflows of resources for other items		-
Pension / OPEB deferrals		
LGERS		(14,320)
ROD		(804)
LEOSSA		(10,574)
OPEB		(255,798)
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:		
Compensated absences	(312,175)	
OPEB liability	(827,365)	
Total pension liability - LEOSSA	(285,080)	
Net pension liability - LGERS	(2,183,500)	
Bonds, leasing, and installment financing	(5,483,195)	
Accrued interest payable	<u>(65,876)</u>	<u>(9,157,191)</u>
Net position of governmental activities		<u><u>\$ 28,458,953</u></u>

Hyde County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

	Major		Non-Major	
	General Fund	Hurricane Dorian Project	Other Governmental Funds	Total Governmental Funds
REVENUES				
Ad valorem taxes	\$ 7,526,338	\$ -	\$ 135,699	\$ 7,662,037
Local option sales taxes	1,880,078	-	-	1,880,078
Other taxes and licenses	255,997	-	573,026	829,023
Unrestricted intergovernmental	126,221	-	-	126,221
Restricted intergovernmental	2,115,195	4,097,732	2,107,886	8,320,813
Permits and fees	108,280	-	-	108,280
Sales and services	1,170,108	-	45,322	1,215,430
Investment earnings	8,507	-	33,366	41,873
Miscellaneous	69,866	-	5,790	75,656
Total revenues	<u>13,260,590</u>	<u>4,097,732</u>	<u>2,901,089</u>	<u>20,259,411</u>
EXPENDITURES				
Current:				
General government	2,276,779	-	21,024	2,297,803
Public safety	4,043,601	-	-	4,043,601
Transportation	49,420	-	156,360	205,780
Environmental protection	1,296,754	-	432,792	1,729,546
Economic and physical development	1,258,790	662,690	1,495,976	3,417,456
Human services	2,920,841	-	88,804	3,009,645
Cultural and recreational	51,000	-	137,203	188,203
Education	2,083,829	-	-	2,083,829
Capital outlay	-	-	255,122	255,122
Debt Service:				
Principal retirement	379,675	-	-	379,675
Interest and fees	125,858	-	-	125,858
Total expenditures	<u>14,486,547</u>	<u>662,690</u>	<u>2,587,281</u>	<u>17,736,518</u>
Excess (deficiency) of revenues over expenditures	<u>(1,225,957)</u>	<u>3,435,042</u>	<u>313,808</u>	<u>2,522,893</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	116,232	557,762	192,051	866,045
Transfers to other funds	(764,813)	-	(101,232)	(866,045)
Capital lease proceeds	65,419	-	-	65,419
Total other financing sources (uses)	<u>(583,162)</u>	<u>557,762</u>	<u>90,819</u>	<u>65,419</u>
Net change in fund balance	<u>(1,809,119)</u>	<u>3,992,804</u>	<u>404,627</u>	<u>2,588,312</u>
Fund balances, beginning	5,264,510	-	2,402,602	7,667,112
Prior Period Adjustment (Note IX)	6,742,342	(3,992,804)	212,283	2,961,821
Restatement (see Note X)	-	-	17,936	17,936
Fund balances, ending	<u>\$ 10,197,733</u>	<u>\$ -</u>	<u>\$ 3,037,448</u>	<u>\$ 13,235,181</u>

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

Hyde County
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
June 30, 2021

Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:

Net change in fund balances - total governmental funds	\$ 2,588,312
Capital Outlay Expenditures recorded in the fund statements but capitalized as assets in the statement of activities.	435,154
Depreciation Expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements.	(973,033)
Gain (Loss) on Disposal of assets during the year.	(229,167)
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities.	
LGERS	438,789
ROD	448
Contributions and pension administration costs for OPEB are deferred outflows of resources on the Statement of Net Position	10,027
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities -- it affects only the government-wide statement of net position.	(65,419)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements.	379,675
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements.	
Difference in interest expense between fund statements (modified accrual) and government-wide statements (full accrual)	4,268
Compensated absences are accrued in the government-wide statements but not in the fund statements because they do not use current resources.	6,007
Pension expense	
LGERS	(755,302)
ROD	(769)
LEOSSA	(34,607)
OPEB plan expense	(49,754)
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements.	
Increase (Decrease) in deferred inflows of resources - taxes receivable - at year end	(45,614)
Increase (Decrease) in accrued interest receivable at year end	8,605
Increase (Decrease) in other deferred inflows of resources - at end of year	-
Change in net position of governmental activities	<u>\$ 1,717,620</u>

Hyde County
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual - General Fund and Annually Budgeted Major Special Revenue Funds
June 30, 2021

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Ad valorem taxes	\$ 7,168,956	\$ 7,385,956	\$ 7,526,338	\$ 140,382
Local option sales tax	1,120,825	1,538,825	1,880,078	341,253
Other taxes and licenses	155,086	179,286	255,997	76,711
Unrestricted intergovernmental	140,000	140,000	126,221	(13,779)
Restricted intergovernmental	2,864,959	3,957,471	2,115,195	(1,842,276)
Permits and fees	165,385	87,240	108,280	21,040
Sales and services	546,500	600,699	1,170,108	569,409
Investment earnings	10,000	10,000	7,631	(2,369)
Miscellaneous	247,860	66,386	69,866	3,480
Total revenues	<u>12,419,571</u>	<u>13,965,863</u>	<u>13,259,714</u>	<u>(706,149)</u>
Expenditures:				
Current:				
General government	2,302,565	2,534,303	2,276,779	257,524
Public safety	3,882,417	4,112,677	4,043,601	69,076
Transportation	91,500	103,500	49,420	54,080
Environmental Protection	1,142,600	1,314,459	1,296,754	17,705
Economic and physical development	558,701	855,559	470,701	384,858
Human services	3,675,171	4,086,752	2,920,841	1,165,911
Cultural and recreational	52,000	52,000	51,000	1,000
Education	1,941,395	2,022,395	2,083,829	(61,434)
Debt Service	211,349	442,345	505,533	(63,188)
Total expenditures	<u>13,857,698</u>	<u>15,523,990</u>	<u>13,698,458</u>	<u>1,825,532</u>
Revenues over (under) expenditures	<u>(1,438,127)</u>	<u>(1,558,127)</u>	<u>(438,744)</u>	<u>1,119,383</u>
Other financing sources (uses):				
Transfers from other funds	-	-	66,232	66,232
Transfers to other funds	(103,552)	(153,552)	(764,813)	(611,261)
Loan Proceeds	-	-	65,419	65,419
Capital lease proceeds	-	-	-	-
Sale and lease of assets	-	170,000	-	(170,000)
Fund Balance Appropriated	1,541,679	1,541,679	-	(1,541,679)
Total other financing sources (uses)	<u>1,438,127</u>	<u>1,558,127</u>	<u>(633,162)</u>	<u>(2,191,289)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(1,071,906)</u>	<u>\$ (1,071,906)</u>
Fund balance, beginning of year			4,914,339	
Prior Period Adjustment (see note IX)			<u>2,742,247</u>	
Fund balance, beginning of year, restated			<u>7,656,586</u>	
Fund balance, end of year			<u>\$ 6,584,680</u>	

Hyde County
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual - General Fund and Annually Budgeted Major Special Revenue Funds
June 30, 2021

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Reconciliation to Fund Balance				
A legally budgeted Capital Reserve Fund, Revaluation Fund, is consolidated into the General Fund for reporting purposes:				
Investment Earnings - Capital Reserve Fund			\$ 519	
Investment Earnings - Revaluation Fund			357	
Transfer from General Fund			50,000	
Expenditures- NCORR State Grant Fund			(89,310)	
Expenditures- NCORR Temporary Assistance Fund			-	
Expenditures - NCORR State Grant Fund			(698,779)	
Transfer from General Fund - NCORR State Grant Fund			-	
Beginning Balance - Capital Reserve Fund			233,608	
Beginning Balance - Revaluation Fund			116,563	
Beginning Balance - NCORR State Grant Fund			-	
Beginning Balance - NCORR Temporary Assistance Fund			-	
Beginning Balance - NCORR State Grant Fund			-	
Prior Period Adjustment - Revaluation Fund			5,000	
Prior Period Adjustment - NCORR State Grant Fund			495,095	
Prior Period Adjustment - NCORR Temporary Assistance Fund			2,000,000	
Prior Period Adjustment - State Grant Fund			1,500,000	
Fund balance, ending (Exhibit 4)			\$ 10,197,733	

Hyde County, North Carolina
Statement of Net Position
Proprietary Fund
June 30, 2021

	Water and Sewer Fund
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 626,742
Accounts receivable, net	137,432
Grant receivable	-
Restricted cash and cash equivalents	241,913
Total current assets	<u>1,006,087</u>
Noncurrent assets:	
Capital assets:	
Land and Construction in Progress	57,839
Other capital assets, net of depreciation	9,400,188
Total capital assets	<u>9,458,027</u>
Total noncurrent assets	<u>9,458,027</u>
Total assets	<u><u>\$ 10,464,114</u></u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension deferrals	\$ 144,070
OPEB deferrals	16,489
Total deferred outflows of resources	<u>160,559</u>
LIABILITIES	
Current liabilities:	
Accounts Payable and Miscellaneous Liabilities	52,474
Accrued interest payable	19,596
General obligation bonds payable	152,244
Total current liabilities	<u>224,314</u>
Noncurrent liabilities:	
Liabilities payable from restricted assets:	
Customer Deposits	174,852
Compensated absences	74,207
Net pension liability	261,081
OPEB liability	102,154
General obligation bonds payable	2,032,164
Total noncurrent liabilities	<u>2,644,458</u>
Total liabilities	<u>2,868,772</u>
DEFERRED INFLOWS OF RESOURCES	
Pension deferrals	1,712
OPEB deferrals	31,583
Total deferred inflows of resources	<u>33,295</u>
NET POSITION	
Net investment in capital assets	7,273,619
Restricted:	
Debt Service	67,061
Unrestricted	381,926
Total net position	<u><u>\$ 7,722,606</u></u>

Hyde County
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
For the Year Ended June 30, 2021

	<u>Water and Sewer Fund</u>
OPERATING REVENUES	
Charges for services	\$ 1,610,115
Meter Installations	5,000
Other operating revenues	<u>16,484</u>
Total operating revenues	<u>1,631,599</u>
OPERATING EXPENSES	
Water and Sewer Operations	1,437,013
Depreciation	<u>412,122</u>
Total operating expenses	<u>1,849,135</u>
Operating income (loss)	<u>(217,536)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest and investment revenue	2,573
Interest Expense	<u>(81,565)</u>
Total nonoperating revenues (expenses)	<u>(78,992)</u>
Change in net position	<u>(296,528)</u>
Total net position, beginning	8,019,134
Total net position, ending	<u><u>\$ 7,722,606</u></u>

**Hyde County
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2021**

	Water and Sewer Fund
Cash flows from operating activities:	
Cash received from customers	\$ 1,630,889
Cash paid for goods and services	(557,900)
Cash paid to employees for services	(822,217)
Customer deposits received, net	22,059
Other operating revenue	16,484
Net cash provided by operating activities	<u>289,315</u>
Cash flows from Capital and Related Financing Activities:	
Acquisition and construction of capital assets	(45,946)
Principal paid on bond maturities and equipment contracts	(148,355)
Interest paid on bond maturities and equipment contracts	(83,700)
Net cash used by capital and related financing activities	<u>(278,001)</u>
Cash flows from Investing Activities:	
Interest on investments	<u>2,573</u>
Net increase (decrease) in cash and cash equivalents	13,887
Cash and cash equivalents, beginning	<u>854,768</u>
Cash and cash equivalents, ending	<u><u>\$ 868,655</u></u>
Reconciliation of operating income to net cash provided by Operating Activities	
Operating income (loss)	<u>\$ (217,536)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization	412,122
Changes in assets and liabilities:	
(Increase) decrease in:	
Accounts receivable	15,772
Deferred outflows of resources for pensions	(22,533)
Deferred outflows of resources - OPEB	(11,261)
Increase (decrease) in:	
Accounts payable and accrued liabilities	2,966
Customer deposits	22,059
Net pension liability	61,496
Total OPEB liability	22,387
Deferred inflows of resources for pensions	(1,118)
Deferred inflows of resources - OPEB	(6,221)
Compensated absences	11,182
Total adjustments	<u>506,851</u>
Net cash provided by (used in) operating activities	<u><u>\$ 289,315</u></u>

Hyde County
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2021

I. Summary Of Significant Accounting Policies

The accounting policies of Hyde County, North Carolina (the County) and its component units conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The County, which is governed by a five-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component units, legally separate entities for which the County is financially accountable. The Hyde County ABC Board (the *Board*) and the Ocracoke Tourism Development Authority (the *Authority*), which have a June 30 year-end, are presented as if they are a separate proprietary fund of the County (discrete presentation).

Component Unit: Hyde County ABC Board

Reporting Method: Discrete

Criteria for inclusion: The members of the ABC Board's governing board are appointed by the County. The ABC Board is required by State Statute to distribute its surpluses to the General Fund of the County.

Separate Financial Statements: County of Hyde ABC Board, 20121 US Hwy 264, Swan Quarter, NC 27885.

Component Unit: Ocracoke Tourism Development Authority

Reporting Method: Discrete

Criteria for inclusion: The members of the Authority Board's governing board are appointed by the County. The Authority is fiscally dependent on the County due to the County providing the costs and services of the administrative and finance functions of the Authority.

Separate Financial Statements: Ocracoke Tourism Development Authority, 30 Oyster Creek Road, Swan Quarter, NC 27885.

B. Basis of Presentation, Basis of Accounting

Basis of Presentation, Measurement Focus – Basis of Accounting

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government net position (the County). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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

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

The County reports the following major governmental funds:

General Fund. This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Additionally, the County has legally adopted a Capital Reserve Fund. Under GASB 54 guidance the Capital Reserve Fund is consolidated in the General Fund. The budgetary comparison for the Capital Reserve Fund has been included in the supplementary information. The Tax Revaluation Fund is a legally budgeted fund under North Carolina General Statutes; however, for statement presentation in accordance with GASB Statement No. 54, it is consolidated in the General Fund as well. The County also received various grants from NCORR which were required to be tracked separately, but reported with the General Fund. A combining schedule has been provided in the financials.

Hurricane Dorian Project Fund. This fund is used to account for expenditures required for recovery from Hurricane Dorian that are to be reimbursed by FEMA grants.

The County reports the following major enterprise funds:

Water and Sewer Fund. This fund is used to account for the operations of the water and sewer system within the County.

The County reports the following fund types:

Non-major Funds. The County maintains thirty-seven legally budgeted funds. The Ocracoke Occupancy Tax Fund, Hydeland Home Health Fund, West Quarter District Fund, Ocracoke Special Mosquito District Fund, Mainland Occupancy Tax Fund, 4-H Fund, E-911 Fund, Hyde County Senior Center Fund, Swan Quarter Water Shed District Fund, Revolving Loan Fund, Representative Payee Fund, Fines and Forfeitures Fund, PDM Program Fund, Hurricane Matthew Fund, 2015 FMA Program Fund, 2016 FMA Program Fund, CDBG Disaster Recovery Fund, Hurricane Irene HMGP Fund, 2016 FMA Program 002 Fund, CDBG Neighborhood Revitalization (CDBG-NR) Program Fund, CDBG I Program Fund, Dredging of Big Foot Slough Project Fund, Hurricane Dorian Home Repair and Rebuild Grant Fund, NC Land and Water Restoration Project Fund, Hurricane Florence Project Fund, American Rescue Plan Recovery Fund, NC OSBM Lake Mattamuskeet Watershed Restoration Pump Infrastructure Fund, Hyde County EMS Thrombolytics Grant Fund, Ocracoke Trams Project Fund, Hurricane Florence Watershed Restoration Project, NCHFA 2020 Urgent Repair Program Fund, Hurricane Dorian Ocracoke Housing Recovery Fund, and Street Debris Removal Project Fund are all reported as non-major special revenue funds. The Airport Grant Fund, Hyde County Tram Replacement Project Fund, Ocracoke EMS Station Construction Fund, and Englhard Boardwalk Reconstruction Fund are reported as non-major capital project funds. The Capital Reserve Fund and Revaluation Fund is consolidated in the General Fund in accordance with GASB Statement No. 54.

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 for the agency funds which have no measurement focus. The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County enterprise funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the water and sewer system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. 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 and certain intergovernmental revenues, such as the utilities franchise tax, collected and held by the State at year-end on behalf of the County are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. 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, Revaluation Fund, Capital Reserve Fund, NCORR State Grant for Financially Distressed Local Governments, NCORR Temporary Assistance to Local Governments Fund, NCORR State Grant for Financially Distressed Local Governments (FDLG-044), Ocracoke Occupancy Tax Fund, Hydeland Home Health Fund, West Quarter District Fund, Ocracoke Special Mosquito District Fund, Mainland Occupancy Tax Fund, 4-H Fund, E-911 Fund, Hyde County Senior Center Fund, Revolving Loan Fund, Swan Quarter Water Shed District Fund, Representative Payee Fund, Fines and Forfeitures, Airport Grant Fund, and the Enterprise Fund. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the following Capital Project Funds: Hyde County Tram Replacement Fund, Ocracoke EMS Station Project, and Engelhard Boardwalk Project. Project ordinances are adopted for the following Special Revenue Funds: PDM Program Fund, Hurricane Matthew Fund, 2015 FMA Program Fund, 2016 FMA Program Fund, CDBG Disaster Recovery Fund, Hurricane Irene HMGP Fund, 2016 FMA Program 002 Fund, the CDBG Neighborhood Revitalization (CDBG-NR) Program Fund, CDBG I Program Fund, Dredging of Big Foot Slough Project Fund, Hurricane Dorian Home Repair and Rebuild Grant Fund, NC Land and Water Fund Restoration Project, Hurricane Dorian Project Fund, Hurricane Florence Project Fund, American Rescue Plan Recovery Fund, NC OSBM Lake Mattamuskeet Watershed Infrastructure Restoration Pump Fund, Hyde County EMS Thrombolytics Grant Fund, Ocracoke Trams Project Fund, Hurricane Florence Watershed Restoration Project Fund, NCHFA 2020 Urgent Repair Program Fund, Hurricane Dorian Ocracoke Housing Recovery Fund, and Stream Debris Removal Project Fund.

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. Amendments are required for any revisions that alter total expenditures of any fund or that change functional appropriations by more than \$5,000. The governing board must approve all amendments. 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. Assets, Liabilities, Deferred Inflows and Outflows, and Fund Equity

1. Deposits and Investments

All deposits of the County, ABC Board, and Tourism Development Authority (TDA) are made in board-designated official depositories and are secured as required by G.S. 159-31. The County, ABC Board, and TDA may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the County, ABC Board, and TDA 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, ABC Board, and 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 majority of the County's investments are carried at fair value. Non-participating interest earning investment contracts are accounted for at cost. 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.

2. 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. Hyde County ABC Board consider demand deposits and investments with a maturity date of 90 days or less at time of purchase to be cash and cash equivalents.

3. Restricted Assets

Money in the Revaluation Fund is classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150. In addition, the County has a Capital Reserve Fund that is consolidated with the General Fund and that cash balance is shown as restricted as well. Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected. The USDA loan agreement also requires the County to restrict funds for future debt service payments.

Governmental Activities

General Fund	Tax Revaluation	\$	171,920
General Fund	Capital Reserve		234,127
General Fund	NCORR - Unspent Grant Proceeds		1,202,528
General Fund	NCORR - Unspent Loan Proceeds		2,000,000
Total Governmental Activities		\$	<u>3,608,575</u>

Business-Type Activities

Water and Sewer Fund	Customer Deposits	\$	174,852
Water and Sewer Fund	Restricted per USDA		67,061
Total Business-Type Activities		\$	<u>241,913</u>

4. Ad Valorem Taxes Receivable

In accordance with State law [G.S. 105-347 and G.S. 159-13(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2020. As allowed by State law, the County has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

5. Allowance 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.

6. Inventories and Prepaid Items

The inventories of the ABC Board are valued at cost (first in, first out), which approximates market. The cost of inventory carried in the ABC Board is recorded as an expense as it is consumed or sold.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

7. 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. All other purchased or constructed capital assets are reported at cost or estimated historical cost. 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. Minimum capitalization costs are \$5,000.

The County holds title to certain Hyde County Board of Education properties that have not been included in capital assets. The properties have been deeded to the County to permit installment purchase financing of acquisition and construction costs and to permit the County to receive refunds of sales tax paid for construction costs. Agreements between the County and the Board of Education give the Board of Education full use of the facilities, full responsibility for maintenance of the facilities, and provide that the County will convey title to the property back to the Board of Education, once all restrictions of the financing agreements and all sales tax reimbursement requirements have been met. The properties are reflected as capital assets in the financial statements of the Hyde County Board of Education.

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

<u>Asset Class</u>	<u>Years</u>
Buildings	50
Improvements	10-20
Furniture and Equipment	10
Vehicles and Motorized Equipment	3-5
Computer Equipment	3

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

<u>Asset Class</u>	<u>Years</u>
Building Improvements	5-10
Vehicle	5
Equipment	3-10

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has several items that meet this criterion - pension and OPEB related deferrals. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as revenue until then. The County has several items that meet this criterion for this category - prepaid taxes, taxes receivable, and other OPEB or pension related deferrals.

9. Long-term Obligations

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

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

10. Compensated Absences

The vacation policy of the County provides for the accumulation of up to thirty (30) days earned vacation leave with such leave being fully vested when earned. The vacation policies of the ABC Board provide for the accumulation of up to twenty days earned vacation leave with such leave being fully vested when earned. For the ABC Board only, accumulated earned vacation leave terminates at June 30 of each year. For the County's government-wide and proprietary funds, an expense and liability for compensated absences and the salary-related payments are recorded as the leave is earned.

The sick leave policy of the County and the ABC Board provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since neither the County nor the ABC Board has no obligation for accumulated sick leave until it is actually taken, no accruals for sick leave have been made.

11. Net Position/Fund Balances

a. 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 represent constraints on resources that are either a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through State statute.

b. Fund Balances

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

Nonspendable Fund Balance - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to maintain intact

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

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

Restricted for Debt Service - portion of fund balance that is restricted for future debt service expenditures by the United States Department of Agriculture.

Restricted for Register of Deeds - portion of fund balance that is restricted by revenue source to pay for the computer equipment and imaging technology for the Register of Deeds office.

Restricted for Economic and Physical Development - portion of fund balance restricted for economic and physical development.

Restricted for Capital Outlay - portion of fund balance that is restricted by revenue source for capital projects.

Restricted for Health Services - portion of fund balance that can only be used to benefit beneficiaries under the Social Security's Representative Payee Program.

Restricted for Public Safety- portion of fund balance that is restricted for 911 services, drug seizure funds, and court facilities.

Committed Fund Balance - portion of fund balance that can only be used for specific purpose imposed by majority vote by quorum of Hyde County's governing body (highest level of decision-making authority). Any changes or removal of specific purposes requires majority action by governing body

Committed for General Government - portion of fund balance that is committed for general government purposes.

Committed for Economic and Physical Development - portion of fund balance that is committed for economic and physical development.

Committed for Tax Revaluation - portion of fund balance that is committed for tax revaluation.

Assigned Fund Balance - portion of fund balance that the Hyde County governing board has budgeted.

Subsequent year's expenditures - portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The governing body approves the appropriation; however, the budget ordinance authorized the manager to modify the appropriations by resource or appropriation within funds up to \$10,000.

Unassigned Fund Balance - portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

Hyde County has a revenue spending policy that provides guidance for programs with multiple revenue sources. The Finance Officer will use resources in the following hierarchy; bond proceeds, federal funds, State funds, local non-city funds, and county funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balances first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance.

12. Defined Benefit Cost-Sharing Plans

The County participates in three cost-sharing, multiple-employer, defined benefit pension plans that are administered by the State; the Local Governmental Employees' retirement System (LGERS), the Registers of Deeds' Supplemental Pension Fund (RODSPF), and the Law Enforcement Officers' Special Separation Allowance (LEOSSA) (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.

13. Reconciliation of Government-wide and Fund Financial Statements

Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position.

The governmental fund balance sheet includes a reconciliation between fund balances - total governmental funds and net assets - governmental activities as reported in the government-wide statement of net position. The net adjustment of \$15,223,772 consists of several elements as follows:

Capital Assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 34,049,456
Less accumulated depreciation	(11,401,432)
Net Capital Assets	<u>22,648,024</u>
Accrued interest receivable	39,043
Liabilities for deferred inflows of resources reported in the fund statements but not the government-wide	534,819
Deferred outflows related to pensions	860,195
Deferred outflows related to OPEB	123,524
Net pension asset	7,590
Contributions to the pension plan in the current fiscal year	439,237
Contributions to the OPEB plan in the current fiscal year	10,027
Benefit payments and pension administration costs for LEOSSA	-
Pension related deferrals	(25,698)
OPEB related deferrals	(255,798)
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:	
Bonds, leases, and installment financing	(5,483,195)
Accrued interest payable	(65,876)
Compensated absences	(312,175)
Net Pension Liability - LGERS	(2,183,500)
Net Pension Liability - LEOSSA	(285,080)
Total OPEB Liability	<u>(827,365)</u>
Total Adjustment	<u><u>\$ 15,223,772</u></u>

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of (\$870,692) as follows:

Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities.	\$ 435,154
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements.	(973,033)
Gain (Loss) on disposal of assets during the year	(229,167)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements	379,675
New debt issued during the year	(65,419)
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	439,237
Contributions and administrative costs for OPEB for the current fiscal year are not included on the Statement of Activities	10,027
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.	
Compensated Absences	6,007
OPEB Expense	(49,754)
Increase in Net Pension Obligation	-
County's portion of collective pension expense	(790,678)
Accrued interest expense	4,268
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements.	
Increase (Decrease) in deferred inflows of resources - taxes receivable - at end of year	(45,614)
Increase (Decrease) in accrued interest receivable - at end of year	8,605
Increase (Decrease) in deferred inflows of resources - at year end	-
Total Adjustment	<u>\$ (870,692)</u>

II. Stewardship, Compliance and Accountability

A. Deficit Fund Balance or Net Assets of Individual Funds

None to report.

B. Budget Violation

In accordance with section 159-8(a), each local government shall operate under an annual balanced budget ordinance. Estimated revenues and appropriations were not budgeted for several funds: the Hydeland Home Health Fund, Revolving Loan Fund, and the E-911 Fund. Management and the Board will more closely review fund budgets to ensure compliance in future years.

General Fund actual departmental expenditures exceeded the departmental budgeted amounts for COVID 19 (\$65,604), Hurricane Isais (\$111,449), Juvenile Crime Prevention (\$21,351), Ocracoke Occupancy Tax (\$472), Mental Health Navigator (\$17,801), KBR Interpreter (\$1,512), Drug Overdose Prevention (\$69), Health Check Coordinator (\$666), Health COVID (\$5,233), Education (\$61,434), and Debt Service (\$63,188). In addition, for the airport grant fund, the budget was adopted as an annual operating budget as opposed to a project ordinance, thereby creating a budget shortfall for that fund.

B. Budget Violation (continued)

In addition, transfers were made to clean up funds that were not budgeted.

C. Contractual Violations

None to report.

D. Timeliness of Audit

The audit report was issued almost 12 months after the required due date of October 31, 2021. The County does not have adequate staffing in the finance department. It took a significant amount of time to adjust the County's general ledger to separate grant funds from the General Fund and clean up mispostings from prior years.

III. Detail Notes On All Funds

A. Assets

1. Deposits

All of the County's, the ABC Board's, and the Ocracoke 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, ABC Board'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, the ABC Board, and the TDA these deposits are considered to be held by their agents in their entities' name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County, the ABC Board, the TDA, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County, the ABC Board, or the TDA under the Pooling Method, the potential exists for the under collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County, the ABC Board, and the TDA rely on the State Treasurer to monitor those financial institutions. The County analyzes the financial soundness of any other financial institution used by the County. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The ABC Board and the TDA has no formal policy regarding custodial credit risk for deposits.

At June 30, 2021 the County's deposits had a carrying amount of \$11,774,778 and a bank balance of \$12,132,064. Of the carrying amount \$339 was cash on hand. Of the bank balance, \$250,000 was covered by FDIC; the remaining \$11,882,064 was covered by collateral and held under the Pooling Method.

At June 30, 2021, the carrying amount of deposits for Hyde County ABC Board was \$219,943 and the bank balance was \$215,219. All of the bank balance was covered by federal depository insurance.

At June 30, 2021 the carrying amount of deposits for Ocracoke TDA was \$235,526 and the bank balance was \$235,526. All of the bank balance was covered by federal depository insurance.

2. Investments

As of June 30, 2021, the County's investments consisted of \$125,558 in the North Carolina Capital Management Trust Government Portfolio, which carried a credit rating of AAAM by Standard and Poor's. The County has no policy on credit risk.

At June 30, 2021, the ABC Board and Ocracoke TDA had no investments.

3. Property Tax - Use-Value Assessment on Certain Lands

In accordance with the general statutes, agriculture, horticulture, and forest land may be taxed by the County at the present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is recomputed at market value for the current year and the three preceding fiscal years, along with the accrued interest from the original due date. This tax is immediately due and payable. The following are property taxes that could become due if present use-value eligibility is lost. These amounts have not been recorded in the financial statements

Year Levied	Tax	Interest	Total
2018	\$ 1,400,669	\$ 332,659	\$ 1,733,328
2019	1,535,132	195,729	1,730,861
2020	1,496,734	86,062	1,582,796
2021	1,623,798	93,368	1,717,166
	<u>\$ 6,056,333</u>	<u>\$ 707,818</u>	<u>\$ 6,764,151</u>

4. Receivables

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

	Accounts	Taxes and Related Accrued Interest	Due From Other Governments	Other	Total
Governmental activities:					
General	\$ 470,691	\$ 837,172	\$ 502,472	\$ 1,189,303	\$ 2,999,638
Other Governmental	98,074	10,401	2,026,143	-	2,134,618
Total receivables	568,765	847,573	2,528,615	1,189,303	5,134,256
Allow. for doubtful accounts	-	(312,754)	-	-	(312,754)
Total governmental activities	<u>\$ 568,765</u>	<u>\$ 534,819</u>	<u>\$ 2,528,615</u>	<u>\$ 1,189,303</u>	<u>\$ 4,821,502</u>
Business-type activities:					
Water & Sewer	\$ 309,646	\$ -	\$ -	\$ -	\$ 309,646
Total receivables	309,646	-	-	-	309,646
Allow. for doubtful accounts	(172,214)	-	-	-	(172,214)
Total business-type activities	<u>\$ 137,432</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 137,432</u>

Due from other governments that is owed to the County consists of the following at June 30, 2021:

Governmental Activities:	
Local Option Sales Tax	\$ 359,311
Department of Revenue	108,993
Federal and State Grants	<u>2,060,311</u>
Total	<u>\$ 2,528,615</u>

5. Capital Assets

Primary Government

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,295,075	\$ -	\$ -	\$ 2,295,075
Construction in Progress	662,103	255,122	(126,000)	791,225
Total capital assets not depreciated	2,957,178	255,122	(126,000)	3,086,300
Capital assets being depreciated:				
Buildings	18,864,785	71,330	(630,868)	18,305,247
Computer Equipment	298,643	-	(153,138)	145,505
Equipment	2,176,021	26,587	(326,787)	1,875,821
Vehicles	1,788,265	208,115	(516,072)	1,480,308
Infrastructure	9,156,275	-	-	9,156,275
Total capital assets being depreciated	32,283,989	306,032	(1,626,865)	30,963,156
Less accumulated depreciation for:				
Buildings	5,171,227	366,557	(429,583)	5,108,201
Computer Equipment	298,643	-	(153,138)	145,505
Equipment	110,643	93,271	(316,550)	(112,636)
Vehicles	1,533,490	122,481	(498,427)	1,157,544
Infrastructure	4,712,094	390,724	-	5,102,818
Total accumulated depreciation	11,826,097	973,033	(1,397,698)	11,401,432
Total capital assets being depreciated, net	20,457,892			19,561,724
Governmental activities capital assets, net	\$ 23,415,070			\$ 22,648,024

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

Governmental Activities:	
General government	\$ 168,226
Public safety	264,263
Transportation	50,941
Human Services	43,869
Environmental Protection	4,159
Education	60,988
Economic and Physical Development	380,587
Total depreciation expense	\$ 973,033

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Water and Sewer Fund:				
Capital assets not being depreciated:				
Land	\$ 57,839	\$ -	\$ -	\$ 57,839
Total capital assets not depreciated	57,839	-	-	57,839
Capital assets being depreciated:				
Infrastructure	17,967,168			17,967,168
Computer Equipment	14,917	7,785	(13,409)	9,293
Equipment	299,101	8,204	(43,196)	264,109
Vehicles	313,199	29,957	(52,620)	290,536
Total capital assets being depreciated	18,594,385	45,946	(109,225)	18,531,106
Less accumulated depreciation for:				
Infrastructure	8,284,526	386,161		8,670,687
Computer Equipment	14,917	130	(13,409)	1,638
Equipment	287,602	5,774	(43,196)	250,180
Vehicles	240,976	20,057	(52,620)	208,413
Total accumulated depreciation	8,828,021	412,122	(109,225)	9,130,918
Total capital assets being depreciated, net	9,766,364	(366,176)	-	9,400,188
Water and Sewer capital assets, net	\$ 9,824,203	\$ (366,176)	\$ -	\$ 9,458,027

Construction Commitments

The County has the following active construction projects as of June 30, 2021:

	Total	Spent to Date	Remaining
CDBG-NR	\$ 438,517	\$ 366,385	\$ 72,132

Discretely Presented Component Unit

Activity for the ABC Board for the year ended June 30, 2021, was as follows:

	Useful Life	Cost	Accumulated Depreciation	Net
Building Improvements	5 - 10 Years	\$ 2,230	\$ 744	\$ 1,486
Equipment	3 - 10 Years	58,826	36,896	21,930
Vehicle	5 Years	17,986	17,986	-
		\$ 79,042	\$ 63,826	\$ 23,416

B. Liabilities

1. Payables

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

	Vendors	Other	Total
Governmental activities:			
General	\$ 940,728	\$ 581,152	\$ 1,521,880
Other Governmental	65,876	-	65,876
Total governmental activities	\$ 1,006,604	\$ 581,152	\$ 1,587,756
Business-type activities:			
Water and Sewer Fund	\$ 72,070	\$ -	\$ 72,070
Total business-type activities	\$ 72,070	\$ -	\$ 72,070

2. Pension Plan Obligations and Other Postemployment Obligations

a. Local Governmental Employees' Retirement System

Plan Description. The County is a participating employer in the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS membership is comprised of general employees and local law enforcement officers (LEOs) of participating local governmental entities. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the state Senate, one appointed by the state House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Local Governmental Employees' Retirement System is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at www.osc.nc.gov.

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

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

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2021, was 10.84% of compensation for law enforcement officers and 10.23% 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 \$491,255 for the year ended June 30, 2021.

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

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

At June 30, 2021, the County reported a liability of \$2,444,581 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2021, the County's proportion was 0.0684% (measured as of June 30, 2020), which was a decrease of 0.00002% from its proportion measured as of June 30, 2020 (measured as of June 30, 2021).

For the year ended June 30, 2021, the County recognized pension expense of \$845,613. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 308,708	\$ -
Changes of assumptions	181,925	-
Net difference between projected and actual earnings on pension plan investments	344,009	-
Changes in proportion and differences between County contributions and proportionate share of contributions	23,075	16,032
County contributions subsequent to the measurement date	491,255	-
Total	<u>\$ 1,348,972</u>	<u>\$ 16,032</u>

\$491,255 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2022	\$ 232,693
2023	315,482
2024	191,699
2025	101,811
2026	-
Thereafter	-
	<u>\$ 841,685</u>

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

Inflation	3.0 percent
Salary Increases	3.50 percent
Investment Rate of Return	7.00 percent, net of pension plan investment expense, including inflation

The plan actuary currently uses mortality rates based on the *RP-2014 Total Data Set for Health Annuitants Mortality Table* that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2014.

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, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate</u>
Fixed Income	29%	1.4%
Global Equity	42%	5.3%
Real Estate	8%	4.3%
Alternatives	8%	8.9%
Credit	7%	6.0%
Inflation Protection	6%	4.0%
Total	100%	

The information above is based on 30 year expectations developed with the consulting actuary for the 2019 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

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

Sensitivity of the County's proportionate share of the net pension asset to changes in the discount rate. The following presents the County's proportionate share of the net pension asset calculated using the discount rate of 7.00 percent, as well as what the County's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the net pension liability (asset)	\$ 4,959,788	\$ 2,444,581	\$ 354,267

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

b. Law Enforcement Officers' Special Separation Allowance

Plan Description. Hyde 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 services or have attained 55 years of age and have completed five or more years of creditable service. The Separation Allowance is equal to 0.85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable services. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

All full-time County law enforcement officers are covered by the Separation Allowance. At December 31, 2019 the Separation Allowance membership consisted of:

Retirees receiving benefits	0
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	13
Total	<u>13</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 are recognized when due and payable in accordance with the terms of the plan.

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

Actuarial Assumptions

Inflation	2.50 percent
Salary Increase	3.25 to 7.75 percent, including inflation and productivity factor
Discount Rate	1.93 percent

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2019.

Mortality Rate: All mortality rates use Pub-2010 amount-weighted tables. All mortality rates are projected from 2010 using generational improvement with Scale MP-2019.

Deaths After Retirement (Healthy): Mortality rates are based on the Safety Mortality Table for Retirees. Rates for all members are multiplied by 97% and Set Forward by 1 year.

Deaths After Retirement (Disabled): Mortality rates are based on the Non-Safety Mortality Table for Disabled Retirees. Rates are Set Back 3 years for all ages.

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

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

Contributions. The County is required by article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the benefit payments on a pay as you go basis through appropriations made in the General Fund operating budget. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. There were no contributions made by employees. The County paid \$0 as benefits came due for the reporting period.

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

At June 30, 2021, the County reported a total pension liability of \$285,080. The total pension liability was measured as of December 31, 2020 based on a December 31, 2019 actuarial valuation. The total pension liability was rolled forward to December 31, 2020 utilizing update procedures incorporating the actuarial assumptions. For year ended June 30, 2021, the County recognized pension expense of \$34,607.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 5,110	\$ 5,746
Changes of assumptions	87,676	4,828
County benefit payments and plan administrative expenses made subsequent to the measurement date	-	-
Total	<u>\$ 92,786</u>	<u>\$ 10,574</u>

\$0 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 15,512
2023	15,512
2024	15,142
2025	15,144
2026	14,786
Thereafter	6,116

Sensitivity of the County's total pension liability to changes in the discount rate. The following presents the County's total pension liability calculated using the discount rate of 1.93 percent, as well as what the County's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.93 percent) or 1-percentage-point higher (2.93 percent) than the current rate:

	1% Decrease (0.93%)	Discount Rate (1.93%)	1% Increase (2.93%)
Total pension liability	\$ 307,929	\$ 285,080	\$ 263,840

Schedule of Changes in Total Pension Liability Law Enforcement Officers' Special Separation Allowance

	2021
Beginning balance	\$ 176,427
Service Cost	13,343
Interest on the total pension liability	5,752
Changes of benefit terms	-
Difference between expected and actual experience in the measurement of the total pension liability	(3,306)
Changes of assumptions or other inputs	92,864
Benefit payments	-
Other changes	-
Ending balance of the total pension liability	<u><u>\$ 285,080</u></u>

Changes of assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 3.26 percent at June 30, 2019 (measurement date) to 1.93 percent at June 30, 2020 (measurement date).

Changes in Benefit Terms. Reported compensation adjusted to reflect the assumed rate of pay as of the valuation date.

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

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

c. Supplemental Retirement Income Plan for Law Enforcement Officers

Plan Description. The County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of the State Treasurer and a Board of Trustees. The plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy. Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to five percent of each officer's salary, and all amounts contributed are vested immediately. The County currently contributes five percent on behalf of all law enforcement employees. Also, the law enforcement officers may make voluntary contributions to the plan.

Contributions for the year ended June 30, 2021 were \$46,237, which consisted of \$36,031 from the County and \$10,206 from the employees.

d. Register of Deeds' Supplemental Pension Fund

Plan Description. 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 Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the state Senate, one appointed by the state House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Registers of Deeds Supplemental Pension Fund is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at www.osc.nc.gov.

Benefits Provided. 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 \$448 for the year ended June 30, 2021.

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

At June 30, 2021, the County reported an asset of \$7,590 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on 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 RODSPF employers, actuarially determined. At June 30, 2020, the County's proportion was 0.0331%, which was a decrease of 0.00536% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized pension expense of \$769. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 155
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	649
Changes in proportion and differences between County Contributions and proportionate share of contributions	1,296	-
County contributions subsequent to the measurement date	448	-
Total	<u>\$ 1,744</u>	<u>\$ 804</u>

\$448 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2022	\$ 535
2023	414
2024	(293)
2025	(164)
2026	-
Thereafter	<u>-</u>

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

Inflation	3.0 Percent
Salary Increases	3.5 to 7.75 percent, including inflation and productivity factor
Investment Rate of Return	3.75 percent, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2014.

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 adopted asset allocation policy for the RODSPF is 100% in the fixed income asset class. The best estimate of arithmetic real rate of return for the fixed income asset class as of June 30, 2020 is 1.4%.

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

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

	1% Decrease (2.75%)	Discount Rate (3.75%)	1% Increase (4.75%)
County's proportionate share of the net pension liability (asset)	\$ (6,447)	\$ (7,590)	\$ (8,558)

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

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

The net pension liability for LGERS and ROD was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability for LEOSSA was measured as of June 30, 2020, with an actuarial valuation date of December 31, 2019. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense

	LGERS	ROD	LEOSSA	Total
Proportionate Share of Net Pension Liability (Asset)	\$ 2,444,581	\$ (7,590)	n/a	\$ 2,436,991
Proportion of the Net Pension Liability (Asset)	0.06841%	0.03312%	n/a	
Total Pension Liability	-	-	\$ 285,080	\$ 285,080
Pension Expense	\$ 845,613	\$ 769	\$ 34,607	\$ 880,989

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

	LGERS	ROD	LEOSSA	Total
<u>Deferred Outflows of Resources</u>				
Differences between expected and actual experience	\$ 308,708	\$ -	\$ 5,110	\$ 313,818
Changes of assumptions	181,925	-	87,676	269,601
Net difference between projected and actual earnings on pension plan investments	344,009	-	-	344,009
Changes in proportion and differences between County contributions and proportionate share of contributions	23,075	1,296	-	24,371
County contributions (LGERS, ROD)/benefit payments and administration costs (LEOSSA) subsequent to the measurement date	491,255	448	-	491,703

Deferred Inflows of Resources

Differences between expected and actual experience

	\$	-	\$	155	\$	5,746	\$	5,901
Changes of assumptions		-		-		4,828		4,828
Net difference between projected and actual earnings on pension plan investments		-		649		-		649
Changes in proportion and differences between County contributions and proportionate share of contributions		16,032		-		-		16,032

f. **Other Post Employment Benefits**

Plan Description. According to a County resolution, the County provides health care benefits to retirees of the County who participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least 20 years of creditable service with the County. The County pays a portion of the health care benefits. The portion paid by the County is based on a graduated scale based on the number of years the employee was with the retirement system. The County pays 30% for 20 years, 60% for 25 years and 100% for 30 years. The benefit is discounted when the retiree is eligible for Medicare. Currently, one retiree is eligible for post-retirement health benefits. The County obtains health care coverage through private insurers.

Membership of the Plan consisted of the following at June 30, 2020, the date of the latest actuarial valuation:

	2020
Retirees and dependents receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	0
Active Plan members	109
Total	110

Total OPEB Liability

The County's total OPEB liability of \$929,519 was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability was measured in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%
Real wage growth	1.00%
Wage Inflation	3.50%
Salary increases, including wage inflation	
General Employees & Firefighters	3.50% - 7.75%
Law Enforcement Officers	3.50% - 7.35%
Municipal Bond Index Rate	3.50%
Healthcare cost trend rate	
Pre-Medicare and Prescription Drug	7.00% for 2019 decreasing to an ultimate rate of 4.50% by 2026
Dental	4.00%
Vision	2.50%

The Municipal Bond Index Rate is based on the yield of the Bond Buyer 20-year General Obligation Bond Index.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at June 30, 2019	\$ 725,819
Changes for the year	
Service cost	57,687
Interest	27,131
Changes of benefit terms	-
Difference between expected and actual experience	4,259
Changes in assumptions or other inputs	131,442
Benefit payments	(16,819)
Net changes	<u>203,700</u>
Balance at June 30, 2020	<u>\$ 929,519</u>

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

Mortality rates were based on the RP-2014 mortality tables, with adjustments for LGERS experience and generation mortality improvements using Scale MP-2015.

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

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21 percent) and 1-percentage-point higher (3.21 percent) than the current discount rate:

	1% Decrease	Discount Rate (2.21%)	1% Increase
Total OPEB Liability	\$ 1,047,592	\$ 929,519	\$ 825,706

Sensitivity of the total OPEB liability to changes in the healthcare cost trend 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 healthcare cost trend rate that is 1-percentage-point lower and 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease	Healthcare cost trend rate	1% Increase
Total OPEB Liability	\$ 792,844	\$ 929,519	\$ 1,099,801

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

For the year ended June 30, 2021, the County recognized OPEB expense of \$55,897. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,709	\$ 247,342
Changes of assumptions	135,066	40,039
Benefit payments and administrative costs made subsequent to the measurement date	11,265	-
Total	<u>\$ 150,040</u>	<u>\$ 287,381</u>

\$11,265 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2022	\$ (35,511)
2023	(35,511)
2024	(33,560)
2025	(25,076)
2026	(20,831)
Thereafter	1,883

g. Other Employment Benefits

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

3. Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension-difference between expected and actual experience		
LGERS	\$ 308,708	\$ -
Register of Deeds	-	155
LEOSSA	5,110	5,746
OPEB	3,709	247,342
Changes of assumptions		
LGERS	181,925	-
Register of Deeds	-	-
LEOSSA	87,676	4,828
OPEB	135,066	40,039
Pension - difference between projected and actual investment earnings		
LGERS	344,009	-
Register of Deeds	-	649
Pension - change in proportion and difference between employer contributions and proportionate share of contributions		
LGERS	23,075	16,032
Register of Deeds	1,296	-
Contributions to pension plan in 2020-2021 fiscal year		
LGERS	491,255	-
Register of Deeds	448	-
LEOSSA	-	-
Benefit payments for the OPEB plan paid subsequent to the measurement date	11,265	-
Benefit payments/administration costs paid subsequent to the measurement date (LEOSSA)	-	-
Prepaid taxes not yet earned (General)	-	11,000
Taxes receivable, net (General), less penalties	-	524,417
Taxes receivable, net(Special Revenue)	-	10,402
Total	<u>\$ 1,593,542</u>	<u>\$ 860,610</u>

4. 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. The County participates in three self-funded risk-financing pools administered by the North Carolina Association of County Commissioners. Through these pools, the County obtains property coverage equal to replacement cost values of owned property subject to a limit of \$10 million for any one occurrence, general, auto, professional, and employment practices liability coverage of \$1 million per occurrence, auto physical damage coverage for owned autos at actual cash value, workers' compensation coverage up to the statutory limits, and health and dental insurance for County employees.

The County carries flood insurance through the National Flood Insurance Plan (NFIP). Because the County is in an area of the State that has been mapped and designated an "A" area (an area close to a river, lake or stream) by the Federal Emergency Management Agency, the County is eligible to purchase coverage of \$500,000 per structure through the NFIP. The County also is eligible to and has purchased commercial flood insurance for various amounts over coverage per structure.

In accordance with G.S. 159-29, the County's employees that have access to \$100 or more at any given time of the County's funds are performance bonded through a commercial surety bond. The Director of Finance is individually bonded for \$361,000 and the Tax Administrator are each individually bonded for \$50,000 each. The Register of Deeds is bonded for \$10,000. The remaining employees that have access to funds are bonded under a blanket bond of \$60,000.

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 settled claims have not exceeded coverage in any of the past three fiscal years.

Hyde County ABC Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. The Board has property, general liability, auto liability, workers' compensation, and employee health coverage. The Board also has liquor legal liability coverage. There have been no significant reductions in insurance coverage from the previous year and settled claims have no exceeded the coverage in any of the past three years.

In accordance with G. S. 18B-700(i), each ABC Board member and the finance officer is bonded in the amount of \$50,000, secured by a corporate surety. In accordance with the G.S. 18B-803(b) and (c) the ABC Board store managers are bonded for \$20,000. All other ABC Board employees that have access to funds are bonds under a blanket bond for \$20,000.

5. Long-Term Obligations

a. Capital Leases

The County has entered into agreement(s) to lease certain land, buildings, and equipment, These agreement(s) are in substance lease-purchases (capital leases) for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. Titles pass to the County at the end of the lease terms.

Capital lease agreement(s) at June 30, 2021 are comprised of the following:

Serviced by the General Fund:

Lease of 3 2017 Dodge Chargers and a 2018 Ram 1500 truck for the Sheriff's Department, entered into on January 12, 2018 in the amount of \$112,397, payable in 4 annual installments of \$30,736 including interest at a rate of 6.33% through January 12, 2021.	\$	-
Lease of a 2017 Ford F-150 truck for the Health Department, entered into on August 28, 2017 in the amount of \$34,159, payable in 60 monthly installments of \$649 including interest at a rate of 5.45% through July 28, 2022.		8,172
Lease of a Chevy Silverado truck for the Drainage Department, entered into on July 31, 2017 in the amount of \$21,173, payable in 39 monthly installments of \$543 including interest at a rate of 0.00% through Oct, 2020.		-
Lease of a Chevy Silverado truck for the Soil and Water Conservation Department, entered into on July 31, 2017 in the amount of \$21,173, payable in 39 monthly installments of \$543 including interest at a rate of 0.00% through Oct, 2020.		-

Lease of a Ford F-150 truck for the Emergency Services Department, entered into on July 2, 2017 in the amount of \$35,050, payable in 60 monthly installments of \$673 including interest at a rate of 5.95% through June 2, 2021.

Lease of 2 2019 Dodge Ram trucks and a 2019 Dodge Charger for the Sheriff's Department, entered into on November 4, 2019 in the amount of \$88,411, payable in 4 annual installments of \$23,993 including interest at a rate of 5.5% through November 4, 2022.

Lease of 1 2020 Ford Transit T-250 Ambulance Van, entered into on September 28, 2020 in the amount of \$65,419, payable in 1 installment of \$4,140 plus 5 annual installments of \$13,593 including interest at a rate of 4% through October 2025.

Total Serviced by the General Fund

44,136

58,256

\$ 110,564

Future minimum lease payments of June 30, 2021 were as follows:

Year Ending June 30	Principal	Interest
2022	\$ 41,601	\$ 3,769
2023	35,186	3,048
2024	12,267	1,326
2025	12,694	899
2026	8,816	457
Total	\$ 110,564	\$ 9,499

At June 30, 2021, the County leased the following assets valued at:

Class of Property	Cost	Accumulated Depreciation	Net Book Value
Vehicle	\$ 351,295	\$ 178,775	\$ 172,520

b. Installment Purchases

Serviced by the General Fund:

Default terms consist of requiring immediate payment of the balance due. The property stands as collateral for the loan.

\$3,530,000 direct placement loan with USDA executed on November 26, 2006, for the construction of the new courthouse building in the amount of \$3,530,000. The combined repayments of the two notes require 30 annual payments of principal and interest of \$208,847. The interest rates are 4.125% and 4.375%.

Total Serviced by the General Fund

\$ 2,371,733

\$ 2,371,733

For Hyde County, the future installment purchase payments as of June 30, 2021, including \$940,566 of interest, are

Year Ending June 30	Principal	Interest
2022	\$ 106,169	\$ 100,476
2023	110,610	95,938
2024	115,237	91,210
2025	120,058	86,285
2026	125,080	81,153
2027-2031	708,413	320,934
2032-2036	869,544	156,246
2036-2041	216,622	8,324
Total	\$ 2,371,733	\$ 940,566

c. General Obligation Indebtedness

Hyde County issues general obligation bonds to provide funds for the acquisition and construction of major water system capital improvements. These bonds, which are recorded in the Water Fund, are collateralized by the full faith, credit, and taxing power of the County. Principal and interest payments are appropriated when due.

\$1,853,400 Water Refunding, Series 2012 bonds, due in annual installments of \$106,746 to \$134,516 in principal through December 1, 2027; interest at 2.79 percent. \$ 931,408

The County's general obligation bonds payable at June 30, 2021 are comprised of the following individual issue:

Year Ending June 30	Principal	Interest
2022	\$ 129,244	\$ 25,986
2023	132,541	22,380
2024	133,236	18,682
2025	133,878	14,965
2026	133,468	11,230
2027-2031	269,041	11,259
Total	<u>\$ 931,408</u>	<u>\$ 104,502</u>

At June 30, 2021, Hyde County had a legal debt margin of approximately \$71,368,548. The County has no authorized but unissued bonds at June 30, 2021.

d. Revenue Bonds

\$1,420,000 Water and Sewer Bonds, series 2011, due in annual installments of \$16,000 to \$74,000 in principal through June 2050, interest at 4.25%. \$ 1,253,000

The County is not in compliance with the covenants as to rates, fees, rentals, and charges in Section 5.02 of the Bond Order, authorizing the issuance for the Water and Sewer Revenue Bonds, Series 2011. Section 5.02 of the Bond Order requires the debt service coverage ratio to be no less than 100% of the debt service requirement excluding revenue bonds plus 110% of the revenue bonds debt service requirement.

Operating Revenues	\$ 1,631,599	
Operating Expenses*	<u>1,437,013</u>	
Operating Income	194,586	
Nonoperating Revenues (Expenses)	<u>(24,804)</u>	
Income available for debt service	169,782	
Debt service, principal and interest paid (Revenue bond only)	\$ 76,188	
Debt service, principal and interest paid (debt excluding revenue bonds)		\$ 155,867
Debt Service Ratio	222.85%	108.93%
Requirement Percentage	110.00%	100.00%

*Per rate covenants, this does not include depreciation expense of \$412,122.

**Does not include revenue bond interest paid of \$54,188.

The future payments of the revenue bonds are as follows:

Year Ending June	Principal	Interest
2022	\$ 23,000	\$ 53,253
2023	24,000	52,275
2024	25,000	51,255
2025	26,000	50,193
2026	27,000	49,088
2027-2031	152,000	227,333
2032-2036	187,000	192,228
2037-2041	230,000	148,963
2042-2046	284,000	95,710
2047-2051	275,000	29,920
	<u>\$ 1,253,000</u>	<u>\$ 950,218</u>

e. Qualified School Construction Bonds

The County has issued a bond in order to finance school construction.

\$3,002,692 Qualified School Construction Bond issued on October 18, 2010; due in annual installments of \$200,179 in principal plus interest at .93 percent through October 2025.

\$ 1,000,898

Year Ending June	Governmental-Type Activities	
	Principal	Interest
2022	\$ 200,179	\$ 11,170
2023	200,179	9,308
2024	200,180	7,447
2025	200,180	3,723
2026	200,180	1,862
	<u>\$ 1,000,898</u>	<u>\$ 33,510</u>

e. Direct Loan Funding

\$1,000,000 Direct Loan Funding issued on April 8, 2020; to advance fund to the County while awaiting Federal reimbursements. Payments are required within 5 business days of receipt of federal reimbursement. Agreement shall terminate at April 8, 2023 or upon full repayment of loan proceeds and submission of final reports, which ever comes first.

\$1,000,000 Direct Loan Funding issued on June 10, 2020; to advance fund to the County while awaiting Federal reimbursements. Payments are required within 5 business days of receipt of federal reimbursement. Agreement shall terminate at June 10, 2023 or upon full repayment of loan proceeds and submission of final reports, which ever comes first.

f. Long-Term Obligation Activity

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2021:

	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
Governmental activities:					
Installment Purchase	\$ 2,473,640	\$ -	\$ 101,907	\$ 2,371,733	\$ 106,169
Qualified School Construction Bonds	1,201,077	-	200,179	1,000,898	200,179
NCORR Direct Loan Funding	2,000,000	-	-	2,000,000	-
Capital Leases	122,734	65,419	77,589	110,564	41,601
Compensated absences	318,182	-	6,007	312,175	-
Net pension liability (LERS)	1,669,185	514,315	-	2,183,500	-
Total pension liability (LEOSSA)	176,427	108,653	-	285,080	-
Total OPEB liability	646,052	181,313	-	827,365	-
Total	<u>\$ 8,607,297</u>	<u>\$ 869,700</u>	<u>\$ 385,682</u>	<u>\$ 9,091,315</u>	<u>\$ 347,949</u>
Business-type activities:					
General obligation debt	\$ 1,057,763	\$ -	\$ 126,355	\$ 931,408	\$ 129,244
Revenue bonds debt	1,275,000	-	22,000	1,253,000	23,000
Compensated absences	63,025	16,443	5,261	74,207	-
Net pension liability (LERS)	199,585	61,496	-	261,081	-
Total OPEB liability	79,767	22,387	-	102,154	-
Total	<u>\$ 2,675,140</u>	<u>\$ 100,326</u>	<u>\$ 153,616</u>	<u>\$ 2,621,850</u>	<u>\$ 152,244</u>

Compensated absences for governmental activities typically have been liquidated in the general fund and are accounted for on a LIFO basis assuming that employees are taking leave time as it is earned.

C. Interfund Balances and Activity

Transfers to/from other funds at June 30, 2021, consist of the following:

From the E911 Fund to the General Fund to close out the fund.	\$ 51,956
From the Ocracoke Occupancy Tax Fund to the Ocracoke Trams Project to cover operating expenditures.	35,000
From the General Fund to the Hydeland Home Health Fund to close out the fund.	2,045
From the General Fund to the Urgent Repair Program for the required grant match.	2,500
From the General Fund to the Hurricane Dorian Project Fund to cover expenditures not reimbursed by grants.	557,762
From the Hurricane Matthew Project Fund to the General Fund to close out the fund.	14,276
From the General Fund to the Hyde Senior Center for operating expenditures.	92,000
From the General Fund to the Englehard Boardwalk for the required grant match.	2,000
From the General Fund to the Hyde County Tram Replacement Project to provide resources for the project.	4,370
From the General Fund to the Ocracoke Trams Project Fund to cover operating expenditures.	43,180
From the General Fund to the Hurricane Florence Watershed Restoration Project to provide inkind match.	10,956
Total	<u>\$ 816,045</u>

Balances due to/from other funds at June 30, 2021, consist of the following:

From the Hurricane Dorian Ocracoke Housing Recovery to the General Fund for the payment of expenditures.	\$ 204,873
From the Hurricane Dorian Home Repair and Rebuild Grant Fund to the General Fund for the payment of expenditures.	41,371
From the NC Land and Water Fund Restoration Project to the General Fund for the payment of expenditures.	103,778
From the Hurricane Dorian Project Fund to the General Fund for the payment of expenditures.	480,177
From the Hurricane Florence Recovery to the General Fund for the payment of expenditures.	110,688
From the CDBG Neighborhood Revitalization (CDBG-NR) Program Fund to the CDBGI for the payment of expenditures.	181,701
From the CDBG I Program Fund to the General Fund for the payment of expenditures.	133,395
From the Ocracoke Trams Project Fund to the General Fund for the payment of expenditures.	880
From the Revolving Loan Fund to the General Fund for the payment of expenditures.	120,000
From the Stream Debris Removal Project to the General Fund for the payment of expenditures.	354,423
From the CDBG I Program Fund to the CDBG Disaster Recovery Fund for the payment of expenditures.	14,889
From the Ocracoke EMS Station Construction to the General Fund for the payment of expenditures.	211
From the Hyde County Tram Replacement Project to the General Fund for the payment of expenditures.	29,740
Total	<u>\$ 1,776,126</u>

D. Fund Balance

Hyde County has a revenue spending policy that provides for programs with multiple revenue sources. The Finance Officers will use resources in the following hierarchy: bond proceeds, federal funds, State funds, local non-city funds, city funds. For purposes of fund balance classification expenditures are to spent from restricted fund balance first, followed in order by committed fund balance assigned fund balance and lastly unassigned fund balance.

Total fund balance - General Fund	\$ 10,197,733
Less:	
Restricted	
Stabilization by State Statute	2,552,699
Debt Service	206,645
Register of Deeds	53,750
Economic and Physical Development	3,331,478
Human Services	130,423
Public Safety	161,612
Assigned	
Tax Revaluation	171,920
General Government	4,058
Economic and Physical Development	234,127
Remaining fund balance	<u>\$ 3,351,021</u>

IV. Jointly Governed Organization

The County, in conjunction with nine other counties and fourteen municipalities, established the Albemarle Commission Council of Governments (Council). The participating governments established the Council to coordinate various funding received from federal and State agencies. Each participating government appoints one member to the Council's governing board. The County paid membership fees of \$4,493 to the Council during the fiscal year ended June 30, 2021.

V. Summary Disclosure of Significant Contingencies

A. Federal and State Assisted Programs

The County has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to 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.

B. Employment Security Benefits

Hyde County has elected to pay direct costs of employment security benefits in lieu of employment security taxes on payroll. A liability for benefit payments could accrue in the year following discharge of employees.

C. Coronavirus Disease (COVID-19)

During the fiscal year 2020, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic has had significant effects on global markets, supply chains, businesses, and communities. Specific to the County, COVID-19 is expected to impact various parts of its fiscal year 2021-22 operations and financial results. Management believes the County is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as events associated with the pandemic continue to develop.

VI. Supplemental and Additional Supplemental One-Half of One Percent Local Government Sales and Use Tax

State law (Chapter 105, Articles 40 and 42, of the North Carolina General Statutes) requires the County to use a portion of the proceeds of its supplemental and additional supplemental and additional supplemental sales taxes, or local option sales taxes, for public school capital outlays or to retire public school indebtedness. During the fiscal year ended June 30, 2021, the County reported these local option sales taxes within the General Fund. The County expended the restricted portion of these taxes for public school capital outlays.

VII. Economic Dependence

The County receives a substantial amount of revenue each year from the Hyde County Prison. For the year ended June 30, 2021, revenue from the Hyde County Prison represented 31% of the total Water and Sewer Fund revenues.

VIII. Date of Management Evaluation

Management has evaluated subsequent events through October 13, 2022, the date on which the financial statements were available to be issued.

IX. Prior Period Adjustment

The County has received several grants over the past few years as a result of Hurricane Dorian that were not properly presented. They were recorded in the General Fund, and proper tracking was not maintained to timely book receivables and revenues for these grants. Substantial efforts were made to properly segregate those grants into separate funds, and revenues were recorded back to the prior period. In addition, several balance sheet accounts were not reconciled over the past few years while the County was in recovery mode from the Hurricane damage. Amounts were recorded as deferred income that should have been recognized in prior years, and payroll liability accounts were not properly cleared out. The net effect of these entries resulted in increased fund balance in the General Fund by \$6,742,342, decreasing fund balance in the other governmental funds by \$3,780,521, for a net effect to governmental fund balance of \$2,961,821. On the government-wide statements, an additional adjustment was made for \$565,791 as a result of the amounts that were recognized in the government-wide statements as revenue in prior years from the deferred income reflected in the General Fund statement. Since this was recognized as a prior period adjustment in the fund statements, that adjustment is needed to adjust in the government-wide statements for amounts that have previously been recognized. The net effect of all prior period adjustments to the government-wide statements is \$2,396,030.

X. Change in Accounting Principle

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

As part of implementing the statement, the County performed a comprehensive review of its fiduciary relationships and applied the criteria within the guidance. As a result, fund balance and net position were restated as follows:

Governmental Activities	General Fund	Nonmajor Special Revenue Fund Balance - Increase (Decrease)	Fiduciary Net Position - Custodial Fund - Increase (Decrease)	
Net Position - Increase (Decrease)	Balance - Increase (Decrease)			
\$ 3,280	\$ -	\$ 3,280	\$ -	- Cash received under the Social Security Administration's Representative Payee Program net of liabilities owed for payments on behalf of beneficiaries were reclassified out of the Agency Fund into a newly created Representative Payee Fund. The portion of liabilities in the Agency Fund representing net cash available at the beginning of the year were restated as fund balance.
14,656	-	14,656	-	- Cash and receivables from fines and forfeitures net of liabilities owed to the Hyde County Board of Education were reclassified out of the Agency Fund into a newly created Fines and Forfeitures Special Revenue Fund. The portion of liabilities in the Agency Fund representing receivables that were uncollected at the beginning of the year were restated as fund balance.
<u>\$ 17,936</u>	<u>\$ -</u>	<u>\$ 17,936</u>	<u>\$ -</u>	

Required Supplemental Financial Data

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

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

Schedule of County Contributions (LGERS)

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

Schedule of County Contributions (ROD)

Schedule of Changes in Total Pension Liability (LEOSSA)

Schedule of Total Pension Liability as a Percentage of Covered-Employee Payroll (LEOSSA)

Schedule of Changes in the Total OPEB Liability and Related Ratios

Hyde County
Schedule of Proportionate Share of Net Pension Liability (Asset)
Local Government Employees' Retirement System
Last Eight Fiscal Years*

	2021	2020	2019	2018
County's proportion of the net pension liability (asset) (%)	0.06841%	0.06843%	0.06772%	0.07244%
County's proportion of the net pension liability (asset) (\$)	\$ 2,444,581	\$ 1,868,770	\$ 1,606,550	\$ 1,106,683
County's covered payroll	\$ 4,975,942	\$ 4,635,108	\$ 4,515,135	\$ 4,645,928
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	49.13%	40.32%	35.58%	23.82%
Plan fiduciary net position as a percentage of the total pension liability**	88.61%	90.86%	92.00%	94.18%
	2017	2016	2015	2014
County's proportion of the net pension liability	0.07654%	0.07425%	0.07055%	0.07180%
County's proportion of the net pension liability (asset) (\$)	\$ 1,624,435	\$ 333,230	\$ (416,066)	\$ 865,466
County's covered payroll	\$ 4,658,555	\$ 4,766,419	\$ 3,992,844	\$ 3,992,844
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	34.87%	6.99%	-10.42%	21.68%
Plan fiduciary net position as a percentage of the total pension liability**	91.47%	98.09%	102.64%	94.35%

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

** This will be the same percentage for all participant employers in the LGERS plan.

Hyde County
Schedule of County Contributions
Local Government Employees' Retirement System
Last Eight Fiscal Years

	2021	2020	2019	2018
Contractually required contribution	\$ 491,255	\$ 454,863	\$ 367,418	\$ 347,144
Contributions in relation to the contractually required contribution	491,255	454,863	367,418	347,144
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 4,758,179	\$ 4,975,942	\$ 4,635,108	\$ 4,515,135
Contributions as a percentage of covered payroll	10.32%	9.14%	7.93%	7.69%
	2017	2016	2015	2014
Contractually required contribution	\$ 344,227	\$ 319,087	\$ 338,226	\$ 319,589
Contributions in relation to the contractually required contribution	344,227	319,087	338,226	319,589
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 4,645,928	\$ 4,658,555	\$ 4,766,419	\$ 3,992,844
Contributions as a percentage of covered payroll	7.41%	6.85%	7.10%	8.00%

Hyde County
Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)
Register of Deeds' Supplemental Pension Fund
Last Eight Fiscal Years*

	2021	2020	2019	2018
County's proportionate share of the net pension liability (%)	0.0331%	0.0385%	0.0449%	0.0442%
County's proportionate share of the net pension liability (\$)	\$ (7,590)	\$ (7,597)	\$ (7,430)	\$ (8,270)
Plan fiduciary net position as a percentage of the total pension liability	173.62%	164.11%	153.31%	153.77%
	2017	2016	2015	2014
County's proportionate share of the net pension liability (%)	0.0467%	0.0464%	0.0398%	0.0403%
County's proportionate share of the net pension liability (\$)	\$ (8,722)	\$ (10,764)	\$ (9,019)	\$ (9,330)
Plan fiduciary net position as a percentage of the total pension liability	160.17%	197.29%	193.88%	190.50%

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

Hyde County, North Carolina
Schedule of County Contributions
Register of Deeds' Supplemental Pension Fund
Last Eight Fiscal Years*

	2021	2020	2019	2018
Contractually required contribution	\$ 448	\$ 358	\$ 3,982	\$ 3,824
Contributions in relation to contractually required contribution	448	358	3,982	3,824
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
	2017	2016	2015	2014
Contractually required contribution	\$ 3,689	\$ 3,421	\$ 3,492	\$ 3,492
Contributions in relation to contractually required contribution	3,689	3,421	3,492	3,492
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -

* Information is not required to be presented retroactively.

This schedule will not present 10 years' worth of information until fiscal year 2024.

Hyde County, North Carolina
Schedule of Changes in Total Pension Liability
Law Enforcement Officers' Special Separation Allowance
For the Year Ended June 30, 2021*

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Beginning Balance	\$ 176,427	\$ 147,667	\$ 130,553
Service Cost	13,343	13,764	15,315
Interest on the total pension liability	5,752	5,375	4,125
Changes of benefit terms	-	-	-
Differences between expected and actual experience in the measurement of the total pension liability	(3,306)	3,526	4,836
Changes of assumptions or other inputs	92,864	6,095	(7,162)
Benefit payments	-	-	-
Other changes	-	-	-
Ending balance of the total pension liability	<u>\$ 285,080</u>	<u>\$ 176,427</u>	<u>\$ 147,667</u>

	<u>2018</u>	<u>2017</u>
Beginning Balance	\$ 108,057	\$ 94,161
Service Cost	12,591	13,572
Interest on the total pension liability	4,171	3,362
Changes of benefit terms	-	-
Differences between expected and actual experience in the measurement of the total pension liability	(8,345)	-
Changes of assumptions or other inputs	14,079	(3,038)
Benefit payments	-	-
Other changes	-	-
Ending balance of the total pension liability	<u>\$ 130,553</u>	<u>\$ 108,057</u>

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

Hyde County, North Carolina
Schedule of Total Pension Liability as a Percentage of Covered Payroll
Law Enforcement Officers' Special Separation Allowance
For the Year Ended June 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total pension liability	\$ 285,080	\$ 176,427	\$ 147,667
Covered payroll	650,939	620,527	640,649
Total pension liability as a percentage of covered payroll	43.80%	28.43%	23.05%
	<u>2018</u>	<u>2017</u>	
Total pension liability	\$ 130,553	\$ 108,057	
Covered payroll	643,429	660,554	
Total pension liability as a percentage of covered payroll	20.29%	16.36%	

Notes to the schedules:

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

Hyde County, North Carolina
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service cost	\$ 57,687	\$ 56,224	\$ 58,362	\$ 63,506
Interest	27,131	36,013	32,090	27,223
Changes of benefit terms	-	17,182	-	-
Differences between expected and actual experience	4,259	(324,889)	(3,932)	(9,976)
Changes of assumptions	131,442	27,744	(32,527)	(53,250)
Benefit payments	(16,819)	(24,264)	(34,884)	(26,216)
Net change in total OPEB liability	<u>203,700</u>	<u>(211,990)</u>	<u>19,109</u>	<u>1,287</u>
Total OPEB Liability, beginning	<u>725,819</u>	<u>937,809</u>	<u>918,700</u>	<u>917,413</u>
Total OPEB Liability, ending	<u><u>\$ 929,519</u></u>	<u><u>\$ 725,819</u></u>	<u><u>\$ 937,809</u></u>	<u><u>\$ 918,700</u></u>
 Covered payroll	 \$ 4,309,489	 \$4,309,489	 \$ 4,266,460	 \$ 4,266,460
Total OPEB liability as a percentage of covered payroll	21.57%	16.84%	21.98%	21.53%

Notes to Schedule

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

<u>Fiscal Year</u>	<u>Rate</u>
2021	2.21%
2020	3.50%
2019	3.89%
2018	3.56%

Combining and Individual Fund Statements and Schedules

Hyde County
Combining Balance Sheet
General Fund
June 30, 2021

	General Fund	Capital Reserve Fund	Revaluation Fund	NCORR State Grant Fund	NCORR Temporary Assistance Fund	NCORR State Grant Fund	Total
ASSETS							
Cash and cash equivalents	\$ 4,988,187	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,988,187
Restricted Cash	-	234,127	171,920	405,785	2,000,000	796,743	3,608,575
Receivables, net:							
Property Taxes	524,417	-	-	-	-	-	524,417
Accounts	456,428	-	-	-	-	14,263	470,691
Due from other governments	502,472	-	-	-	-	-	502,472
Due from other funds	1,579,536	-	-	-	-	-	1,579,536
Total assets	<u>\$ 8,051,040</u>	<u>\$ 234,127</u>	<u>\$ 171,920</u>	<u>\$ 405,785</u>	<u>\$ 2,000,000</u>	<u>\$ 811,006</u>	<u>\$ 11,673,878</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued liabilities	\$ 930,943	\$ -	\$ -	\$ -	\$ -	\$ 9,785	\$ 940,728
Due to other funds	-	-	-	-	-	-	-
Total liabilities	<u>930,943</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,785</u>	<u>940,728</u>
DEFERRED INFLOW OF RESOURCES							
Prepaid taxes	11,000	-	-	-	-	-	11,000
Property taxes receivable	524,417	-	-	-	-	-	524,417
Other deferred income	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>535,417</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>535,417</u>
Fund balances:							
Restricted:							
Stabilization by State Statute	2,538,436	-	-	-	-	14,263	2,552,699
Debt Service	206,645	-	-	-	-	-	206,645
Public Safety	161,612	-	-	-	-	-	161,612
Register of Deeds	53,750	-	-	-	-	-	53,750
Economic and physical development	138,735	-	-	405,785	2,000,000	786,958	3,331,478
Human Services	130,423	-	-	-	-	-	130,423
Committed:							
Human Services	4,058	-	-	-	-	-	4,058
Economic and physical development	-	234,127	-	-	-	-	234,127
Tax Revaluation	-	-	171,920	-	-	-	171,920
Assigned:							
Subsequent year's expenditures	-	-	-	-	-	-	-
Unassigned	3,351,021	-	-	-	-	-	3,351,021
Total fund balances	<u>6,584,680</u>	<u>234,127</u>	<u>171,920</u>	<u>405,785</u>	<u>2,000,000</u>	<u>801,221</u>	<u>10,197,733</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 8,051,040</u>	<u>\$ 234,127</u>	<u>\$ 171,920</u>	<u>\$ 405,785</u>	<u>\$ 2,000,000</u>	<u>\$ 811,006</u>	<u>\$ 11,673,878</u>

Hyde County
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
General Fund
For the Year Ended June 30, 2021

	General Fund	Capital Reserve Fund	Revaluation Fund	NCORR State Grant Fund	NCORR Temporary Assistance Fund	NCORR State Grant Fund	Total
Revenues:							
Ad valorem taxes	\$ 7,526,338	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,526,338
Local option sales tax	1,880,078	-	-	-	-	-	1,880,078
Other taxes and licenses	255,997	-	-	-	-	-	255,997
Unrestricted intergovernmental	126,221	-	-	-	-	-	126,221
Restricted intergovernmental	2,115,195	-	-	-	-	-	2,115,195
Permits and fees	108,280	-	-	-	-	-	108,280
Sales and services	1,170,108	-	-	-	-	-	1,170,108
Investment earnings	7,631	519	357	-	-	-	8,507
Miscellaneous	69,866	-	-	-	-	-	69,866
Total revenues	<u>13,259,714</u>	<u>519</u>	<u>357</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,260,590</u>
Expenditures:							
Current:							
General government	2,276,779	-	-	-	-	-	2,276,779
Public safety	4,043,601	-	-	-	-	-	4,043,601
Transportation	49,420	-	-	-	-	-	49,420
Environmental Protection	1,296,754	-	-	-	-	-	1,296,754
Economic and physical development	470,701	-	-	89,310	-	698,779	1,258,790
Human services	2,920,841	-	-	-	-	-	2,920,841
Cultural and recreational	51,000	-	-	-	-	-	51,000
Education	2,083,829	-	-	-	-	-	2,083,829
Debt Service	505,533	-	-	-	-	-	505,533
Total expenditures	<u>13,698,458</u>	<u>-</u>	<u>-</u>	<u>89,310</u>	<u>-</u>	<u>698,779</u>	<u>14,486,547</u>
Revenues over (under) expenditures	<u>(438,744)</u>	<u>519</u>	<u>357</u>	<u>(89,310)</u>	<u>-</u>	<u>(698,779)</u>	<u>(1,225,957)</u>
Other financing sources (uses):							
Transfers from other funds	66,232	-	50,000	-	-	-	116,232
Transfers to other funds	(764,813)	-	-	-	-	-	(764,813)
Capital lease proceeds	65,419	-	-	-	-	-	65,419
Total other financing sources (uses)	<u>(633,162)</u>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(583,162)</u>
Net change in fund balance	<u>(1,071,906)</u>	<u>519</u>	<u>50,357</u>	<u>(89,310)</u>	<u>-</u>	<u>(698,779)</u>	<u>(1,809,119)</u>
Fund balance, beginning of year	4,914,339	233,608	116,563	-	-	-	5,264,510
Prior Period Adjustment (see note IX)	2,742,247	-	5,000	495,095	2,000,000	1,500,000	6,742,342
Fund balance, beginning of year, restated	<u>7,656,586</u>	<u>233,608</u>	<u>121,563</u>	<u>495,095</u>	<u>2,000,000</u>	<u>1,500,000</u>	<u>12,006,852</u>
Fund balance, end of year	<u>\$ 6,584,680</u>	<u>\$ 234,127</u>	<u>\$ 171,920</u>	<u>\$ 405,785</u>	<u>\$ 2,000,000</u>	<u>\$ 801,221</u>	<u>\$10,197,733</u>

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

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad valorem taxes:			
Taxes	\$ 7,275,906	\$ 7,421,964	\$ 146,058
Interest	110,050	104,374	(5,676)
Total	<u>7,385,956</u>	<u>7,526,338</u>	<u>140,382</u>
Local option sales tax:			
Article 39 and 44	770,200	960,266	190,066
Article 40 one - half of one percent	362,600	456,738	94,138
Article 42 one - half of one percent	356,025	459,388	103,363
Medicaid Hold Harmless Payment	50,000	3,686	(46,314)
Total	<u>1,538,825</u>	<u>1,880,078</u>	<u>341,253</u>
Other taxes & licenses:			
Real estate stamp excise tax	70,000	144,553	74,553
Scrap tire disposal tax	10,000	7,436	(2,564)
White goods disposal tax	3,000	-	(3,000)
Solid waste disposal tax	4,250	4,893	643
Local occupancy tax	68,436	76,010	7,574
Franchise Tax - cable tv	3,100	2,456	(644)
Beer and wine licenses	20,500	20,649	149
Total	<u>179,286</u>	<u>255,997</u>	<u>76,711</u>
Unrestricted intergovernmental:			
Payments in lieu of taxes-outside sources	125,000	104,733	(20,267)
Beer and wine tax	15,000	21,488	6,488
Total	<u>140,000</u>	<u>126,221</u>	<u>(13,779)</u>
Restricted intergovernmental:			
Federal and State Grants	1,722,272	679,741	(1,042,531)
Social Service Grants - federal and state	1,442,411	1,106,456	(335,955)
Other grants	298,370	97,301	(201,069)
FEMA Grant	308,000	0	(308,000)
Court facility fees	10,000	6,653	(3,347)
ABC Bottles taxes	2,000	2,553	553
COVID 19 recovery funds	174,418	222,491	48,073
Total	<u>3,957,471</u>	<u>2,115,195</u>	<u>(1,842,276)</u>

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Permits and fees:			
Building Permits	20,000	30,521	10,521
Concealed handgun permits	5,000	4,485	(515)
Inspection Fees	20,085	26,466	6,381
Register of Deeds	25,000	35,015	10,015
Election filing fees	500	5	(495)
Sheriff Fees	13,000	10,023	(2,977)
Private well fees	2,155	1,705	(450)
Code Enforcement Penalties	1,500	60	(1,440)
Total	87,240	108,280	21,040
Sales and services:			
Rents, Concessions, and Fees	112,185	110,623	(1,562)
Jail Fees	1,500	2,010	510
Household Garbage Collection	5,000	16,349	11,349
Ambulance and Rescue Squad Fees	450,000	677,664	227,664
Airport Gas Sales	30,000	2,162	(27,838)
Total	600,699	1,170,108	569,409
Investment earnings:	10,000	7,631	(2,369)
Miscellaneous:			
Insurance Claims	45,550	50,776	5,226
Other Revenues	20,836	19,090	(1,746)
Total	66,386	69,866	3,480
Total revenues	13,965,863	13,259,714	(706,149)
Expenditures:			
General Government:			
Governing Body:			
Salaries and employee benefits	24,365	23,983	382
Other operating expenditures	3,800	1,678	2,122
Total	28,165	25,661	2,504
Administration:			
Salaries and employee benefits	334,016	225,200	108,816
Other operating expenditures	735,785	743,840	(8,055)
Total	1,069,801	969,040	100,761

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
IT:			
Salaries and employee benefits	77,329	78,814	(1,485)
Other operating expenditures	45,000	28,950	16,050
Total	122,329	107,764	14,565
Elections:			
Salaries and employee benefits	58,627	53,948	4,679
Other operating expenditures	64,528	46,632	17,896
Total	123,155	100,580	22,575
Finance:			
Salaries and employee benefits	140,243	137,655	2,588
Other operating expenditures	63,600	37,625	25,975
Total	203,843	175,280	28,563
Human Resources:			
Salaries and employee benefits	34,952	20,906	14,046
Other operating expenditures	10,424	8,982	1,442
Total	45,376	29,888	15,488
Taxes:			
Salaries and employee benefits	148,731	131,324	17,407
Other operating expenditures	75,300	59,294	16,006
Total	224,031	190,618	33,413
Legal:			
Contracted Services	92,286	91,037	1,249
Total	92,286	91,037	1,249
Register of Deeds:			
Salaries and employee benefits	109,858	109,505	353
Other operating expenditures	106,100	104,570	1,530
Total	215,958	214,075	1,883
Public Buildings:			
Salaries and employee benefits	83,959	83,127	832
Other operating Expenditures	315,400	287,175	28,225
Total	399,359	370,302	29,057
Court Facilities:			
Other operating expenditures	10,000	2,534	7,466
Total	10,000	2,534	7,466
Total General Government	2,534,303	2,276,779	257,524

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Public Safety:			
Sheriff:			
Salaries and employee benefits	1,083,639	993,189	90,450
Other operating expenditures	319,713	314,208	5,505
Capital outlay	75,000	36,475	38,525
Total	<u>1,478,352</u>	<u>1,343,872</u>	<u>134,480</u>
ABC Rehabilitation:			
Other operating expenditures	1,800	1,754	46
Total	<u>1,800</u>	<u>1,754</u>	<u>46</u>
Jail:			
Other operating expenditures	54,750	52,050	2,700
Total	<u>54,750</u>	<u>52,050</u>	<u>2,700</u>
Emergency Management:			
Salaries and employee benefits	54,714	38,697	16,017
Other operating expenditures	88,100	70,906	17,194
Capital outlay	10,000	-	10,000
Total	<u>152,814</u>	<u>109,603</u>	<u>43,211</u>
Fire:			
Contracted Services	235,141	225,848	9,293
Inspections:			
Salaries and employee benefits	111,898	83,413	28,485
Other operating expenditures	59,200	40,897	18,303
Total	<u>171,098</u>	<u>124,310</u>	<u>46,788</u>
Rescue:			
Salaries and employee benefits	1,288,178	1,230,623	57,555
Other operating expenditures	718,844	657,759	61,085
Capital outlay	-	109,029	(109,029)
Total	<u>2,007,022</u>	<u>1,997,411</u>	<u>9,611</u>
Medical Examiner:			
Other operating expenditures	11,700	11,700	-
Total	<u>11,700</u>	<u>11,700</u>	<u>-</u>

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
COVID 19			
Salaries and employee benefits	-	27,770	(27,770)
Other operating expenditures	-	37,834	(37,834)
Total	-	65,604	(65,604)
Hurricane Isaias			
Salaries and employee benefits	-	29,844	(29,844)
Other operating expenditures	-	81,605	(81,605)
Total	-	111,449	(111,449)
Total Public Safety	4,112,677	4,043,601	69,076
Environmental Protection:			
Solid Waste:			
Salaries and employee benefits	296,875	289,959	6,916
Other operating expenditures	950,327	953,164	(2,837)
Capital outlay	1,000	749	251
Total	1,248,202	1,243,872	4,330
Drainage:			
Salaries and employee benefits	60,898	49,417	11,481
Other operating expenditures	2,000	1,189	811
Capital outlay	3,359	2,276	1,083
Total	66,257	52,882	13,375
Total Environmental Protection	1,314,459	1,296,754	17,705
Transportation:			
Airport:			
Other operating expenditures	103,500	49,420	54,080
Total Transportation	103,500	49,420	54,080
Economic and Physical Development:			
Planning:			
Salaries and employee benefits	51,000	48,626	2,374
Other operating expenditures	61,400	43,434	17,966
Total	112,400	92,060	20,340
Agricultural Extension:			
Salaries and employee benefits	142,036	135,789	6,247
Other operating expenditures	26,380	29,858	(3,478)
Capital outlay	6,800	-	6,800
Total	175,216	165,647	9,569

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Swan Quarter Dike Project:			
Capital Outlay	80,000	-	80,000
Juvenile Crime Prevention:			
Salaries and employee benefits	-	19,671	(19,671)
Other operating expenditures	54,475	56,155	(1,680)
Total	54,475	75,826	(21,351)
Soil and Water Conservation:			
Salaries and employee benefits	119,222	118,562	660
Other operating expenditures	27,356	18,134	9,222
Total	146,578	136,696	9,882
Ocracoke Occupancy Tax			
Salaries and employee benefits	-	472	(472)
Total	-	472	(472)
Englehard Boardwalk:			
Salaries and employee benefits	266,390	-	266,390
Other operating expenditures	20,500	-	20,500
Total	286,890	-	286,890
Total Economic and Physical Development	855,559	470,701	384,858
Human Services:			
Health:			
Administration:			
Salaries and employee benefits	147,165	129,883	17,282
Other operating expenditures	201,998	158,890	43,108
Capital Outlay	90,623	63,428	27,195
Total	439,786	352,201	87,585
Public Management Entity:			
Salaries and employee benefits	6,067	5,355	712
Other operating expenditures	6,060	4,357	1,703
Total	12,127	9,712	2,415
Communicable Diseases:			
Salaries and employee benefits	25,936	19,600	6,336
Other operating expenditures	8,259	1,327	6,932
Total	34,195	20,927	13,268

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Immunization:			
Salaries and employee benefits	3,787	1,973	1,814
Other operating expenditures	7,327	1,699	5,628
Total	11,114	3,672	7,442
Health Promotions-Risk Reduction:			
Salaries and Employee Benefits	33,942	35,511	(1,569)
Other Operating Expenditures	5,940	1,681	4,259
Total	39,882	37,192	2,690
Child Health-State:			
Salaries and Employee Benefits	66,547	57,691	8,856
Other operating expenditures	31,607	16,702	14,905
Total	98,154	74,393	23,761
Maternal Health-State:			
Salaries and Employee Benefits	46,181	36,646	9,535
Other operating expenditures	3,337	4,498	(1,161)
Total	49,518	41,144	8,374
Breast and Cervical Cancer:			
Salaries and Employee Benefits	3,944	2,783	1,161
Other operating expenditures	16,654	4,735	11,919
Total	20,598	7,518	13,080
Food and Lodging:			
Salaries and Employee Benefits	45,193	44,350	843
Other operating expenditures	8,277	1,812	6,465
Total	53,470	46,162	7,308
Women, Infants and children:			
Salaries and Employee Benefits	8,025	7,706	319
Other operating expenditures	13,819	10,069	3,750
Total	21,844	17,775	4,069
Pregnancy Care Management:			
Salaries and Employee Benefits	12,701	6,461	6,240
Other operating expenditures	685	-	685
Total	13,386	6,461	6,925
Environmental Health:			
Salaries and Employee Benefits	28,532	26,910	1,622
Other operating expenditures	37,453	22,972	14,481
Total	65,985	49,882	16,103

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Adult Health:			
Salaries and Employee Benefits	71,388	76,220	(4,832)
Other operating expenditures	78,621	60,330	18,291
Total	150,009	136,550	13,459
Family Planning - State:			
Salaries and Employee Benefits	107,140	89,886	17,254
Other operating expenditures	18,133	12,963	5,170
Total	125,273	102,849	22,424
Child Service Coordinator - State:			
Salaries and Employee Benefits	13,335	6,404	6,931
Other operating expenditures	445	404	41
Total	13,780	6,808	6,972
Mental Health - Navigator			
Salaries and employee benefits	-	17,801	(17,801)
Total	-	17,801	(17,801)
KBR Interpreter:			
Salaries and employee benefits	-	1,512	(1,512)
Total	-	1,512	(1,512)
Mental Health:			
Other operating expenditures	10,915	10,915	-
Total	10,915	10,915	-
Social Services:			
Medical Assistance Program:			
Salaries and Employee Benefits	860,029	743,853	116,176
Other operating expenditures	356,673	200,965	155,708
Total	1,216,702	944,818	271,884
SBA Home Loans/Grants:			
Transportation	5,927	4,948	979
In-Home Chore	24,679	-	24,679
Total	30,606	4,948	25,658
CAPS - Medicaid:			
Salaries and Employee Benefits	13,578	9,797	3,781
Other operating expenditures	17,500	6,251	11,249
Total	31,078	16,048	15,030
Public Assistance:			
Special Assistance	60,000	33,610	26,390
Medical Assistance	50,000	21,039	28,961
Total	110,000	54,649	55,351

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Day Care:			
Salaries and Employee Benefits	21,959	19,036	2,923
Other operating expenditures	28,041	-	28,041
Total	50,000	19,036	30,964
Mattamuskeet Opportunities:			
Salaries and Employee Benefits	86,765	85,178	1,587
Other operating expenditures	59,570	37,407	22,163
Total	146,335	122,585	23,750
Primary Care Telemedicine:			
Salaries and Employee Benefits	106,096	74,482	31,614
Other operating expenditures	43,904	26,889	17,015
Total	150,000	101,371	48,629
Peer Counselor:			
Other operating expenditures	14,472	12,837	1,635
Total	14,472	12,837	1,635
Drug Overdose Prevention:			
Other operating expenditures	-	69	(69)
Total	-	69	(69)
Vidant Health Promotion:			
Other operating expenditures	5,000	5,000	-
Total	5,000	5,000	-
HEP Connect			
Salaries and Employee Benefits	13,363	9,620	3,743
Other operating expenditures	31,021	(2,481)	33,502
Total	44,384	7,139	37,245

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Health - Dept of Justice			
Salaries and Employee Benefits	44,746	34,135	10,611
Other operating expenditures	50,397	14,536	35,861
Total	95,143	48,671	46,472
Mental Health & Substance Abuse			
Salaries and Employee Benefits	125,718	102,914	22,804
Other operating expenditures	54,703	24,033	30,670
Total	180,421	126,947	53,474
Health Check Coordinator			
Salaries and Employee Benefits	-	666	(666)
Total	-	666	(666)
COVID Health Enhancing			
Salaries and Employee Benefits	93,014	-	93,014
Other operating expenditures	42,031	719	41,312
Total	135,045	719	134,326
COVID 19 Vaccine			
Salaries and Employee Benefits	24,283	-	24,283
Other operating expenditures	30,475	-	30,475
Capital outlay	7,000	-	7,000
Total	61,758	-	61,758
Health COVID			
Salaries and Employee Benefits	(7,476)	16,385	(23,861)
Other operating expenditures	44,560	25,764	18,796
Capital outlay	5,000	5,168	(168)
Total	42,084	47,317	(5,233)
Services:			
SSBG In-Home Chore	24,543	7,956	16,587
SSBG Blind	3,000	1,884	1,116
SSBG Transportation	400	-	400
SSBG Legal Services	25,000	26,890	(1,890)
Crisis Intervention	27,415	17,646	9,769
Medicaid transportation	72,000	43,687	28,313
State Foster Care	35,000	22,589	12,411
IV-A adoption assistance	7,731	-	7,731
IV-E Foster Care	75,000	87,904	(12,904)
General assistance	3,000	314	2,686
Personal Care equipment	1,000	-	1,000
200% of poverty	5,000	-	5,000
AFDC emergency assistance	5,000	-	5,000
Hyde County Transit	12,000	10,468	1,532
LIEAP	74,875	84,038	(9,163)
COVID CPS/APS	2,587	2,440	147
Other operating expenditures	26,400	11,732	14,668
Total	399,950	317,548	82,403

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Bioterrorism:			
Salaries and Employee Benefits	49,453	34,163	15,290
Other operating expenditures	11,420	6,080	5,340
Total	60,873	40,243	20,630
Elderly Nutrition:			
Other operating expenditures	51,923	46,588	5,335
Total	51,923	46,588	5,335
Transportation:			
Elderly and Disabled	81,285	52,865	28,420
Work first transportation	5,505	-	5,505
Total	86,790	52,865	33,925
Veteran's Services:			
Salaries and Employee Benefits	9,255	4,770	4,485
Other operating expenditures	1,400	500	900
Total	10,655	5,270	5,385
Private Well Services:			
Salaries and Employee Benefits	3,061	2,026	1,035
Other operating expenditures	436	7	429
Total	3,497	2,033	1,464
Total Human Services	4,086,752	2,920,841	1,165,912
Cultural and Recreation:			
Cultural Contributions	52,000	51,000	1,000
Total	52,000	51,000	1,000
Education:			
Public schools - current	1,700,000	1,700,000	-
Public schools - capital outlay	322,395	383,829	(61,434)
Total	2,022,395	2,083,829	(61,434)
Debt service:			
Installment debt principal	116,307	179,496	(63,189)
QSCB bond principal	200,179	200,179	-
Interest and Fees	125,859	125,858	1
Total debt service	442,345	505,533	(63,188)
Total expenditures	15,523,990	13,698,458	1,825,533
Revenue over (under) expenditures	(1,558,127)	(438,744)	1,119,384

Hyde County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Other financing sources (uses):			
Transfers from other funds:			
Special Revenue Funds	-	66,232	66,232
Transfers to other funds:			
Revaluation Fund	(50,000)	(50,000)	-
Special Revenue Funds	(103,552)	(714,813)	(611,261)
Loan Proceeds	-	65,419	65,419
Sale and Lease of Assets	170,000	-	(170,000)
Total other financing sources (uses)	<u>16,448</u>	<u>(633,162)</u>	<u>(649,610)</u>
Appropriated Fund Balance	<u>1,541,679</u>	<u>-</u>	<u>(1,541,679)</u>
Net change in fund balance	<u>\$ -</u>	<u>(1,071,906)</u>	<u>\$ (1,071,905)</u>
Fund balance, beginning		4,914,339	
Prior Period Adjustment (see Note IX)		<u>2,742,247</u>	
Fund balance, ending		<u>\$ 6,584,680</u>	

Hyde County
Capital Reserve Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Investment earnings	\$ 5,000	\$ 519	\$ (4,481)
Total Revenues	<u>5,000</u>	<u>519</u>	<u>(4,481)</u>
Expenditures:			
Contract Services	5,000	-	5,000
Total Expenditures	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Revenues over (under) expenditures	<u>-</u>	<u>519</u>	<u>519</u>
Other financing sources (uses):			
Transfer to General Fund	-	-	-
Appropriated Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Total Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>519</u>	<u><u>\$ 519</u></u>
Fund balance, beginning		<u>233,608</u>	
Fund balance, ending		<u><u>\$ 234,127</u></u>	

Hyde County
Revaluation Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
June 30, 2021

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Investment earnings	\$ 500	\$ 357	\$ (143)
Total Revenues	<u>500</u>	<u>357</u>	<u>(143)</u>
Expenditures:			
Contract Services	50,500	-	50,500
Total Expenditures	<u>50,500</u>	<u>-</u>	<u>50,500</u>
Revenues over (under) expenditures	<u>(50,000)</u>	<u>357</u>	<u>50,357</u>
Other financing sources (uses):			
Transfer from (to) General Fund	50,000	50,000	-
Total Other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>50,357</u>	<u><u>\$ 50,357</u></u>
Fund balance, beginning		116,563	
Prior Period Adjustment (see Note IX)		<u>5,000</u>	
Fund balance, ending		<u><u>\$ 171,920</u></u>	

Hyde County
NCORR State Grant for Financially Distressed Local Governments (FDLG-037)
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
NCORR Grant	\$ 500,000	\$ 500,000	\$ -	\$ 500,000	\$ -
Total revenues	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>500,000</u>	<u>-</u>
Expenditures:					
Economic and Physical Development					
Accounting Specialist II	240,000	-	6,615	6,615	233,385
Grant Administrator Position	210,000	4,905	62,695	67,600	142,400
Affordable Housing Study	30,000	-	-	-	30,000
General Payroll and Administrative Exp	20,000	-	20,000	20,000	-
Total expenditures	<u>500,000</u>	<u>4,905</u>	<u>89,310</u>	<u>94,215</u>	<u>405,785</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 495,095</u>	<u>(89,310)</u>	<u>\$ 405,785</u>	<u>\$ 405,785</u>
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			<u>495,095</u>		
Fund balance, ending			<u>\$ 405,785</u>		

Per the Grant Agreement, this grant is to be consolidated with the General Fund for reporting purposes.

Hyde County
NCORR Temporary Assistance to Local Governments Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
NCORR Grant	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-
Expenditures:					
Economic and Physical Development					
Loan Repayment	2,000,000	-	-	-	2,000,000
Total expenditures	2,000,000	-	-	-	2,000,000
Revenues Over (Under) Expenditures	(2,000,000)	-	-	-	2,000,000
Other Financing Sources (Uses)					
NCORR Loan	2,000,000	2,000,000	-	2,000,000	-
Total Other Financing Sources (Uses)	2,000,000	2,000,000	-	2,000,000	-
Net change in fund balance	\$ -	\$ 2,000,000	-	\$ 2,000,000	\$ 2,000,000
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			2,000,000		
Fund balance, ending			\$ 2,000,000		

Per the Grant Agreement, this grant is to be consolidated with the General Fund for reporting purposes.

Hyde County
NCORR State Grant for Financially Distressed Local Governments (FDLG-044)
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
NCORR Grant	\$ 2,214,000	\$ 2,214,000	\$ -	\$ 2,214,000	\$ -
Total revenues	<u>2,214,000</u>	<u>2,214,000</u>	<u>-</u>	<u>2,214,000</u>	<u>-</u>
Expenditures:					
Economic and Physical Development					
Operating Budget Shortfalls	714,000	714,000	-	714,000	-
Housing Reconstruction	<u>1,500,000</u>	<u>-</u>	<u>698,779</u>	<u>698,779</u>	<u>801,221</u>
Total expenditures	<u>2,214,000</u>	<u>714,000</u>	<u>698,779</u>	<u>1,412,779</u>	<u>801,221</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,500,000</u>	<u>(698,779)</u>	<u>\$ 801,221</u>	<u>\$ 801,221</u>
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			<u>1,500,000</u>		
Fund balance, ending			<u>\$ 801,221</u>		

Per the Grant Agreement, this grant is to be consolidated with the General Fund for reporting purposes.

Hyde County
Hurricane Dorian Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FEMA Grant	\$ 4,500,000	\$ -	\$ 3,073,298	\$ 3,073,298	\$(1,426,702)
NC Emergency Management Grant	1,500,000	-	1,024,434	1,024,434	(475,566)
Total revenues	<u>6,000,000</u>	<u>-</u>	<u>4,097,732</u>	<u>4,097,732</u>	<u>(1,902,268)</u>
Expenditures:					
Economic Development					
Salaries and Benefits	380,500	311,689		311,689	68,811
Travel	50,000	50,758		50,758	(758)
Hurricane Supplies	15,000	14,252	4,314	18,566	(3,566)
Building Repairs	75,000	45,883	118,435	164,318	(89,318)
Debris	3,979,500	3,009,275	444,191	3,453,466	526,034
Debris Monitoring	1,500,000	560,947	95,750	656,697	843,303
Total expenditures	<u>6,000,000</u>	<u>3,992,804</u>	<u>662,690</u>	<u>4,655,494</u>	<u>1,344,506</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(3,992,804)</u>	<u>3,435,042</u>	<u>(557,762)</u>	<u>(557,762)</u>
Other Financing Sources (Uses)					
Transfer from other funds	-	-	557,762	557,762	557,762
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>557,762</u>	<u>557,762</u>	<u>557,762</u>
Net change in fund balance	<u>\$ -</u>	<u>\$(3,992,804)</u>	<u>3,992,804</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			<u>(3,992,804)</u>		
Fund balance, ending			<u>\$ -</u>		

NON-MAJOR GOVERNMENTAL FUNDS

Non-Major Governmental Funds are Special Revenue Funds and Capital Projects Funds.

Hyde County, North Carolina
Combining Balance Sheet
Non-Major Governmental Funds
For the Year Ended June 30, 2021

	Special Revenue Funds	Capital Project Funds	Total
Assets:			
Cash and cash equivalents	\$ 2,390,834	\$ 44,085	\$ 2,434,919
Accounts receivable, net	98,074	-	98,074
Taxes receivable, net	10,402	-	10,402
Other Receivables	1,189,303	-	1,189,303
Due from other funds	196,590	-	196,590
Due from other governments	1,516,015	29,951	1,545,966
Total assets	<u>\$ 5,401,218</u>	<u>\$ 74,036</u>	<u>\$ 5,475,254</u>
Liabilities and Fund Balances:			
Liabilities:			
Accounts payable and accrued liabilities	\$ 571,306	\$ 9,846	\$ 581,152
Due to other funds	1,265,998	29,951	1,295,949
Unspent Grant Funds	550,303	-	550,303
Total liabilities	<u>2,387,607</u>	<u>39,797</u>	<u>2,427,404</u>
Deferred inflows of resources:			
Taxes receivable	10,402	-	10,402
Total deferred inflows of resources	<u>10,402</u>	<u>-</u>	<u>10,402</u>
Fund Balances:			
Restricted:			
Reserved by State Statute	2,999,982	29,951	3,029,933
Economic and physical development	1,371,825	-	1,371,825
Education	13,810	-	13,810
Public Safety	35,000	-	35,000
Human Services	6,767	-	6,767
Capital Outlay	-	-	-
Committed:			
Transportation	-	34,239	34,239
Cultural and Recreation	48,636	-	48,636
Assigned:			
Subsequent years' expenditures	-	-	-
Unassigned	<u>(1,472,811)</u>	<u>(29,951)</u>	<u>(1,502,762)</u>
Total fund balances	<u>3,003,209</u>	<u>34,239</u>	<u>3,037,448</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 5,401,218</u>	 <u>\$ 74,036</u>	 <u>\$ 5,475,254</u>

Hyde County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
June 30, 2021

	Special Revenue Funds	Capital Project Funds	Total
Revenues:			
Ad valorem taxes	\$ 135,699	\$ -	\$ 135,699
Other taxes and licenses	573,026	-	573,026
Restricted intergovernmental	1,834,489	273,397	2,107,886
Sales and Services	45,322	-	45,322
Investment earnings	33,366	-	33,366
Miscellaneous	5,790	-	5,790
Total revenues	<u>2,627,692</u>	<u>273,397</u>	<u>2,901,089</u>
Expenditures:			
Current:			
General government	21,024	-	21,024
Public safety	-	-	-
Economic and physical development	1,495,976	-	1,495,976
Human Services	88,804	-	88,804
Environmental Protection	432,792	-	432,792
Cultural and Recreation	137,203	-	137,203
Transportation	156,360	-	156,360
Education	-	-	-
Capital Outlay	-	255,122	255,122
Total expenditures	<u>2,332,159</u>	<u>255,122</u>	<u>2,587,281</u>
Excess (deficiency) of revenues over expenditures	<u>295,533</u>	<u>18,275</u>	<u>313,808</u>
Other financing sources (uses):			
Transfers from other funds	185,681	6,370	192,051
Transfers to other funds	(101,232)	-	(101,232)
Total other financing sources (uses)	<u>84,449</u>	<u>6,370</u>	<u>90,819</u>
Net change in fund balances	379,982	24,645	404,627
Fund balances, beginning	2,393,008	9,594	2,402,602
Prior period adjustment (see Note IX)	212,283	-	212,283
Prior period restatement (see Note X)	17,936	-	17,936
Fund balances, beginning as restated	<u>2,623,227</u>	<u>9,594</u>	<u>2,632,821</u>
Fund balances, ending	<u>\$ 3,003,209</u>	<u>\$ 34,239</u>	<u>\$ 3,037,448</u>

Hyde County, North Carolina
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2021

Exhibit C-3

	Ocracoke Occupancy Tax Fund	Hydeland Home Health Fund	West Quarter District Fund	Ocracoke Special Mosquito District Fund	Mainland Occupancy Tax Fund	4-H Fund	E-911 Fund	Hyde County Senior Center Fund	Revolving Loan Fund
Assets:									
Cash and cash equivalents	\$ 902,080	\$ -	\$ 131,279	79,258	\$ 12,061	\$ 40,224	\$ -	\$ 14,352	\$ 346,699
Accounts receivable, net	92,959	-	-	-	1,673	-	-	1,589	-
Taxes Receivable, net	-	-	2,689	3,466	-	-	-	-	-
Other Receivables	-	-	-	-	-	-	-	-	1,189,303
Due from other funds	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 995,039</u>	<u>\$ -</u>	<u>\$ 133,968</u>	<u>82,724</u>	<u>\$ 13,734</u>	<u>\$ 40,224</u>	<u>\$ -</u>	<u>\$ 15,941</u>	<u>\$ 1,536,002</u>
Liabilities and Fund Balances:									
Liabilities:									
Accounts payable and accrued liabilities	\$ 21,525	\$ -	\$ -	79,258	\$ 150	\$ 2,053	\$ -	\$ 3,887	\$ -
Due to other funds	-	-	-	-	-	-	-	-	120,000
Unspent Grant Funds	-	-	-	-	-	-	-	-	-
Total liabilities	<u>21,525</u>	<u>-</u>	<u>-</u>	<u>79,258</u>	<u>150</u>	<u>2,053</u>	<u>-</u>	<u>3,887</u>	<u>120,000</u>
Deferred inflows of resources:									
Taxes receivable	-	-	2,689	3,466	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>2,689</u>	<u>3,466</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:									
Restricted:									
Reserved by State Statute	92,959	-	-	-	1,673	-	-	1,589	1,189,303
Economic and physical development	880,555	-	131,279	-	11,911	-	-	-	226,699
Education	-	-	-	-	-	-	-	-	-
Human Services	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Committed:									
Cultural and Recreation	-	-	-	-	-	38,171	-	10,465	-
Assigned:									
Subsequent year's expenditures	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total fund balances	<u>973,514</u>	<u>-</u>	<u>131,279</u>	<u>-</u>	<u>13,584</u>	<u>38,171</u>	<u>-</u>	<u>12,054</u>	<u>1,416,002</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 995,039</u>	<u>\$ -</u>	<u>\$ 133,968</u>	<u>\$ 82,724</u>	<u>\$ 13,734</u>	<u>\$ 40,224</u>	<u>\$ -</u>	<u>\$ 15,941</u>	<u>\$ 1,536,002</u>

Hyde County, North Carolina
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2021

Exhibit C-3

	Swan Quarter Water Shed District Fund	PDM Program Fund	Hurricane Matthew Fund	2015 FMA Program Fund	2016 FMA Program Fund	CDBG Disaster Recovery Fund	Hurricane Irene HMGP Fund	2016 FMA Program 002 Fund	CDBG Neighborhood Revitalization (CDBG-NR) Program Fund
Assets:									
Cash and cash equivalents	\$ 70,498	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net	-	-	-	-	-	-	-	-	-
Taxes Receivable, net	4,247	-	-	-	-	-	-	-	-
Other Receivables	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	14,889	-	-	184,421
Total assets	<u>\$ 74,745</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,889</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184,421</u>
Liabilities and Fund Balances:									
Liabilities:									
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,720
Due to other funds	-	-	-	-	-	14,889	-	-	181,701
Unspent Grant Funds	-	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,889</u>	<u>-</u>	<u>-</u>	<u>184,421</u>
Deferred inflows of resources:									
Taxes receivable	4,247	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>4,247</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:									
Restricted:									
Reserved by State Statute	-	-	-	-	-	14,889	-	-	184,421
Economic and physical development	70,498	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-
Human Services	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Committed:									
Cultural and Recreation	-	-	-	-	-	-	-	-	-
Assigned:									
Subsequent year's expenditures	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(14,889)	-	-	(184,421)
Total fund balances	<u>70,498</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 74,745</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,889</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 184,421</u>

Hyde County, North Carolina
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2021

Exhibit C-3

	CDBG I Program Fund	Representative Payee Fund	Fines and Forfeitures	Dredging of Big Foot Slough Project Fund	Hurricane Dorian Home Repair and Rebuild Grant Fund	NC Land and Water Fund Restoration Project Fund	Hurricane Florence Project Fund	American Rescue Plan Recovery Fund	NC OSBM Lake Mattamuskeet Watershed Pump Infrastructure Fund
Assets:									
Cash and cash equivalents	\$ 94,627	\$ 6,767	\$ 22,146	\$ -	\$ -	\$ -	\$ -	\$ 479,477	\$ 70,826
Accounts receivable, net	-	-	1,853	-	-	-	-	-	-
Taxes Receivable, net	-	-	-	-	-	-	-	-	-
Other Receivables	-	-	-	-	-	-	-	-	-
Due from other funds	196,590	-	-	-	-	-	-	-	-
Due from other governments	81,972	-	-	-	41,371	103,778	110,688	-	-
Total assets	<u>\$ 373,189</u>	<u>\$ 6,767</u>	<u>\$ 23,999</u>	<u>\$ -</u>	<u>\$ 41,371</u>	<u>\$ 103,778</u>	<u>\$ 110,688</u>	<u>\$ 479,477</u>	<u>\$ 70,826</u>
Liabilities and Fund Balances:									
Liabilities:									
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 8,336	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	133,395	-	-	-	41,371	103,778	110,688	-	-
Unspent Grant Funds	-	-	-	-	-	-	-	479,477	70,826
Total liabilities	<u>133,395</u>	<u>-</u>	<u>8,336</u>	<u>-</u>	<u>41,371</u>	<u>103,778</u>	<u>110,688</u>	<u>479,477</u>	<u>70,826</u>
Deferred inflows of resources:									
Taxes receivable	-	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:									
Restricted:									
Reserved by State Statute	278,562	-	1,853	-	41,371	103,778	110,688	-	-
Economic and physical development	-	-	-	-	-	-	-	-	-
Education	-	-	13,810	-	-	-	-	-	-
Human Services	-	6,767	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Committed:									
Cultural and Recreation	-	-	-	-	-	-	-	-	-
Assigned:									
Subsequent year's expenditures	-	-	-	-	-	-	-	-	-
Unassigned	(38,768)	-	-	-	(41,371)	(103,778)	(110,688)	-	-
Total fund balances	<u>239,794</u>	<u>6,767</u>	<u>15,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 373,189</u>	<u>\$ 6,767</u>	<u>\$ 23,999</u>	<u>\$ -</u>	<u>\$ 41,371</u>	<u>\$ 103,778</u>	<u>\$ 110,688</u>	<u>\$ 479,477</u>	<u>\$ 70,826</u>

Hyde County, North Carolina
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2021

Exhibit C-3

	Hyde County EMS Thrombolytics Grant Fund	Ocracoke Trams Project Fund	Hurricane Florence Watershed Restoration Project Fund	NCHFA Urgent Repair Program Fund	Hurricane Dorian Ocracoke Housing Recovery Fund	Stream Debris Removal Project Fund	Total Non- major Special Revenue Funds
Assets:							
Cash and cash equivalents	\$ 35,000	\$ 34,657	\$ -	\$ 50,883	\$ -	\$ -	\$ 2,390,834
Accounts receivable, net	-	-	-	-	-	-	98,074
Taxes Receivable, net	-	-	-	-	-	-	10,402
Other Receivables	-	-	-	-	-	-	1,189,303
Due from other funds	-	-	-	-	-	-	196,590
Due from other governments	-	-	299,044	-	217,128	462,724	1,516,015
Total assets	<u>\$ 35,000</u>	<u>\$ 34,657</u>	<u>\$ 299,044</u>	<u>\$ 50,883</u>	<u>\$ 217,128</u>	<u>\$ 462,724</u>	<u>\$ 5,401,218</u>
Liabilities and Fund Balances:							
Liabilities:							
Accounts payable and accrued liabilities	\$ -	\$ 33,777	\$ 299,044	\$ -	\$ 12,255	\$ 108,301	\$ 571,306
Due to other funds	-	880	-	-	204,873	354,423	1,265,998
Unspent Grant Funds	-	-	-	-	-	-	550,303
Total liabilities	<u>-</u>	<u>34,657</u>	<u>299,044</u>	<u>-</u>	<u>217,128</u>	<u>462,724</u>	<u>2,387,607</u>
Deferred inflows of resources:							
Taxes receivable	-	-	-	-	-	-	10,402
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,402</u>
Fund Balances:							
Restricted:							
Reserved by State Statute	-	-	299,044	-	217,128	462,724	2,999,982
Economic and physical development	-	-	-	50,883	-	-	1,371,825
Education	-	-	-	-	-	-	13,810
Human Services	-	-	-	-	-	-	6,767
Public Safety	35,000	-	-	-	-	-	35,000
Committed:							
Cultural and Recreation	-	-	-	-	-	-	48,636
Assigned:							
Subsequent year's expenditures	-	-	-	-	-	-	-
Unassigned	-	-	(299,044)	-	(217,128)	(462,724)	(1,472,811)
Total fund balances	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>50,883</u>	<u>-</u>	<u>-</u>	<u>3,003,209</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 35,000</u>	<u>\$ 34,657</u>	<u>\$ 299,044</u>	<u>\$ 50,883</u>	<u>\$ 217,128</u>	<u>\$ 462,724</u>	<u>\$ 5,401,218</u>

Hyde County, North Carolina
Non-Major Special Revenue Funds

Exhibit C-4

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2021

	Ocracoke Occupancy Tax Fund	Hydeland Home Health Fund	West Quarter District Fund	Ocracoke Special Mosquito District Fund	Mainland Occupancy Tax Fund	4-H Fund	E-911 Fund	Hyde County Senior Center Fund	Revolving Loan Fund
Revenues:									
Ad valorem taxes	\$ -	\$ -	\$ 32,315	\$ 79,258	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes and licenses	560,540	-	-	-	12,486	-	-	-	-
Restricted intergovernmental	-	-	-	-	-	-	-	17,534	-
Sales and Services	2,400	177	-	-	-	24,614	-	-	-
Investment earnings	2,695	-	55	-	-	-	386	-	29,752
Miscellaneous	-	-	-	-	-	-	-	5,790	-
Total revenues	<u>565,635</u>	<u>177</u>	<u>32,370</u>	<u>79,258</u>	<u>12,486</u>	<u>24,614</u>	<u>386</u>	<u>23,324</u>	<u>29,752</u>
Expenditures:									
Current:									
General government	-	-	3,900	-	-	-	-	-	-
Economic and physical development	317,461	-	-	-	9,975	-	-	-	-
Environmental Protection	-	-	-	-	-	-	-	-	-
Human Services	-	-	-	79,258	-	-	-	-	-
Cultural and Recreation	-	-	-	-	-	22,559	-	114,644	-
Transportation	-	-	-	-	-	-	-	-	-
Total expenditures	<u>317,461</u>	<u>-</u>	<u>3,900</u>	<u>79,258</u>	<u>9,975</u>	<u>22,559</u>	<u>-</u>	<u>114,644</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>248,174</u>	<u>177</u>	<u>28,470</u>	<u>-</u>	<u>2,511</u>	<u>2,055</u>	<u>386</u>	<u>(91,320)</u>	<u>29,752</u>
Other financing sources (uses):									
Transfers from other funds	-	2,045	-	-	-	-	-	92,000	-
Transfers to other funds	(35,000)	-	-	-	-	-	(51,956)	-	-
Total other financing sources (uses)	<u>(35,000)</u>	<u>2,045</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(51,956)</u>	<u>92,000</u>	<u>-</u>
Net change in fund balances	<u>213,174</u>	<u>2,222</u>	<u>28,470</u>	<u>-</u>	<u>2,511</u>	<u>2,055</u>	<u>(51,570)</u>	<u>680</u>	<u>29,752</u>
Fund balances, beginning	719,565	(2,222)	102,809	-	11,073	36,116	51,570	5,438	1,438,906
Prior period adjustment (see Note IX)	40,775	-	-	-	-	-	-	5,936	(52,656)
Prior period restatement (see Note X)	-	-	-	-	-	-	-	-	-
Fund balances, beginning as restated	<u>760,340</u>	<u>(2,222)</u>	<u>102,809</u>	<u>-</u>	<u>11,073</u>	<u>36,116</u>	<u>51,570</u>	<u>11,374</u>	<u>1,386,250</u>
Fund balances, ending	<u>\$ 973,514</u>	<u>\$ -</u>	<u>\$ 131,279</u>	<u>\$ -</u>	<u>\$ 13,584</u>	<u>\$ 38,171</u>	<u>\$ -</u>	<u>\$ 12,054</u>	<u>\$ 1,416,002</u>

Hyde County, North Carolina
Non-Major Special Revenue Funds

Exhibit C-4

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2021

	Swan Quarter Water Shed District Fund	PDM Program Fund	Hurricane Matthew Fund	2015 FMA Program Fund	2016 FMA Program Fund	CDBG Disaster Recovery Fund	Hurricane Irene HMGP Fund	2016 FMA Program 002 Fund	CDBG Neighborhood Revitalization (CDBG-NR) Program Fund
Revenues:									
Ad valorem taxes	\$ 24,126	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes and licenses	-	-	-	-	-	-	-	-	-
Restricted intergovernmental	-	-	-	30,000	-	8,424	26,621	-	403,578
Sales and Services	-	-	-	-	-	-	-	-	-
Investment earnings	478	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total revenues	<u>24,604</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>8,424</u>	<u>26,621</u>	<u>-</u>	<u>403,578</u>
Expenditures:									
Current:									
General government	-	-	-	-	-	-	-	-	-
Economic and physical development	-	-	-	-	-	8,424	-	-	403,578
Environmental Protection	23,705	-	-	30,000	-	-	26,621	-	-
Human Services	-	-	-	-	-	-	-	-	-
Cultural and Recreation	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Total expenditures	<u>23,705</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>8,424</u>	<u>26,621</u>	<u>-</u>	<u>403,578</u>
Excess (deficiency) of revenues over expenditures	<u>899</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
Transfers from other funds	-	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	(14,276)	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(14,276)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>899</u>	<u>-</u>	<u>(14,276)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning	69,599	193,328	(40,965)	(60,262)	(32,726)	(6,750)	(56,328)	27,035	(63,178)
Prior period adjustment (see Note IX)	-	(193,328)	55,241	60,262	32,726	6,750	56,328	(27,035)	63,178
Prior period restatement (see Note X)	-	-	-	-	-	-	-	-	-
Fund balances, beginning as restated	<u>69,599</u>	<u>-</u>	<u>14,276</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 70,498</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Hyde County, North Carolina
Non-Major Special Revenue Funds

Exhibit C-4

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2021

	CDBG I Program Fund	Representative Payee Fund	Fines and Forfeitures Fund	Dredging of Big Foot Slough Project Fund	Hurricane Dorian Home Repair and Rebuild Grant Fund	NC Land and Water Fund Restoration Project Fund	Hurricane Florence Project Fund	American Rescue Plan Recovery Funding	NC OSBM Lake Mattamuskeet Watershed Pump Infrastructure Fund
Revenues:									
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes and licenses	-	-	-	-	-	-	-	-	-
Restricted intergovernmental	62,735	13,033	-	62,917	38,148	92,947	110,688	-	29,174
Sales and Services	-	-	18,131	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total revenues	<u>62,735</u>	<u>13,033</u>	<u>18,131</u>	<u>62,917</u>	<u>38,148</u>	<u>92,947</u>	<u>110,688</u>	<u>-</u>	<u>29,174</u>
Expenditures:									
Current:									
General government	-	-	17,124	-	-	-	-	-	-
Economic and physical development	62,735	-	-	62,917	38,148	92,947	-	-	29,174
Environmental Protection	-	-	-	-	-	-	-	-	-
Human Services	-	9,546	-	-	-	-	-	-	-
Cultural and Recreation	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Total expenditures	<u>62,735</u>	<u>9,546</u>	<u>17,124</u>	<u>62,917</u>	<u>38,148</u>	<u>92,947</u>	<u>-</u>	<u>-</u>	<u>29,174</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>3,487</u>	<u>1,007</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>110,688</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):									
Transfers from other funds	-	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>3,487</u>	<u>1,007</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>110,688</u>	<u>-</u>	<u>-</u>
Fund balances, beginning	-	-	-	-	-	-	-	-	-
Prior period adjustment (see Note IX)	239,794	-	-	-	-	-	(110,688)	-	-
Prior period restatement (see Note X)	-	3,280	14,656	-	-	-	-	-	-
Fund balances, beginning as restated	<u>239,794</u>	<u>3,280</u>	<u>14,656</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(110,688)</u>	<u>-</u>	<u>-</u>
Fund balances, ending	<u>\$ 239,794</u>	<u>\$ 6,767</u>	<u>\$ 15,663</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Hyde County, North Carolina
Non-Major Special Revenue Funds

Exhibit C-4

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2021

	Hyde County EMS Thrombolytics Grant Fund	Ocracoke Trams Project Fund	Hurricane Florence Watershed Restoration Project Fund	NCHFA Urgent Repair Program Fund	Hurricane Dorian Ocracoke Housing Recovery Fund	Stream Debris Removal Project Fund	Total Non-major Special Revenue Funds
Revenues:							
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,699
Other taxes and licenses	-	-	-	-	-	-	573,026
Restricted intergovernmental	-	78,180	299,044	48,750	160,250	352,466	1,834,489
Sales and Services	-	-	-	-	-	-	45,322
Investment earnings	-	-	-	-	-	-	33,366
Miscellaneous	-	-	-	-	-	-	5,790
Total revenues	-	78,180	299,044	48,750	160,250	352,466	2,627,692
Expenditures:							
Current:							
General government	-	-	-	-	-	-	21,024
Economic and physical development	-	-	310,000	367	160,250	-	1,495,976
Environmental Protection	-	-	-	-	-	352,466	432,792
Human Services	-	-	-	-	-	-	88,804
Cultural and Recreation	-	-	-	-	-	-	137,203
Transportation	-	156,360	-	-	-	-	156,360
Total expenditures	-	156,360	310,000	367	160,250	352,466	2,332,159
Excess (deficiency) of revenues over expenditures	-	(78,180)	(10,956)	48,383	-	-	295,533
Other financing sources (uses):							
Transfers from other funds	-	78,180	10,956	2,500	-	-	185,681
Transfers to other funds	-	-	-	-	-	-	(101,232)
Total other financing sources (uses)	-	78,180	10,956	2,500	-	-	84,449
Net change in fund balances	-	-	-	50,883	-	-	379,982
Fund balances, beginning	-	-	-	-	-	-	2,393,008
Prior period adjustment (see Note IX)	35,000	-	-	-	-	-	212,283
Prior period restatement (see Note X)	-	-	-	-	-	-	17,936
Fund balances, beginning as restated	35,000	-	-	-	-	-	2,623,227
Fund balances, ending	\$ 35,000	\$ -	\$ -	\$ 50,883	\$ -	\$ -	\$ 3,003,209

Hyde County, North Carolina
Ocracoke Occupancy Tax Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Other Taxes and Licenses:			
Occupancy tax	\$ 618,057	\$ 560,540	\$ (57,517)
Investment Earnings	4,000	2,695	(1,305)
Sales and Services:			
Rent Income	-	2,400	2,400
Total revenues	<u>622,057</u>	<u>565,635</u>	<u>(56,422)</u>
Expenditures			
Economic and Physical Development:	587,057	317,461	269,596
Total expenditures	<u>587,057</u>	<u>317,461</u>	<u>269,596</u>
Revenues Over (Under) Expenditures	<u>35,000</u>	<u>248,174</u>	<u>213,174</u>
Other Financing Sources (Uses)			
Transfers to other funds	(35,000)	(35,000)	-
Fund Balance Appropriated	-	-	-
Total Other Financing Sources (Uses)	<u>(35,000)</u>	<u>(35,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	213,174	<u>\$ 213,174</u>
Fund balance, beginning		719,565	
Prior Period Adjustment (see Note IX)		<u>40,775</u>	
Fund balance, ending		<u>\$ 973,514</u>	

Hyde County
Hydeland Home Health Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Sales and Services:			
Fees	\$ -	\$ 177	\$ 177
Total revenues	<u>-</u>	<u>177</u>	<u>177</u>
Expenditures			
General Government:			
Other Expenses	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>177</u>	<u>177</u>
Other Financing Sources (Uses)			
Transfers to other funds	-	2,045	2,045
Transfers from other funds	-	-	-
Total other financing sources	<u>-</u>	<u>2,045</u>	<u>2,045</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>2,222</u>	<u><u>\$ 2,222</u></u>
Fund balance, beginning		<u>(2,222)</u>	
Fund balance, ending		<u><u>\$ -</u></u>	

Hyde County
West Quarter District Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad valorem taxes	\$ 25,140	\$ 32,315	\$ 7,175
Investment Earnings	150	55	(95)
Total revenues	<u>25,290</u>	<u>32,370</u>	<u>7,080</u>
Expenditures:			
General Government	<u>25,290</u>	<u>3,900</u>	<u>21,390</u>
Total expenditures	<u>25,290</u>	<u>3,900</u>	<u>21,390</u>
Revenues over (under) expenditures	<u>-</u>	<u>28,470</u>	<u>28,470</u>
Other financing sources (uses):			
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u>28,470</u>	<u><u>\$ 28,470</u></u>
 Fund balance, beginning		<u>102,809</u>	
Fund balance, ending		<u><u>\$ 131,279</u></u>	

Hyde County
Ocracoke Special Mosquito District Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad valorem taxes	\$ 96,766	\$ 79,258	\$ (17,508)
Total revenues	<u>96,766</u>	<u>79,258</u>	<u>(17,508)</u>
Expenditures:			
Human Services			
Mosquito Control	96,766	79,258	17,508
Total expenditures	<u>96,766</u>	<u>79,258</u>	<u>17,508</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u><u>-</u></u>	<u><u>\$ -</u></u>
 Fund balance, beginning		<u>-</u>	
Fund balance, ending		<u><u>\$ -</u></u>	

Hyde County
Mainland Occupancy Tax Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Other taxes and licenses:			
Occupancy taxes	\$ 6,500	\$ 12,486	\$ 5,986
Total revenues	<u>6,500</u>	<u>12,486</u>	<u>5,986</u>
Expenditures:			
Economic and Physical Development	6,500	9,975	(3,475)
Total expenditures	<u>6,500</u>	<u>9,975</u>	<u>(3,475)</u>
Revenues over (under) expenditures	<u>-</u>	<u>2,511</u>	<u>2,511</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u><u>2,511</u></u>	<u><u>\$ 2,511</u></u>
 Fund balance, beginning		<u>11,073</u>	
Fund balance, ending		<u><u>\$ 13,584</u></u>	

Hyde County
4-H Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Sales and Services:			
Fees	\$ 22,780	\$ 24,614	\$ 1,834
Total revenues	<u>22,780</u>	<u>24,614</u>	<u>1,834</u>
Expenditures:			
Cultural and Recreation	22,780	22,559	221
Total expenditures	<u>22,780</u>	<u>22,559</u>	<u>221</u>
Net change in fund balance	<u><u>\$ -</u></u>	2,055	<u><u>\$ 2,055</u></u>
 Fund balance, beginning		<u>36,116</u>	
 Fund balance, ending		<u><u>\$ 38,171</u></u>	

Hyde County
E-911 Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Sales and Services:			
E-911 and wireless charges	\$ -	\$ -	\$ -
Investment Earnings	-	386	386
Total revenues	-	386	386
Expenditures:			
Public Safety	-	-	-
Total expenditures	-	-	-
Revenues over (under) expenditures	-	386	386
Other financing sources (uses):			
Transfer from (to) General Fund	-	(51,956)	(51,956)
Total other financing sources (uses)	-	(51,956)	(51,956)
Net change in fund balance	<u>\$ -</u>	<u>(51,570)</u>	<u>\$ (51,570)</u>
 Fund balance, beginning		<u>51,570</u>	
Fund balance, ending		<u>\$ -</u>	

Hyde County
Hyde County Senior Center Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Restricted Intergovernmental:			
Federal and State Grants	\$ 17,000	\$ 17,534	\$ 534
Sales and Services:			
Rent Income	300	-	(300)
Miscellaneous:			
Fundraisers	1,000	5,790	4,790
Total revenues	<u>18,300</u>	<u>23,324</u>	<u>5,024</u>
Expenditures			
Salaries and Benefits	84,652	84,210	442
Other Operating Expenses	37,200	30,434	6,766
Total Expenditures	<u>121,852</u>	<u>114,644</u>	<u>7,208</u>
Revenues Over (Under) Expenditures	<u>(103,552)</u>	<u>(91,320)</u>	<u>12,232</u>
Other Financing Sources (Uses)			
Transfers from other funds	103,552	92,000	(11,552)
Total other financing sources	<u>103,552</u>	<u>92,000</u>	<u>(11,552)</u>
Net change in fund balance	<u><u>\$ -</u></u>	680	<u><u>\$ 680</u></u>
Fund balance, beginning		5,438	
Prior Period Adjustment (see Note IX)		<u>5,936</u>	
Fund balance, ending		<u><u>\$ 12,054</u></u>	

Hyde County
Swan Quarter Water Shed District Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad Valorem taxes	\$ 22,250	\$ 24,126	\$ 1,876
Investment earnings	-	478	478
Total revenues	<u>22,250</u>	<u>24,604</u>	<u>2,354</u>
Expenditures			
Environmental Protection	<u>22,250</u>	<u>23,705</u>	<u>(1,455)</u>
Total Expenditures	<u>22,250</u>	<u>23,705</u>	<u>(1,455)</u>
Net change in fund balance	<u>\$ -</u>	899	<u>\$ 899</u>
Fund balance, beginning		<u>69,599</u>	
Fund balance, ending		<u>\$ 70,498</u>	

**Hyde County
Revolving Loan Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Restricted Intergovernmental			
Loan Reimbursements	\$ -	\$ 457,575	\$ 457,575
Investment Earnings	-	29,752	29,752
Total revenues	-	487,327	487,327
Expenditures			
Economic and Physical Development			
Industrial Assistance	-	487,000	(487,000)
Total Expenditures	-	487,000	(487,000)
Net change in fund balance	<u>\$ -</u>	327	<u>\$ 327</u>
Reconciling Items:			
Debt payments are reclassified against accounts receivable balance		(457,575)	
Amounts recorded as expenditures are recorded on the balance sheet as a receivable		<u>487,000</u>	
Total Reconciling Items		29,425	
Current year change in fund balance		<u>29,752</u>	
Fund balance, beginning		1,438,906	
Prior Period Adjustment (see Note IX)		<u>(52,656)</u>	
Fund balance, ending		<u>\$ 1,416,002</u>	

Hyde County
PDM Program Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Restricted Intergovernmental:					
PDM Grant	\$ -	\$ -	\$ -	\$ -	\$ -
Hazard Mitigation Grant	-	-	-	-	-
Owners Contribution	-	-	-	-	-
Total revenues	-	-	-	-	-
Expenditures:					
Economic and Physical Development:					
Planning	-	-	-	-	-
Total expenditures	-	-	-	-	-
Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources (Uses)					
Transfer from other funds	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			193,328		
Prior Period Adjustment (see Note IX)			<u>(193,328)</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Hurricane Matthew Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FEMA Grant	\$ -	\$ -	\$ -	\$ -	\$ -
NC Emergency Management	-	-	-	-	-
Total revenues	-	-	-	-	-
Expenditures:					
Environmental Protection	-	-	-	-	-
Total expenditures	-	-	-	-	-
Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources (Uses)					
Transfer to other funds	-	-	(14,276)	(14,276)	(14,276)
Insurance Recovery	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	(14,276)	(14,276)	(14,276)
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(14,276)	<u>\$ (14,276)</u>	<u>\$ (14,276)</u>
Fund balance, beginning			(40,965)		
Prior Period Adjustment (see Note IX)			55,241		
Fund balance, ending			<u>\$ -</u>		

Hyde County
2015 FMA Program Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FMA Grant	\$ 204,243	\$ 128,572	\$ 30,000	\$ 158,572	\$ (45,671)
Contributions	22,694	17,650	-	17,650	(5,044)
Total revenues	<u>226,937</u>	<u>146,222</u>	<u>30,000</u>	<u>176,222</u>	<u>(50,715)</u>
Expenditures:					
Environmental Protection	<u>226,937</u>	<u>146,222</u>	<u>30,000</u>	<u>176,222</u>	<u>50,715</u>
Total expenditures	<u>226,937</u>	<u>146,222</u>	<u>30,000</u>	<u>176,222</u>	<u>50,715</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			(60,262)		
Prior Period Adjustment (see Note IX)			<u>60,262</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
2016 FMA Program Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FMA Grant	\$ 138,002	\$ 137,902	\$ -	\$ 137,902	\$ (100)
Total revenues	<u>138,002</u>	<u>137,902</u>	<u>-</u>	<u>137,902</u>	<u>(100)</u>
Expenditures:					
Environmental Protection	<u>138,002</u>	<u>137,902</u>	<u>-</u>	<u>137,902</u>	<u>100</u>
Total expenditures	<u>138,002</u>	<u>137,902</u>	<u>-</u>	<u>137,902</u>	<u>100</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			(32,726)		
Prior Period Adjustment (see Note IX)			<u>32,726</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
CDBG Disaster Recovery Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
CDBG Grant	\$ 500,000	\$ 6,465	\$ 8,424	\$ 14,889	\$ (485,111)
Total revenues	<u>500,000</u>	<u>6,465</u>	<u>8,424</u>	<u>14,889</u>	<u>(485,111)</u>
Expenditures:					
Economic and Physical Development	500,000	6,465	8,424	14,889	485,111
Total expenditures	<u>500,000</u>	<u>6,465</u>	<u>8,424</u>	<u>14,889</u>	<u>485,111</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			(6,750)		
Prior Period Adjustment (see Note IX)			<u>6,750</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Hurricane Irene HMGP Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
HMGP Grant	\$ 1,228,280	\$ 653,611	\$ 26,621	\$ 680,232	\$ (548,048)
Total revenues	<u>1,228,280</u>	<u>653,611</u>	<u>26,621</u>	<u>680,232</u>	<u>(548,048)</u>
Expenditures:					
Environmental Protection	<u>1,228,280</u>	<u>653,611</u>	<u>26,621</u>	<u>680,232</u>	<u>548,048</u>
Total expenditures	<u>1,228,280</u>	<u>653,611</u>	<u>26,621</u>	<u>680,232</u>	<u>548,048</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			(56,328)		
Prior Period Adjustment (see Note IX)			<u>56,328</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
2016 FMA Program 002 Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FMA Grant	\$ 275,646	\$ 265,585	\$ -	\$ 265,585	\$ (10,061)
Total revenues	<u>275,646</u>	<u>265,585</u>	<u>-</u>	<u>265,585</u>	<u>(10,061)</u>
Expenditures:					
Environmental Protection	<u>275,646</u>	<u>265,585</u>	<u>-</u>	<u>265,585</u>	<u>10,061</u>
Total expenditures	<u>275,646</u>	<u>265,585</u>	<u>-</u>	<u>265,585</u>	<u>10,061</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			27,035		
Prior Period Adjustment (see Note IX)			<u>(27,035)</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
CDBG Neighborhood Revitalization (CDBG-NR) Program Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FMA Grant	\$ 750,000	\$ 64,003	\$ 403,578	\$ 467,581	\$ (282,419)
Total revenues	<u>750,000</u>	<u>64,003</u>	<u>403,578</u>	<u>467,581</u>	<u>(282,419)</u>
Expenditures:					
Economic and Physical Development	<u>750,000</u>	<u>64,003</u>	<u>403,578</u>	<u>467,581</u>	<u>282,419</u>
Total expenditures	<u>750,000</u>	<u>64,003</u>	<u>403,578</u>	<u>467,581</u>	<u>282,419</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			(63,178)		
Prior Period Adjustment (see Note IX)			<u>63,178</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
CDBG I Program Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
CDBG I	\$ 1,200,000	\$ 72,369	\$ 62,735	\$ 135,104	\$(1,064,896)
Total revenues	<u>1,200,000</u>	<u>72,369</u>	<u>62,735</u>	<u>135,104</u>	<u>(1,064,896)</u>
Expenditures:					
Economic and Physical Development	<u>1,200,000</u>	<u>72,369</u>	<u>62,735</u>	<u>135,104</u>	<u>1,064,896</u>
Total expenditures	<u>1,200,000</u>	<u>72,369</u>	<u>62,735</u>	<u>135,104</u>	<u>1,064,896</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfer from other funds	<u>-</u>	<u>239,794</u>	<u>-</u>	<u>239,794</u>	<u>(239,794)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>239,794</u>	<u>-</u>	<u>239,794</u>	<u>(239,794)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 239,794</u>	<u>-</u>	<u>\$ 239,794</u>	<u>\$ (239,794)</u>
Fund balance, beginning			-		
Prior period adjustment (see Note IX)			<u>239,794</u>		
Fund balance, beginning, restated			<u>239,794</u>		
Fund balance, ending			<u>\$ 239,794</u>		

Hyde County
Representative Payee Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Restricted intergovernmental	\$ -	\$ 13,033	\$ 13,033
Total revenues	<u>-</u>	<u>13,033</u>	<u>13,033</u>
Expenditures			
Human services:			
Payments made for the benefit of			
beneficiaries	-	9,546	(9,546)
Total Expenditures	<u>-</u>	<u>9,546</u>	<u>(9,546)</u>
Net change in fund balance	<u>\$ -</u>	<u>3,487</u>	<u>\$ 3,487</u>
Fund balance, beginning		-	
Prior period restatement (see Note X)		<u>3,280</u>	
Fund balance, beginning, as restated		<u>3,280</u>	
Fund balance, ending		<u>\$ 6,767</u>	

Hyde County
Fines and Forfeitures Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Sales and services			
Penalties, fines and forfeitures	\$ 56,500	\$ 18,131	\$ (38,369)
Total revenues	<u>56,500</u>	<u>18,131</u>	<u>(38,369)</u>
Expenditures			
General government:			
Payments of penalties, fines and forfeitures to the			
Hyde County Board of Education	56,500	17,124	39,376
Total Expenditures	<u>56,500</u>	<u>17,124</u>	<u>39,376</u>
Net change in fund balance	<u>\$ -</u>	1,007	<u>\$ 1,007</u>
Fund balance, beginning		-	
Prior period restatement (see Note X)		14,656	
Fund balance, beginning, as restated		<u>14,656</u>	
Fund balance, ending		<u>\$ 15,663</u>	

Hyde County
Dredging of Big Foot Slough Project
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Local Share from Carteret County	\$ 62,916	\$ -	\$ 62,917	\$ 62,917	\$ 1
NC Shallow Draft Funding	188,750	-	-	-	(188,750)
Total revenues	<u>251,666</u>	<u>-</u>	<u>62,917</u>	<u>62,917</u>	<u>(188,749)</u>
Expenditures:					
Economic and Physical Development					
Program Expenditures	<u>251,666</u>	<u>-</u>	<u>62,917</u>	<u>62,917</u>	<u>188,749</u>
Total expenditures	<u>251,666</u>	<u>-</u>	<u>62,917</u>	<u>62,917</u>	<u>188,749</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Hurricane Dorian Home Repair and Rebuild Grant Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Ocracoke Disaster Relief Fund Grant	\$ 200,000	\$ 161,852	\$ 38,148	\$ 200,000	\$ -
Total revenues	<u>200,000</u>	<u>161,852</u>	<u>38,148</u>	<u>200,000</u>	<u>-</u>
Expenditures:					
Economic and Physical Development					
Program Expenditures	<u>200,000</u>	<u>161,852</u>	<u>38,148</u>	<u>200,000</u>	<u>-</u>
Total expenditures	<u>200,000</u>	<u>161,852</u>	<u>38,148</u>	<u>200,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
NC Land and Water Fund Restoration Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
NC Land and Water Grant Fund	\$ 158,804	\$ 10,831	\$ 92,947	\$ 103,778	\$ (55,026)
Total revenues	<u>158,804</u>	<u>10,831</u>	<u>92,947</u>	<u>103,778</u>	<u>(55,026)</u>
Expenditures:					
Economic and Physical Development					
Program Expenditures	<u>158,804</u>	<u>10,831</u>	<u>92,947</u>	<u>103,778</u>	<u>55,026</u>
Total expenditures	<u>158,804</u>	<u>10,831</u>	<u>92,947</u>	<u>103,778</u>	<u>55,026</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Hurricane Florence Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
FEMA Grant	\$ 93,000	\$ 6,583	\$ 83,016	\$ 89,599	\$ (3,401)
NC Emergency Management Grant	31,000	2,194	27,672	29,866	(1,134)
Total revenues	<u>124,000</u>	<u>8,777</u>	<u>110,688</u>	<u>119,465</u>	<u>(4,535)</u>
Expenditures:					
Economic Development					
Salaries and Benefits	115,250	100,951	-	100,951	14,299
Travel	750	11,927	-	11,927	(11,177)
Hurricane Supplies	8,000	6,587	-	6,587	1,413
Total expenditures	<u>124,000</u>	<u>119,465</u>	<u>-</u>	<u>119,465</u>	<u>4,535</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (110,688)</u>	110,688	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			(110,688)		
Fund balance, ending			<u>\$ -</u>		

Hyde County
American Rescue Plan Recovery Funds
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
ARPA Funding	\$ 286,890	\$ -	\$ -	\$ -	\$ (286,890)
Total revenues	<u>286,890</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(286,890)</u>
Expenditures:					
Economic and Physical Development					
Program Expenditures	<u>286,890</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>286,890</u>
Total expenditures	<u>286,890</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>286,890</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Lake Mattamuskeet Watershed Restoration Pump Infrastructure Grant Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Office of State and Budget Management	\$ 1,800,000	\$ -	29,174	\$ 29,174	\$(1,770,826)
Total revenues	<u>1,800,000</u>	<u>-</u>	<u>29,174</u>	<u>29,174</u>	<u>(1,770,826)</u>
Expenditures:					
Economic and Physical Development					
Program Expenditures	<u>1,800,000</u>	<u>-</u>	<u>29,174</u>	<u>29,174</u>	<u>1,770,826</u>
Total expenditures	<u>1,800,000</u>	<u>-</u>	<u>29,174</u>	<u>29,174</u>	<u>1,770,826</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Hyde County EMS Thrombolytics Grant Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Vidant Medical Center Grant	\$ 35,000	\$ 35,000	\$ -	\$ 35,000	\$ -
Total revenues	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>35,000</u>	<u>-</u>
Expenditures:					
Public Safety					
Program Expenditures	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,000</u>
Total expenditures	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,000</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 35,000</u>	<u>-</u>	<u>\$ 35,000</u>	<u>\$ 35,000</u>
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			<u>35,000</u>		
Fund balance, ending			<u>\$ 35,000</u>		

Hyde County
Ocracoke Trams Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
NCDOT Grant	\$ 372,419	\$ 92,109	\$ 78,180	\$ 170,289	\$ (202,130)
Total revenues	<u>372,419</u>	<u>92,109</u>	<u>78,180</u>	<u>170,289</u>	<u>(202,130)</u>
Expenditures:					
Transportation					
Operator Expenses	629,162	122,186	117,506	239,692	389,470
Other Operation Expenses	115,676	62,034	38,854	100,888	14,788
Total expenditures	<u>744,838</u>	<u>184,220</u>	<u>156,360</u>	<u>340,580</u>	<u>404,258</u>
Revenues Over (Under) Expenditures	<u>(372,419)</u>	<u>(92,111)</u>	<u>(78,180)</u>	<u>(170,291)</u>	<u>202,128</u>
Other Financing Sources (Uses)					
Transfer from Ocracoke Occupancy Tax Fund	372,419	70,000	35,000	105,000	(267,419)
Transfer from General Fund	-	22,111	43,180	65,291	65,291
Total Other Financing Sources (Uses)	<u>372,419</u>	<u>92,111</u>	<u>78,180</u>	<u>170,291</u>	<u>(202,128)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Hurricane Florence Watershed Restoration Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Soil and Water Conservation Grant	\$ 368,814	\$ -	\$ 299,044	\$ 299,044	\$ (69,770)
Total revenues	<u>368,814</u>	<u>-</u>	<u>299,044</u>	<u>299,044</u>	<u>(69,770)</u>
Expenditures:					
Environmental Protection					
Program Expenditures	<u>387,255</u>	<u>-</u>	<u>310,000</u>	<u>310,000</u>	<u>77,255</u>
Total expenditures	<u>387,255</u>	<u>-</u>	<u>310,000</u>	<u>310,000</u>	<u>77,255</u>
Revenues Over (Under) Expenditures	<u>(18,441)</u>	<u>-</u>	<u>(10,956)</u>	<u>(10,956)</u>	<u>7,485</u>
Other Financing Sources (Uses)					
Transfer from other funds	18,441	-	10,956	10,956	(7,485)
Transfer to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>18,441</u>	<u>-</u>	<u>10,956</u>	<u>10,956</u>	<u>(7,485)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			-		
Prior Period Adjustment (see Note IX)			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
NCHFA 2020 Urgent Repair Program Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
NCHFA Urgent Repair Program Grant	\$ 97,500	\$ -	\$ 48,750	\$ 48,750	\$ (48,750)
Total revenues	<u>97,500</u>	<u>-</u>	<u>48,750</u>	<u>48,750</u>	<u>(48,750)</u>
Expenditures:					
Economic and Physical Development					
Program Expenditures	<u>100,000</u>	<u>-</u>	<u>367</u>	<u>367</u>	<u>99,633</u>
Total expenditures	<u>100,000</u>	<u>-</u>	<u>367</u>	<u>367</u>	<u>99,633</u>
Revenues Over (Under) Expenditures	<u>(2,500)</u>	<u>-</u>	<u>48,383</u>	<u>48,383</u>	<u>50,883</u>
Other Financing Sources (Uses)					
Transfer from other funds	2,500	-	2,500	2,500	-
Transfer to other funds	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>2,500</u>	<u>-</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>50,883</u>	<u>\$ 50,883</u>	<u>\$ 50,883</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ 50,883</u>		

Hyde County
Hurricane Dorian Ocracoke Housing Recovery Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Office of State and Budget Management	\$ 600,000	\$ 307,455	\$ 160,250	\$ 467,705	\$ (132,295)
Total revenues	<u>600,000</u>	<u>307,455</u>	<u>160,250</u>	<u>467,705</u>	<u>(132,295)</u>
Expenditures:					
Economic and Physical Development					
Travel Trailers	200,000	183,074	45,754	228,828	(28,828)
Rental Assistance	160,000	84,189	5,977	90,166	69,834
Project Management	225,000	40,192	108,519	148,711	76,289
Contingency	15,000	-	-	-	15,000
Total expenditures	<u>600,000</u>	<u>307,455</u>	<u>160,250</u>	<u>467,705</u>	<u>132,295</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County
Stream Debris Removal Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project Authorization	Prior Years	Actual Current Year	Total To Date	Variance Positive (Negative)
Revenues:					
Soil & Water Conservation Grant	\$ 1,150,276	\$ 418,277	\$ 352,466	\$ 770,743	\$ (379,533)
Total revenues	<u>1,150,276</u>	<u>418,277</u>	<u>352,466</u>	<u>770,743</u>	<u>(379,533)</u>
Expenditures:					
Environmental Protection					
Program Expenditures	<u>1,157,276</u>	<u>425,277</u>	<u>352,466</u>	<u>777,743</u>	<u>379,533</u>
Total expenditures	<u>1,157,276</u>	<u>425,277</u>	<u>352,466</u>	<u>777,743</u>	<u>379,533</u>
Revenues Over (Under) Expenditures	<u>(7,000)</u>	<u>(7,000)</u>	<u>-</u>	<u>(7,000)</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfer from other funds (In Kind Match)	7,000	7,000	-	7,000	-
Transfer to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>7,000</u>	<u>7,000</u>	<u>-</u>	<u>7,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

CAPITAL PROJECT FUNDS

Hyde County, North Carolina
Combining Balance Sheet
Non-Major Capital Project Funds
June 30, 2021

Exhibit D-1

	Capital Project Funds				
	Airport Grant Fund	Hyde County Tram Replacement Project Fund	Ocracoke EMS Station Construction Fund	Englehard Boardwalk Reconstruction Fund	Total Non-major Capital Project Funds
Assets:					
Cash and cash equivalents	\$ 44,085	\$ -	\$ -	\$ -	\$ 44,085
Accounts receivable, net	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governments	-	29,740	211	-	29,951
Total assets	<u>\$ 44,085</u>	<u>\$ 29,740</u>	<u>\$ 211</u>	<u>\$ -</u>	<u>\$ 74,036</u>
Liabilities and Fund Balances:					
Liabilities:					
Accounts payable and accrued liabilities	\$ 9,846	\$ -	\$ -	\$ -	\$ 9,846
Due to other funds	-	29,740	211	-	29,951
Total liabilities	<u>9,846</u>	<u>29,740</u>	<u>211</u>	<u>-</u>	<u>39,797</u>
Fund Balances:					
Restricted:					
Reserved by State Statute	-	29,740	211	-	29,951
Committed:					
Transportation	34,239	-	-	-	34,239
Unassigned	-	(29,740)	(211)	-	(29,951)
Total fund balances	<u>34,239</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,239</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 44,085</u>	<u>\$ 29,740</u>	<u>\$ 211</u>	<u>\$ -</u>	<u>\$ 74,036</u>

Hyde County, North Carolina
Non-Major Capital Project Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
June 30, 2021

Exhibit D-2

	Capital Project Funds				
	Airport Grant Fund	Hyde County Tram Replacement Project Fund	Ocracoke EMS Station Construction Fund	Englehard Boardwalk Reconstruction Fund	Total Non-major Capital Project Funds
Revenues:					
Restricted Intergovernmental	\$ 230,012	\$ 43,174	\$ 211	\$ -	\$ 273,397
Miscellaneous	-	-	-	-	-
Total revenues	<u>230,012</u>	<u>43,174</u>	<u>211</u>	<u>-</u>	<u>273,397</u>
Expenditures:					
Current:					
Capital Outlay	<u>205,367</u>	<u>47,544</u>	<u>211</u>	<u>2,000</u>	<u>255,122</u>
Total expenditures	<u>205,367</u>	<u>47,544</u>	<u>211</u>	<u>2,000</u>	<u>255,122</u>
Excess (deficiency) of revenues over expenditures	<u>24,645</u>	<u>(4,370)</u>	<u>-</u>	<u>(2,000)</u>	<u>18,275</u>
Other financing sources (uses):					
Transfers from other funds	<u>-</u>	<u>4,370</u>	<u>-</u>	<u>2,000</u>	<u>6,370</u>
Total other financing sources (uses)	<u>-</u>	<u>4,370</u>	<u>-</u>	<u>2,000</u>	<u>6,370</u>
Net change in fund balances	24,645	-	-	-	24,645
Fund balances, beginning	<u>9,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,594</u>
Fund balances, ending	<u>\$ 34,239</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,239</u>

Hyde County, North Carolina
Airport Grant Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project	Actual			Variance
	Authorization	Prior	Current	Total	Positive
		Years	Year	To Date	(Negative)
Revenues:					
Restricted Intergovernmental - State Grant	\$ 144,000	\$ 451,699	\$ 230,012	\$ 681,711	\$ 537,711
Miscellaneous - Local Match	16,000	149,548	-	149,548	133,548
Total revenues	160,000	601,247	230,012	831,259	671,259
Expenditures:					
Capital Outlay:					
Airport Improvements	160,000	591,653	205,367	797,020	(637,020)
Total expenditures	160,000	591,653	205,367	797,020	(637,020)
Net change in fund balance	\$ -	\$ 9,594	24,645	\$ 34,239	\$ 34,239
Fund balance, beginning			9,594		
Fund balance, ending			\$ 34,239		

Hyde County, North Carolina
Hyde County Tram Replacement Project Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project	Actual				Variance
	Authorization	Prior Years	Current Year	Completed Project	Total To Date	Positive Negative
Revenues:						
Golden Leaf Grant	\$ 125,000	\$ 78,456	\$ 43,174	\$ (121,630)	\$ -	\$ (3,370)
Total revenues	<u>125,000</u>	<u>78,456</u>	<u>43,174</u>	<u>(121,630)</u>	<u>-</u>	<u>(3,370)</u>
Expenditures:						
Capital Outlay:						
Transportation	125,000	78,456	47,544	(126,000)	-	(1,000)
Total expenditures	<u>125,000</u>	<u>78,456</u>	<u>47,544</u>	<u>(126,000)</u>	<u>-</u>	<u>(1,000)</u>
Other Financing Sources (Uses)						
Transfer from other funds	-	-	4,370	(4,370)	-	4,370
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>4,370</u>	<u>(4,370)</u>	<u>-</u>	<u>4,370</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			-			
Fund balance, ending			<u>\$ -</u>			

Hyde County, North Carolina
Ocracoke EMS Station Construction Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project	Actual			Variance
	Authorization	Prior	Current	Total	Positive
		Years	Year	To Date	(Negative)
Revenues:					
Golden Leaf Grant	\$ 500,000	\$ -	\$ 211	\$ 211	\$ (499,789)
Total revenues	500,000	-	211	211	(499,789)
Expenditures:					
Public Safety					
Capital Outlay -					
Construction	500,000	-	211	211	499,789
Total expenditures	500,000	-	211	211	499,789
Other Financing Sources (Uses)					
Transfer from other funds	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>		
Fund balance, ending			<u>\$ -</u>		

Hyde County, North Carolina
Engelhard Boardwalk Reconstruction Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2021

	Project	Actual		Variance
	Authorization	Prior	Current	Positive
		Years	Year	(Negative)
				To Date
Revenues:				
NC Division of Coastal Management Grant	\$ 90,750	\$ -	\$ -	\$ -
Total revenues	90,750	-	-	(90,750)
Expenditures:				
Economic and Physical Development				
Capital Outlay -				
Permitting and Design	9,083	-	2,000	7,083
Materials	48,000	-	-	48,000
Labor	42,750	-	-	42,750
Administration	1,000	-	-	1,000
Total expenditures	100,833	-	2,000	98,833
Other Financing Sources (Uses)				
Transfer from other funds	10,083	-	2,000	(8,083)
Total Other Financing Sources (Uses)	10,083	-	2,000	(8,083)
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance, beginning			<u>-</u>	
Fund balance, ending			<u>\$ -</u>	

ENTERPRISE FUNDS

Hyde County, North Carolina
Water and Sewer Fund
Statement of Revenues and Expenditures
Budget and Actual (Non - GAAP)
For the Fiscal Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for Services:			
Water sales	\$ 1,305,000	\$ 1,400,670	\$ 95,670
Sewer charges	285,000	198,354	(86,646)
Penalties and Interest	18,000	11,091	(6,909)
Meter Installations	9,000	5,000	(4,000)
Other operating revenues	3,000	16,484	13,484
Total operating revenues	<u>1,620,000</u>	<u>1,631,599</u>	<u>(93,555)</u>
Nonoperating revenues:			
Interest Earnings	-	2,573	2,573
Total nonoperating revenues	<u>-</u>	<u>2,573</u>	<u>2,573</u>
Total revenues	<u>1,620,000</u>	<u>1,634,172</u>	<u>(90,982)</u>
Expenditures:			
Water distribution and Sewage Collection:			
Salaries and employee benefits	802,567	822,217	(19,650)
Other operating expenditures	542,979	553,775	(10,796)
Computer support	5,000	7,090	(2,090)
Total water distribution and sewage collection	<u>1,350,546</u>	<u>1,383,082</u>	<u>(32,536)</u>
Debt Service:			
Interest and Other Charges	83,699	83,699	-
Debt Principal	148,355	148,355	-
Total debt service	<u>232,054</u>	<u>232,054</u>	<u>-</u>
Capital outlay	30,000	45,946	(15,946)
Total expenditures	<u>1,612,600</u>	<u>1,661,082</u>	<u>(48,482)</u>
Revenues over (under) expenditures	<u>7,400</u>	<u>(26,910)</u>	<u>(139,464)</u>
Other financing sources (uses):			
Transfer from (to) other funds			
USDA Reserve	(7,400)	-	7,400
Fund Balance Appropriated	-	-	-
Total other financing sources (uses)	<u>(7,400)</u>	<u>-</u>	<u>7,400</u>
Revenues and other financing sources (uses) over (under) expenditures	<u>\$ -</u>	<u>(26,910)</u>	<u>\$ (132,064)</u>

Hyde County, North Carolina
Water and Sewer Fund
Statement of Revenues and Expenditures
Budget and Actual (Non - GAAP)
For the Fiscal Year Ended June 30, 2021

	Budget	Actual	Variance Positive (Negative)
Reconciliation from budgetary basis (modified accrual) to full accrual:			
Revenues and other financing sources (uses)			
over (under) expenditures		(26,910)	
Reconciling items:			
Capital Outlay		45,946	
Depreciation		(412,122)	
Principal retirement		148,355	
Increase (decrease) in deferred outflows of resources			
- pensions		22,533	
Increase (decrease) in deferred outflows of resources			
- OPEB		11,262	
(Increase) Decrease in deferred inflows of resources -			
pensions		1,118	
(Increase) Decrease in deferred inflows of resources -			
OPEB		6,220	
(Increase) decrease in net pension liability		(61,497)	
(Increase) decrease in OPEB liability		(22,387)	
(Increase) decrease in accrued interest		2,134	
(Increase) decrease in accrued compensated			
absences		(11,181)	
Change in net position		<u>\$ (296,528)</u>	

OTHER SCHEDULES

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

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2020</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2021</u>
2020-2021	\$ -	\$ 7,396,980	\$ 7,144,457	\$ 252,523
2019-2020	353,086		181,968	171,118
2018-2019	121,997	-	48,241	73,756
2017-2018	121,022	-	27,485	93,537
2016-2017	84,496	-	21,041	63,455
2015-2016	59,817	-	14,298	45,519
2014-2015	53,701	-	12,981	40,720
2013-2014	46,371	-	10,684	35,687
2012-2013	42,366	-	6,995	35,371
2011-2012	31,103	-	5,617	25,486
2010-2011	26,369	-	26,369	-
	<u>\$ 940,328</u>	<u>\$ 7,396,980</u>	<u>\$ 7,500,136</u>	<u>\$ 837,172</u>
Less: allowance for uncollectible accounts:				
General Fund				<u>312,754</u>
Ad valorem taxes receivable - net:				
General Fund				<u>\$ 524,417</u>
<u>Reconciliation with revenues:</u>				
Ad valorem taxes - General Fund				<u>\$ 7,526,338</u>
Reconciling items:				
Interest Collected				(104,374)
Discoveries and Adjustments				51,803
Taxes written off				<u>26,369</u>
Total reconciling items				<u>(26,202)</u>
Total collections and credits				<u>\$ 7,500,136</u>

Hyde County
Analysis of Current Tax Levy
County-wide Levy
June 30, 2021

				Total Levy	
	County - wide			Property excluding Registered Motor Vehicles	Registered Motor Vehicles
	Property Valuation	Rate	Amount of Levy		
Original levy:					
Property taxed at current year's rate:	\$ 992,807,200	0.77	\$ 7,644,615	\$ 7,220,498	\$ 424,117
Discoveries:	6,933,269	0.77	53,386	53,386	-
Abatements:	<u>(39,093,687)</u>	0.77	<u>(301,021)</u>	<u>(301,021)</u>	<u>-</u>
Total property valuation	<u>\$ 960,646,782</u>				
Net levy			7,396,980	6,972,863	424,117
Uncollected taxes at June 30, 2021			<u>252,523</u>	<u>252,523</u>	<u>-</u>
Current year's taxes collected			<u>\$ 7,144,457</u>	<u>\$ 6,720,340</u>	<u>\$ 424,117</u>
Current levy collection percentage			<u>96.59%</u>	<u>96.38%</u>	<u>100.00%</u>

COMPLIANCE SECTION



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**Report On Internal Control Over Financial Reporting And On Compliance and
Other Matters Based On An Audit Of Financial Statements Performed In Accordance With
*Government Auditing Standards***

Independent Auditors' Report

To the Board of County Commissioners
Hyde County, North Carolina

We have audited, in accordance with the 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, the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Hyde County, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Hyde County basic financial statements, and have issued our report thereon dated October 13, 2022. Our report includes a reference to other auditors who audited the financial statements of the Hyde County ABC Board, as described in our report on the Hyde County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the Hyde County ABC Board were not audited in accordance with Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Hyde County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Hyde County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs [2021-001, 2021-002, 2021-007] to be material weaknesses.

A significant deficiency is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs [2021-003, 2021-004, 2021-005, 2021-006] to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Hyde County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items [2021-002, 2021-004, 2021-005, 2021-006].

Hyde County's Response to Findings

Hyde County's responses to the findings identified in our audit are described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Thompson, Price, Scott, Adams & Co., P.A.

Thompson, Price, Scott, Adams & Co., P.A.
Whiteville, NC
October 13, 2022



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**Report On Compliance With Requirements Applicable To Each Major Federal
Program And Internal Control Over Compliance In Accordance With OMB
Uniform Guidance and the State Single Audit Implementation Act**

Independent Auditors' Report

To the Board of County Commissioners
Hyde County, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Hyde County, North Carolina's, compliance with the types of compliance requirements described in the OMB Compliance Supplement and the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission, that could have a direct and material effect on each of the Hyde County's major federal programs for the year ended June 30, 2021. Hyde County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with Federal and State statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Hyde County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the *State Single Audit Implementation Act*. Those standards, the Uniform Guidance, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Hyde County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Hyde County's compliance.

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Basis for Qualified Opinion on Medical Assistance Program

As described in the accompanying schedule of findings and questioned costs, Hyde County did not comply with requirements regarding AL 93.778 Medical Assistance Program as described in finding numbers [2021-008, 2021-009, 2021-010, 2021-011 and 2021-012] for Eligibility. Compliance with such requirements is necessary, in our opinion, for Hyde County to comply with the requirements applicable to that program.

Qualified Opinion on Medical Assistance Program

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, Hyde County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on Medical Assistance Program for the year ended June 30, 2021.

Unmodified Opinion on Each of the Other Major Federal Program(s)

In our opinion, Hyde County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2021.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items [2021-008, 2021-009]. Our opinion on each major federal program is not modified with respect to these matters.

The Hyde County's response to the noncompliance findings identified in our audit is described in the accompanying corrective action plan. Hyde County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Hyde County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Hyde County internal control over compliance with the types of requirements that could have direct and material effect on major federal program to determine the auditing procedures that are appropriate in the circumstance for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the OMB Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items [2021-008 and 2021-009] to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items [2021-010, 2021-011 and 2021-012] to be significant deficiencies.

Hyde County's response to the internal control over compliance findings identified in our audit are described in the accompanying Corrective Action Plan. Hyde County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the OMB Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Thompson, Price, Scott, Adams & Co., P.A.

Thompson, Price, Scott, Adams & Co., P.A.
Whiteville, NC
October 13, 2022



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**Report On Compliance With Requirements Applicable To Each Major State
Program And Internal Control Over Compliance In Accordance With
OMB Uniform Guidance and the State Single Audit Implementation Act**

Independent Auditors' Report

To the Board of County Commissioners
Hyde County, North Carolina

Report on Compliance for Each Major State Program

We have audited Hyde County, North Carolina's, compliance with the types of compliance requirements described in the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission, that could have a direct and material effect on each of Hyde County's major state programs for the year ended June 30, 2021. Hyde County's major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with State statutes, regulations, and the terms and conditions of its state awards applicable to its state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Hyde County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and applicable sections of *Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as described in the Audit Manual for Governmental Auditors in North Carolina, and the *State Single Audit Implementation Act*. Those standards, Uniform Guidance, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Hyde County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Hyde County's compliance.

Members

American Institute of CPAs - N.C. Association of CPAs - AICPA Division of Firms

Opinion on Each Major State Program

In our opinion, Hyde County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2021.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items [2021-008, 2021-009]. Our opinion on each major state program is not modified with respect to these matters.

The Hyde County's response to the noncompliance findings identified in our audit is described in the accompanying corrective action plan. Hyde County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Hyde County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Hyde County's internal control over compliance with the types of requirements that could have and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items [2021-008 and 2021-009] to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items [2021-010, 2021-011, 2021-012, 2021-013, 2021-014] to be significant deficiencies.

Hyde County's response to the internal control over compliance findings identified in our audit are described in the accompanying Corrective Action Plan. Hyde County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Thompson, Price, Scott, Adams & Co., P.A.

Thompson, Price, Scott, Adams & Co., P.A.
Whiteville, NC
October 13, 2022

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section I - Summary of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses X yes no
- Noncompliance material to financial statements noted X yes no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses X yes no
- Noncompliance material to federal awards X yes no

Type of auditor's report issued on compliance for major federal programs:
 Unmodified for all major programs except for Medical Assistance Program (93.778) which is qualified.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? X yes no

Identification of major federal programs:

<u>CFDA #</u>	<u>Program Name</u>
93.778	Medical Assistance Program
97.036	Disaster Grants - Public Assistance

Dollar threshold used to distinguish between Type A and Type B Programs \$ 750,000

Auditee qualified as low-risk auditee? yes X no

State Awards

Internal control over major State programs:

- Material weakness(es) identified? X yes no
- Significant deficiency(s) identified X yes none reported

Type of auditor's report issued on compliance for major State programs: Unmodified

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section I - Summary of Auditors' Results (continued)

Any audit findings disclosed that are required to be
reported in accordance with the State Single Audit
Implementation Act

 X yes

 no

Identification of major State programs:

Program Name

Medical Assistance Program

Disaster Grants - Public Assistance

State Grants for Financially Distressed Local Governments

Stream Debris Removal Project

Section II - Financial Statement Findings

Finding: 2021-001

Reconciliation of Records

MATERIAL WEAKNESS

Criteria:

Management should have a system in place to reduce the likelihood of errors in financial reporting and ensure the timeliness of financial reporting.

Condition:

In reviewing records and testing certain account balances, we noted that several accounts were not reconciled/adjusted timely to include cash, receivables, payables, and other balance sheet accounts.

Effect:

The County's management and other users of the financial statements do not have accurate and timely information for decision making and monitoring of the county's financial position and adherence to laws, regulations, and other requirements. Errors in financial reporting could occur and not be detected, and fraud risks increase with delays in reconciliation of key accounts.

Cause:

Availability of adequate number of personnel in the finance and administration departments caused delays in reconciling account information and preparing for the annual audit and preparation of the financial statements.

Identification of a repeat finding:

This is a repeat finding from the immediate previous audit, 2020-001.

Recommendation:

The County should evaluate the allocation of internal resources dedicated to financial reporting to ensure adequate resources are available for timely account reconciliations, year-end close and annual financial reporting purposes. Management should consult with outside accountants or auditors if additional assistance is required in order to prepare for the annual audit, determined appropriated accounting for complex transactions, or prepare the financial statements.

Views of responsible officials:

The County agrees with this finding. Please refer to the corrective action plan for details.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section II - Financial Statement Findings (continued)

Finding: 2021-002

Late Submission of Audit

NONCOMPLIANCE/MATERIAL WEAKNESS

Criteria:	In accordance with North Carolina General Statutes § 159-34, the County is required to submit an audited set of financial statements to the LGC within 4 months after the end of the fiscal year.
Condition:	The County was unable to provide final financial records to complete the audit on time.
Effect:	The Federal and State authorities did not get the information they needed concerning the audited financials timely.
Cause:	County audits have been submitted late over the past several years. The County was unable to provide information necessary to complete the audit timely as a result of issues mentioned in the Schedule of Findings.
Recommendation:	The County should ensure that all efforts are made to complete the audits timely.
Views of responsible officials:	The County agrees with this finding. Please refer to the corrective action plan for details.

Finding: 2021-003

Segregation of Duties

SIGNIFICANT DEFICIENCY

Criteria:	Duties should be segregated to provide reasonable assurance that transactions are handled appropriately.
Condition:	There is a lack of segregation of duties among County personnel in the following areas: revenues, receipts, and receivables for both the governmental and proprietary funds.
Effect:	Transactions could be mishandled.
Cause:	There is a limited number of personnel for certain functions.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-003.
Recommendation:	The duties should be segregated as much as possible and alternative controls should be used to compensate for lack of separation. The governing board should provide some of these controls.
Views of responsible officials:	The County agrees with this finding. Please refer to the corrective action plan for details.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section II - Financial Statement Findings (continued)

Finding: 2021-004

Budget Violation

NONCOMPLIANCE/SIGNIFICANT DEFICIENCY

Criteria: G.S. 159-8(a) states that all moneys received and expended by a local government or public authority should be included in the budget ordinance. G.S. 159-8(a) states that each local government shall operate under an annual balanced budget. In addition, GASB 84 identifies criteria when fiduciary activities should be reported as a special revenue fund. A budget ordinance is balanced when the sum of estimated net revenues and appropriated fund balance is equal to appropriations.

Condition: The County reflected no budgeted amounts for the Hydeland Home Health Fund, Revolving Loan Fund, the E-911 Fund, Fines and Forfeitures, and Representative Payee Fund.

Effect: Monies were spent that had not been appropriated, as there was no budget reflected for this fund.

Cause: The County did not properly adopt and record budget and budget amendments for the revenues and expenditures for these funds. The Fines and Forfeitures and Representative Payee Fund were required to be reported as special revenue funds as a result of the implementation of GASB 84. The funds were set up as required by GASB 84, but a budget was not established for them.

Identification of a repeat finding: This is a repeat finding from the immediate previous audit, 2020-004.

Recommendation: A budget should be prepared for each fund. The finance office should review the General Statutes and GASB Pronouncements to ensure funds are properly authorized and are properly presented.

Views of responsible officials: The County agrees with this finding. Please refer to the corrective action plan for details.

Finding: 2021-005

Budget Violation

NONCOMPLIANCE/SIGNIFICANT DEFICIENCY

Criteria: In accordance with North Carolina General Statutes § 143C, Budget revisions must be requested and approved prior to any commitment and/or expenditure that would exceed the amount budgeted. Entities should not overspend the authorized budget.

Condition: The budget was overspent in the following departments in General Fund: COVID-19, Hurricane Isaias, Juvenile Crime Prevention, Mental Health - Navigator, KBR Interpreter, Health COVID, Public schools - capital outlay, Installment debt principal, as well as Airport Grant Fund.

Effect: The Board spent funds that were not available for those respective functions and funds.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section II - Financial Statement Findings (continued)

Cause:	The County did not properly adopt and record budget amendments for the revenues and expenditures for these functions.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-006.
Recommendation:	The budget should be reviewed and appropriated amendments made during the year.
Views of responsible officials:	The County agrees with this finding. Please refer to the corrective action plan for details.

Finding: 2021-006 Preaudit Requirement Violation

NONCOMPLIANCE/SIGNIFICANT DEFICIENCY

Criteria:	In accordance with North Carolina General Statutes § 159-28 (GS 159-28), if an obligation is reduced to a written contract or written agreement requiring the payment of money, or is evidenced by a written purchase order for supplies and materials, the written contract, agreement, or purchase order shall include on its face a certificate stating that the instrument has been preaudited to assure compliance with Incurring Obligations requirement. The certificate shall be signed by the finance officer, or any deputy finance officer approved for this purpose by the governing board.
Condition:	The County did not have preaudit certificate in the required form on the face of the written contract, agreement, purchase order or invoice that was signed by the finance officer or deputy finance officer approved for the purpose by the governing board.
Effect:	An obligation incurred in violation of Incurring Obligations or Preaudit requirement of GS 159-28 is invalid and may not be enforced.
Cause:	No effective internal controls were in place to ensure the preaudit process was performed and documented.
Recommendation:	The County should establish internal control policies and procedures to ensure compliance with the preaudit requirement, in accordance with any rules adopted by the Local Government Commission. The governing board should formally designate the County manager as deputy finance officer for preaudit purpose if necessary.
Views of responsible officials:	The county agrees with the finding. Please refer to the corrective action plan for details.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section II - Financial Statement Findings (continued)

Finding: 2021-007

Prior Period Adjustments

MATERIAL WEAKNESS

Criteria: Management should have a system in place to verify that transactions are recorded in the correct fund, thereby reducing the likelihood of errors in financial reporting.

Condition: The County has received several grants over the past few years as a result of Hurricane Dorian that were not properly presented. They were recorded in the General Fund, and proper tracking was not maintained to timely book receivables and revenues for these grants. Substantial efforts were made to properly segregate those grants into separate funds, and revenues were recorded back to the prior period. In addition, several balance sheet accounts were not reconciled over the past few years while the County was in recovery mode from the Hurricane damage. Amounts were recorded as deferred income that should have been recognized in prior years, and payroll liability accounts were not properly cleared out. The net effect of these entries resulted in increased fund balance in the General Fund by \$6,742,342, decreasing fund balance in the other governmental funds by \$3,780,521, for a net effect to governmental fund balance of \$2,961,821. On the government-wide statements, an additional adjustment was made for \$565,791 as a result of the amounts that were recognized in the government-wide statements as revenue in prior years from the deferred income reflected in the General Fund statement. Since this was recognized as a prior period adjustment in the fund statements, that adjustment is needed to adjust in the government-wide statements for amounts that have previously been recognized. The net effect of all prior period adjustments to the government-wide statements is \$2,396,030.

Effect: The County's management and other users of the financial statements do not have accurate information for decisions-making and monitoring of the county's financial position and adherence to laws, regulations, and other requirements. Errors in financial reporting could occur and not be detected.

Cause: Availability of adequate number of personnel in the finance and administration departments caused delays in reconciling account information.

Recommendation: The County should review the ledger and financial documents regularly to ensure that necessary adjustments are made timely during the year.

Views of responsible officials: The county agrees with the finding. Please refer to the corrective action plan for details.

**Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021**

Section III - Federal Award Findings and Questioned Costs

US Department of Health and Human Services
Passed through the NC Department of Health and Human Services
Program Name: Medical Assistance Program
CFDA #: 93.778

Finding: 2021-008

SSI Terminations

NONCOMPLIANCE / MATERIAL WEAKNESS

Eligibility

Criteria:	In accordance with the Medicaid Manual MA-3120, the State sends notification to the County when a participant is no longer eligible under Supplemental Security Income (SSI) determination, the County is required to initiate the ex parte review within 5 workdays of the date the termination appears on the SSI Termination Report, and complete the redetermination within 4 months of the month the case appears on the SSI Termination Report and notify the recipient about applicant's ongoing eligibility for Medicaid.
Condition:	One applicant was not reviewed timely and determined to be eligible for Medicaid when their SSI benefits were terminated.
Questioned Costs:	\$6,103. This amount was determined by totaling all the aid received by the ineligible beneficiary for all claims during the fiscal year ending 6/30/2021 which had dates of service occurring after the SSI determined the beneficiary ineligible.
Context:	We examined 60 cases from 1137 Medicaid applicants on the Medicaid Beneficiary report provided by NC Department of Health and Human Services to re-determine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	The County did not initiate an ex-parte review timely, therefore, no eligibility review was completed in the required time period. The lack of follow up and certification lead to applicants receiving Medicaid benefits for which they were not eligible.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-008.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section III - Federal Award Findings and Questioned Costs (continued)

Cause: Ineffective communication between departments within the Department of Social Services. One area within DSS received State communications that applicants would no longer be eligible for SSI benefits and the County needed to conduct an application process. This information was not shared with other departments in DSS from which the recipient was also receiving benefits.

Recommendation: Any State communications related to applicants' benefits received by any DSS department should be shared with all areas from which the participant receives benefits. State files should be reviewed internally to ensure all actions have been properly closed and the corrective action has been taken. Workers should be retrained on what process needs to be followed when State communications are received.

Views of responsible officials: The county agrees with the finding. Please refer to the corrective action plan for details.

US Department of Health and Human Services
Passed through the NC Department of Health and Human Services
Program Name: Medical Assistance Program
CFDA #: 93.778

Finding: 2021-009 Inaccurate Information Entry

NONCOMPLIANCE / MATERIAL WEAKNESS

Eligibility

Criteria: In accordance with 42 CFR 435, documentation must be obtained as needed to determine if a recipient meets specific income standards, and documentation must be maintained to support eligibility determinations. In accordance with 2 CFR 200, management should have an adequate system of internal controls procedures in place to ensure an applicant is properly determined or redetermined for benefits.

Condition: There were 11 errors discovered during our procedures that inaccurate information was entered when determining eligibility. Of these, one applicant received assistance although the family income was above the State provided income standard.

Questioned Cost: \$3,859. This amount was determined by totaling all the aid received by the ineligible beneficiaries for all claims during the fiscal year ending 6/30/2021 which had dates of service occurring within the certification period in question.

Context: We examined 60 cases from 1137 Medicaid applicants on the Medicaid Beneficiary report provided by NC Department of Health and Human Services to re-determine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.

**Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021**

Section III - Federal Award Findings and Questioned Costs (continued)

Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to North Carolina Families Accessing Services through Technology (NC FAST) and a participant could have been approved for benefits for which they were not eligible.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-009.
Cause:	Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.
Recommendation:	Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources of income and those amounts agree to information in NC FAST. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.
Views of responsible officials:	The county agrees with the finding. Please refer to the corrective action plan for details.

US Department of Health and Human Services
Passed through the NC Department of Health and Human Services
Program Name: Medical Assistance Program
CFDA #: 93.778

Finding: 2021-010

Inaccurate Resource Calculation

SIGNIFICANT DEFICIENCY

Eligibility

Criteria:	In accordance with Medicaid Manual MA-2230, Medicaid for Aged, Blind and Disabled case records should contain documentation that verifications were done in preparation of the application and these items will agree to reports in the NC FAST system. In this process, the countable resources should be calculated correctly and agree back to the amounts in the NC FAST system. Any items discovered in the verification process should be considered countable or non-countable resources and explained within the documentation.
Condition:	There were 7 errors discovered during our procedures that resources in the county documentation and those same resources contained in NC FAST were not the same amounts or files containing resources were not properly documented to be considered countable or non-countable.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section III - Federal Award Findings and Questioned Costs (continued)

Questioned Costs:	There was no known affect to eligibility and there were no known questioned costs.
Context:	We examined 60 cases from 1137 Medicaid applicants on the Medicaid Beneficiary report provided by NC Department of Health and Human Services to re-determine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to North Carolina Families Accessing Services through Technology (NC FAST) and a participant could have been approved for benefits for which they were not eligible.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-010.
Cause:	Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.
Recommendation:	Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources of income and those amounts agree to information in NC FAST. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.
Views of responsible officials:	The county agrees with the finding. Please refer to the corrective action plan for details.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section III - Federal Award Findings and Questioned Costs (continued)

US Department of Health and Human Services
Passed through the NC Department of Health and Human Services
Program Name: Medical Assistance Program
CFDA #: 93.778

Finding: 2021-011

IV-D Child Support Non-Cooperation

SIGNIFICANT DEFICIENCY

Eligibility

Criteria:	In accordance with the Medicaid Manual MA-3365, all Medicaid cases should be evaluated and referred to the Child Support Enforcement Agency (IV-D). The Child Support Enforcement Agency (IV-D) can assist the family in obtaining financial and/or medical support or medical support payments from the child's non-custodial parent. Cooperation requirement with Social Services and Child Support Agencies must be met or good cause for not cooperating must be established when determining Medicaid eligibility.
Condition:	There were 6 errors discovered during our procedures that referrals between Department of Social Services (DSS) and Child Support Agencies were not made.
Questioned Costs:	There was no known affect to eligibility and there were no known questioned costs.
Context:	We examined 60 cases from 1137 Medicaid applicants on the Medicaid Beneficiary report provided by NC Department of Health and Human Services to re-determine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to North Carolina Families Accessing Services through Technology (NC FAST) and a participant could have been approved for benefits for which they were not eligible.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-011.
Cause:	Human error in reading the Automated Collection and Tracking System (ACTS) report and/or ineffective case review process.
Recommendation:	Files should be reviewed internally to ensure proper information is in place and necessary procedures are taken when determine eligibility. The results found or documentation made in case notes that clearly indicates what actions were performed and the results of those actions.
Views of responsible officials:	The county agrees with the finding. Please refer to the corrective action plan for details.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section III - Federal Award Findings and Questioned Costs (continued)

US Department of Health and Human Services
Passed through the NC Department of Health and Human Services
Program Name: Medical Assistance Program
CFDA #: 93.778

Finding: 2021-012

Inadequate Request for Information

SIGNIFICANT DEFICIENCY

Eligibility

Criteria:	In accordance with 42 CFR 435, documentation must be obtained as needed to determine if a recipient meets specific standards, and documentation must be maintained to support eligibility determinations. Electronic matches are required at applications and redeterminations.
Condition:	There were 31 errors discovered during our procedures that inadequate information was requested at applications and/or redeterminations.
Questioned Costs:	There was no known affect to eligibility and there were no known questioned costs.
Context:	We examined 60 cases from 1137 Medicaid applicants on the Medicaid Beneficiary report provided by NC Department of Health and Human Services to re-determine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to North Carolina Families Accessing Services through Technology (NC FAST) and a participant could have been approved for benefits for which they were not eligible.
Cause:	Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.
Recommendation:	Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources and income and those amounts agree to information in NC FAST. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.
Views of responsible officials:	The county agrees with the finding. Please refer to the corrective action plan for details.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section III - Federal Award Findings and Questioned Costs (continued)

US Department of Homeland Security
Passed through the NC Department of Public Safety
Program Name: Disaster Grants - Public Assistance
CFDA #: 97.036

Finding: 2021-013

Inadequate Documentation

SIGNIFICANT DEFICIENCY
Allowable Costs/Cost Principles

Criteria:	In accordance with 2 CFR section 200.403(g), and the Compliance Supplement for Disaster Grants - Public Assistance, costs must be adequately documented in order to be allowable under Federal awards.
Condition:	The County manager has signed an authorization to allow exempt employees to receive overtime pay beginning September 1, 2019 as a result of the Hurricane recovery efforts. However, there were several timesheets from September 2019 through January 2020 that were not adequately documented to show the detailed activities and supervisor's approval.
Questioned Costs:	There was no known effect to eligibility and there were no known questioned costs.
Context:	We examined 2 projects from 6 active projects on the FEMA Grant Portal. Documentation that was provided to the Department of Public Safety (DPS) as evidence of the expenditures was reviewed from the FEMA Grant Portal. As it relates to overtime payments, there were timesheets provided for reimbursement. Several timesheets were not signed before it was required to be uploaded to the portal, as the official request for reimbursement did not occur until several months after the information was originally uploaded.
Effect:	The grantor agency does not have accurate and sufficient information to track the projects and the use of the funds.
Cause:	No effective internal controls were in place to ensure compliance. A supervisory signature would document that the time was reviewed to ensure that it was, in fact, an allowable expenditure.
Recommendation:	The county should design and implement internal controls over compliance of Federal and State grants to ensure costs are adequately documented and reviewed.
Views of responsible officials:	The county agrees with this finding. The designated Hyde FEMA Agent uploaded the timesheets into the FEMA portal prior to them being properly reviewed and approved by management because they were actively working in the field managing the hurricane response. When management returned into the office, the timesheets were properly reviewed and approved. Procedures have been put into place to ensure that all timesheets have been reviewed and properly approved prior to being uploaded into the FEMA portal.

Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021

Section IV - State Award Findings and Questioned Costs

U.S. Department of Health and Human Services
Passed through the NC Department of Health and Human Services
Program Name: Medical Assistance Program
CFDA #: 93.778

SIGNIFICANT DEFICIENCY: Finding 2021-008, 2021-009, 2021-010, 2021-011, 2021-012 also apply to State requirements and State Awards.

US Department of Homeland Security
Passed through the NC Department of Public Safety
Program Name: Disaster Grants - Public Assistance
CFDA #: 97.036

SIGNIFICANT DEFICIENCY: Finding 2021-013 also applies to State requirements and State Awards.

N.C. Department of Public Safety, Office of Recovery and Resiliency
Program Name: State Grants for Financially Distressed Local Governments

Finding: 2021-014

Grant Monitoring

SIGNIFICANT DEFICIENCY

Criteria:	In accordance with the Memorandum of Agreement between The North Carolina Office of Recovery and Resiliency and Hyde County, the County is responsible to keep the books, records and documents from and after the date of execution of the agreement and for three years following its termination. Additionally, in accordance with the North Carolina State Single Audit Implementation Act, Subrecipient Monitoring is required when the State awards are being passed to a subrecipient.
Condition:	The County could not provide the requested documents, such as grant application, project eligibility determination, approved projects list, etc. The grantor agency and the non-profit organization, whom the County contracted with to administer the grant, eventually provided the documents needed to complete our testing. The County did not have effective internal control and monitoring procedures in place to provide reasonable assurance that the subrecipient used the subaward for authorized purposes. The County's position is that the application was not required, but the grantor agency advised us that the application would be the source to use as a guideline for testing, and the State office was able to provide us with a copy of the original application to use as a basis for our testing.
Effect:	The County and grantor agency would not be able to timely detect and correct the unallowed activities if the subaward was not used for authorized purposes, in compliance with the Session Law, the related state statutes and financial management standards.
Cause:	County had no effective internal controls and monitoring procedures in place to ensure the compliance.

**Hyde County, North Carolina
Schedule of Findings and Questioned Costs
For Year Ended June 30, 2021**

Section IV - State Award Findings and Questioned Costs (continued)

Recommendation:	The County should design and implement internal controls over compliance of Federal and State grants, and establish subaward policies and procedures to monitor the subrecipient activities when the grants are passed through to other entities.
Views of responsible officials:	The County agrees with the finding, and will design and implement procedures to monitor subrecipient activities. Please refer to the corrective action plan for details.

N.C. Department of Agriculture and Consumer Services
Program Name: Stream Debris Removal

Finding: 2021-015 **Grant Management**

SIGNIFICANT DEFICIENCY

Reporting

Criteria:	In accordance with the Disaster Recovery Act of 2016, the county is required to submit quarterly progress reports until the project is complete and final project report is approved. The quarterly progress report is required even if no activity has occurred and no reimbursement is requested for the quarter.
Condition:	Quarterly progress reports were not submitted as required.
Effect:	The grantor agency does not have accurate and sufficient information to track the projects and the use of the funds.
Cause:	No effective internal controls were in place to ensure compliance.
Recommendation:	The county should design and implement internal controls over compliance of Federal and State grants to ensure reports are submitted accurately and timely as required.
Views of responsible officials:	The county agrees with the finding. Please refer to the corrective action plan for details.

Board of Commissioners

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County Manager

Franz Holscher
County Attorney

Richard Mann
Clerk to the Board



**Corrective Action Plan
For Year Ended June 30, 2021**

Section II - Financial Statement Findings

Finding: 2021-001**Reconciliation of Records**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The County agrees with this finding. The County has added capacity to the finance department by hiring an Accounting Specialist II to assist with reconciling all material general ledger account balances. The County has also purchased a new accounting software to help alleviate some of the burden on it's currently understaffed finance department.

Proposed Completion Date:

The Accounting Specialist II was position was filled in September 2021. The accounting software was purchased and was implemented in July 2022.

Finding: 2020-002**Late Submission of Audit**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The County agrees with this finding. The County has added capacity to the finance department by hiring an Accounting Specialist II to assist with reconciling all material general ledger account balances. The County has also purchased a new accounting software to help alleviate some of the burden on it's currently understaffed finance department.

Proposed Completion Date:

The Accounting Specialist II was position was filled in September 2021. The accounting software was purchased and was implemented in July 2022.

Finding: 2020-003**Segregation of Duties**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The County agrees with this finding. The County will evaluate our internal control processes and segregate custody, authorization, reconciliation and recording duties as much as it is possible with it's current staffing and will add mitigating controls to help alleviate our segregation of duties issues. Also, we implemented a new software in July 2022 that should help to segregate duties.

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**Corrective Action Plan
 For Year Ended June 30, 2021**

Section II - Financial Statement Findings (continued)

Proposed Completion Date: The County is in the process now of evaluating our internal controls and will segregating duties as much possible. Our new accounting system was implemented in July 2022.

Finding: 2020-004**Budget Violation**

Name of Contact Person: Kris Cahoon Noble, County Manager

Corrective Action: The County agrees with this finding. The County will adopt budgets for these fund for fiscal year ending June 30, 2022 at a future Board of Commissioner's meeting.

Proposed Completion Date: The Board will implement this procedure immediately.

Finding: 2020-005**Budget Violation**

Name of Contact Person: Kris Cahoon Noble, County Manager

Corrective Action: The County agrees with this finding. The County will periodically review our budget versus actual reports and make budget amendments as necessary to ensure that all County expenditures are properly appropriated. The new software implemented in July 2022 has a warning if an expenditure is overbudget and can only be overridden by the Finance Officer.

Proposed Completion Date: The County is implementing this process immediately.

Finding: 2021-006**Preaudit Requirement Violation**

Name of Contact Person: Kris Cahoon Noble, County Manager

Corrective Action: The preaudit process was performed by the Finance Officer regarding contracts, agreements, purchase orders, and invoices. However, the process was not physically documented on certain invoices. We will put procedures in place to ensure that all contracts, agreements, purchase orders, and invoices are properly pre audited by the Finance Officer and that process is properly documented.

Proposed Completion Date: The County is implementing this process immediately.

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**Corrective Action Plan
 For Year Ended June 30, 2021**

Section II - Financial Statement Findings (continued)

Finding: 2021-007**Prior Period Adjustments**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The County agrees with this finding. The Finance Department worked extremely hard to ensure that all of our material general ledger accounts were reviewed, reconciled, and properly adjusted to ensure that our financial statements were materially accurate for the June 30, 2021 fiscal year. An Accounting Specialist II was hired in September 2021 to aid in this process and to add much needed capacity in our understaffed Finance Department. We will continue to put procedures in place to ensure that our financials are properly adjusted and we do not anticipate any necessary prior period adjustments going forward.

Proposed Completion Date:

These procedures have already been put into place.

Finding: 2021-008**SSI Terminations**

Name of Contact Person:

Laurie Potter, DSS Director & Linda McCabe, Medicaid Supervisor

Corrective Action:

Supervisor is pulling up the SSI Termination/Alert Detail Report under XPTR Verification Reporting in NC FAST and is sharing this information with IMC as it becomes available. IMC will continue to follow policy and State communications as it is received. IMC's will also provide refresher training as needed. Checklist and revised documentation templates have been provided. Knowledge checks will continue to be performed at trainings. Meetings are held individual and as a group bi-weekly or as needed.

Proposed Completion Date:

Prior to January 2, 2022 and ongoing.

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**Corrective Action Plan
 For Year Ended June 30, 2021**

Section III - Federal Award Findings and Questioned Costs

Finding: 2021-009**Inaccurate Information Entry**

Name of Contact Person:

Laurie Potter, DSS Director & Linda McCabe, Medicaid Supervisor

Corrective Action:

Supervisor and QA worker will continue to perform second party reviews to ensure proper documentation is in place for eligibility. IMC's will continue to be reminded of what the case files should contain and the importance of complete and accurate record keeping. IMC's will request any verification needed to support documentation used, request online verification, use the work number and check other active files in the agency. Checklist and revised documentation templates have been provided. Knowledge checks will continue to be performed at trainings. Meetings are held individually and as a group bi-weekly or as needed. All files will include online verifications documented resources of income and those amounts agree to information in NC FAST. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.

Proposed Completion Date:

Prior to January 2, 2022 and ongoing.

Finding: 2021-010**Inaccurate Resource Calculation**

Name of Contact Person:

Laurie Potter, DSS Director & Linda McCabe, Medicaid Supervisor

Corrective Action:

Files will be reviewed during Second Party review process to ensure proper documentation is in place for eligibility. Workers will be retrained on what files should contain and the importance of complete and accurate record keeping. All files will contain online verifications, documented resources of income and those amounts agree to information in NCFast. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.

Proposed Completion Date:

Prior to January 2, 2022 and ongoing.

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**Corrective Action Plan
 For Year Ended June 30, 2021**

Section III - Federal Award Findings and Questioned Costs (continued)

Finding: 2021-011**IV-D Child Support Non-Cooperation**

Name of Contact Person:

Laurie Potter, DSS Director & Linda McCabe, Medicaid Supervisor

Corrective Action:

Supervisor and QA worker will continue to perform second party reviews to ensure proper information is in place and necessary procedures are taken when determining eligibility. IMC's have been trained on the importance of assisting family in obtaining financial and/or medical support or medical support payments from the child's non-custodial parent for case where the caretaker is receiving Medicaid assistance. IMC's will properly document and add required verification and evidence to new and existing case where caretaker is receiving Medicaid. IMC's will double check all evidence for correction. Checklist and revised documentation templates have been provided. Knowledge checks will continue to be performed at trainings. Meetings are held individually and as a group bi-weekly or as needed.

Proposed Completion Date:

Prior to January 2, 2022 and ongoing.

Finding: 2021-012**Inadequate Request for information**

Name of Contact Person:

Laurie Potter, DSS Director & Linda McCabe, Medicaid Supervisor

Corrective Action:

Files will be reviewed during Second Party review process to ensure proper documentation is in place for eligibility. Workers will be retrained on what files should contain and the importance of complete and accurate record keeping. All files will contain online verifications, documented resources of income and those amounts agree to information in NCFAS. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.

Proposed Completion Date:

Prior to January 2, 2022 and ongoing.

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**Corrective Action Plan
For Year Ended June 30, 2021**

Section III - Federal Award Findings and Questioned Costs (continued)

Finding: 2021-013**Inadequate Documentation**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The county agrees with this finding. Procedures have been put into place to ensure that all timesheets have been reviewed and properly approved prior to being uploaded into the FEMA portal.

Proposed Completion Date:

The Board will implement this procedure immediately.

Section IV - State Award Findings and Questioned Costs

Corrective actions for finding 2021-008, 2021-009, 2021-010, 2021-011 and 2021-012 also apply to the State Awards findings.

Finding: 2021-014**Grant Monitoring**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The County agrees with this finding. The County has put into place a new grant management process where all key deadline dates are tracked to ensure that we stay current on our grant reporting requirements. All of our grant reporting is up to date.

Proposed Completion Date:

These procedures have already been put into place.

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**Corrective Action Plan
For Year Ended June 30, 2021**

Section IV - State Award Findings and Questioned Costs (continued)

Finding: 2021-015**Grant Management**

Name of Contact Person:

Kris Cahoon Noble, County Manager

Corrective Action:

The County agrees with the finding, however would like to note that a grant application was not required for these funds. The County submitted to the auditor's emails sent to the grant funding agency requesting the funding in the amounts appropriated with justification for those amounts and the responses from the funding agency. Projects under this grant included home reconstructions that were determined for eligibility through strict guidelines established by the subrecipient and approved by the County. Individual eligibility was determined by a well documented case management system. The County's internal control and monitoring procedures were outlined in a Memorandum of Understanding between the County and the subrecipient. These procedures outlined in the MOU were adhered to and in addition, each pay request with all supporting documentation was reviewed and approved by the County prior to payment to the subrecipient and vendors. As a corrective action, the County will provide random internal audit procedures on all subrecipient awards in the future.

Proposed Completion Date:

The Board will implement this procedure immediately.

**Hyde County, North Carolina
Summary Schedule of Prior Year Audit Findings
For Year Ended June 30, 2021**

Finding:	2020-001
Status:	Repeat as finding 2021-001
Finding:	2020-002
Status:	Corrected
Finding:	2020-003
Status:	Repeat as finding 2021-003
Finding:	2020-004
Status:	Repeat as finding 2021-004
Finding:	2020-005
Status:	Corrected
Finding:	2020-006
Status:	Repeat as finding 2021-005
Finding:	2020-007
Status:	Corrected
Finding:	2020-008
Status:	Repeated as 2021-008
Finding:	2020-009
Status:	Repeated as 2021-009
Finding:	2020-010
Status:	Repeated as 2021-010
Finding:	2020-011
Status:	Repeated as 2021-011
Finding:	2020-012
Status:	Corrected

Hyde County, North Carolina
Schedule of Expenditures of Federal and State Awards
For The Fiscal Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal AL CFDA Number	State/ Pass-through Grantor's Number	Fed (Direct & Pass-through Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
Federal Awards:						
<u>U.S. Dept. of Agriculture</u>						
Passed-through N.C. Dept of Health and Human Services: Division of Social Services: Administration: State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		\$ 105,032	\$ -	\$ -	\$ 105,032
Passed-through N.C. Dept of Health and Human Services: Division of Public Health: Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		22,789	-	-	-
Total U.S. Dept. of Agriculture			127,821	-	-	105,032
<u>U.S. Department of Housing and Urban Development</u>						
Passed-through N.C. Department of Commerce CDBG-DR	14.228		8,424	-	-	-
CDBG-NR	14.228	17-C-2989	403,578	-	-	-
Passed-through N.C. Department of Environment Quality CDBG-I	14.228	18-I-3046	62,735	-	-	-
Total U.S. Department of Housing and Urban Development			474,737	-	-	-
<u>U. S. Department of Transportation</u>						
Passed through the N.C. Department of Transportation						
		DOT-8				
Airport Improvement Program	20.106	36237.57.14.2	124,105	13,789	-	-
Airport Improvement Program	20.106	36237.57.14.1	36,986	-	-	-
COVID 19 - Airport Improvement Program	20.106	36237.57.14.3	20,000	-	-	-
		DOT-14				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	51001.49.8.3	3,492	436	-	-
Total U. S. Department of Transportation			184,583	14,225	-	-
<u>U.S. Department of the Treasury</u>						
Passed-through the Office of State Budget and Management: NC Pandemic Recovery Office Coronavirus Relief Fund	21.019		95,817	-	-	-
Passed-through N.C. Dept of Health and Human Services Division of Public Health Coronavirus Relief Fund	21.019		18,585	-	-	-
Total U.S. Dept. of Treasury			114,402	-	-	-
<u>US Dept of Health and Human Services</u>						
Division of Aging and Adult Services Passed-through Albemarle Commission <u>Aging Cluster</u> Special Programs for the Aging Title IIIB Grants for Supportive Services and Senior Centers	93.044		52,012	-	-	-
Special Programs for the Aging - Title III C Nutrition Services	93.045		34,675	-	-	-
Nutrition Services Incentive Program	93.053		3,617	-	-	-
Total Aging Cluster			90,304	-	-	-
<u>Temporary Assistance Needy Family Cluster</u>						
Division of Social Services TANF - Work First	93.558		39,375	-	-	14,598
Total TANF Cluster			39,375	-	-	14,598
Refugee Assistance Admin	93.566		83	-	-	-
Foster Care and Adoption Cluster: Foster Care - Title IV-E	93.658		110,674	14,887	-	64,236
Total Foster Care and Adoption Cluster			110,674	14,887	-	64,236
Child Support Enforcement	93.563		182,773	33	-	94,124

Hyde County, North Carolina
Schedule of Expenditures of Federal and State Awards
For The Fiscal Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal AL CFDA Number	State/ Pass-through Grantor's Number	Fed (Direct & Pass-through Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
Low-Income Home Energy Assistance						
Administration	93.568		4,095	-	-	-
Energy Assistance Payments	93.568		49,538	-	-	-
Crisis Intervention Program	93.568		16,638	-	-	-
COVID 19 - LIEAP	93.568		32,200	-	-	-
Total Low-Income Energy Assistance			102,471	-	-	-
SSBG - Other Service and Training	93.667		66,823	-	-	22,274
SSBG - State In Home Service Fund	93.667		(95)	-	-	(14)
Total Social Service Block Grant			66,728	-	-	22,260
Independent Living Transitional	93.674		1,066	-	-	-
Division of Social Services:						
Subsidized Child Care:						
Child Care Development Fund - Administration	93.596		296	-	-	-
Total Subsidized Child Care Cluster			296	-	-	-
Passed-through the N.C. Department of Health and Human Services						
Division of Social Services:						
Administration						
Medical Assistance Program	93.778		370,490	-	-	151,430
Total Medical Assistance Program			370,490	-	-	151,430
State Children's Insurance Program - NC Health Choice	93.767		2,925	46	-	559
Passed through N.C. Department of Health and Human Services:						
Division of Public Health						
Public Health Emergency Preparedness	93.069		27,416	-	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116		50	-	-	-
Family Planning Services	93.217		21,854	-	-	-
Immunization Grants	93.268		4,568	-	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		53,112	-	-	-
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		16,411	-	-	-
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)			69,523	-	-	-
COVID-19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354		23,240	-	-	-
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898		2,925	-	-	-
Preventive Health Services_Sexually Transmitted Diseases	93.977		42	-	-	-
Preventive Health and Health Services Block Grant	93.991		19,958	-	-	-
Maternal and Child Health Services Block Grant	93.994		14,073	3,786	-	-
Total U. S. Department of Health and Human Services			1,150,834	18,752	-	347,207
<u>U.S. Dept. of Homeland Security</u>						
Passed through the NC Dept. of Public Safety						
Flood Mitigation Assistance	97.029		30,000	-	-	-
Disaster Grants - Public Assistance	97.036	Hurricane Dorian	3,073,298	1,024,434	-	-
Disaster Grants - Public Assistance	97.036	Hurricane Florence	83,016	27,672	-	-
Total Disaster Grants - Public Assistance			3,156,314	1,052,106	-	-
Hazard Mitigation Grant	97.039		19,966	6,655	-	-
Emergency Management Performance Grants	97.042		37,603	-	-	-
Total U.S. Dept. of Homeland Security			3,243,883	1,058,761	-	-
Total Federal Awards			\$ 5,296,260	\$ 1,091,738	\$ -	\$ 452,239

Hyde County, North Carolina
Schedule of Expenditures of Federal and State Awards
For The Fiscal Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal AL CFDA Number	State/ Pass-through Grantor's Number	Fed (Direct & Pass-through Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
State Awards:						
<u>N.C. Dept. of Health and Human Services</u>						
Division of Public Health:						
Food and Lodging Fees			\$ -	\$ 3,262	\$ -	\$ -
General Aid to Counties			-	71,654	-	-
General Communicable Disease Control			-	11,044	-	-
Child Health			-	645	-	-
HIV/STD State			-	400	-	-
STD Drugs			-	4	-	-
Healthy Community Activities			-	3,747	-	-
Breast and Cervical Cancer Program			-	5,200	-	-
Family Planning - State			-	8,059	-	-
Maternal Health			-	13,116	-	-
Women's Health Service Fund			-	4,399	-	-
TB Control			-	1,566	-	-
Total Division of Public Health			-	123,096	-	-
Division of Social Services:						
State Child Welfare/CPS/CS LD		N/A	-	629	-	-
COVID-19 APS/CPS CARE		N/A	-	4,587	-	26
County Funded Programs		N/A	-	-	-	271,482
Non-Allocating County Cost		N/A	-	-	-	136,203
Work First Non Reimbursable		N/A	-	-	-	21,734
State Foster Home		N/A	-	3,842	-	3,842
F/C at Risk Maximization		N/A	-	3,882	-	1,392
COVID-29 FC Stipend		N/A	-	3,600	-	-
Total Division of Social Services			-	16,540	-	434,679
Total N.C. Dept. Health and Human Services			-	139,636	-	434,679
<u>N.C. Dept. of Administration</u>						
Veteran Grant		N/A	-	2,084	-	-
Total of N.C. Dept. of Administration			-	2,084	-	-
<u>N.C. State Board of Elections</u>						
2020 Care Act Supplemental Funds - Elections		N/A	-	13,700	-	-
Total of N.C. State Board of Elections			-	13,700	-	-
<u>N.C. Dept. of Transportation</u>						
Pass-through to Hyde Interagency Transportation:						
ROAP EDTAP		36220.10.9.1	-	41,520	-	-
ROAP RGP		36228.22.9.1	-	18,280	-	-
Total ROAP Cluster			-	59,800	-	-
State Aid to Airports (AV-5812)		DOT-8 47169.1.1	-	35,132	-	-
Rideshare Grant Program		DOT-11 36223.124.1.3	-	78,180	-	78,180
Total N. C. Department of Transportation			-	173,112	-	-
<u>N.C. Dept. of Environmental Quality</u>						
Division of Water Infrastructure						
Asset Inventory & Assessment		H-AIA-D-17-0102	-	2,791	-	-
Total N.C. Dept. of Environmental Quality			-	2,791	-	-
<u>N.C. Department of Natural and Cultural Resources</u>						
Division of Land and Water Stewardship						
NC Land and Water Fund			-	92,947	-	-
Total N.C. Department of Natural and Cultural Resources			-	92,947	-	-

Hyde County, North Carolina
Schedule of Expenditures of Federal and State Awards
For The Fiscal Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal AL CFDA Number	State/ Pass-through Grantor's Number	Fed (Direct & Pass-through Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
<u>N.C. Dept. of Public Safety</u>						
Juvenile Crime Prevention Program			-	55,330	-	-
Tier II Grant			-	1,000	-	-
Office of Recovery and Resiliency						
		NCORR-TCALG-22				
State Revolving Loan for Temporary Cash Assistance		NCORR-TCALG-25	-	2,000,000	-	-
State Grants for Financially Distressed Local Governments		NCORR-FDLG-044	-	1,412,779	-	-
State Grants for Financially Distressed Local Governments		NCORR-FDLG-037	-	89,310	-	-
Total N.C. Dept. of Public Safety			-	3,558,419	-	-
<u>N.C. Office of State Budget and Management</u>						
Disaster Recovery Grant		200-A	-	29,174	-	-
State Emergency Response & Disaster Relief Fund			-	160,250	-	-
Total N.C. Office of State Budget and Management			-	189,424	-	-
<u>N.C. Housing Finance Agency</u>						
Urgent Repair Program Grant			-	367	-	-
Total Golden LEAF Foundation			-	367	-	-
<u>Golden LEAF Foundation</u>						
Golden LEAF Grant - Tram Replacement Project			-	43,174	-	4,370
Golden LEAF Grant - Ocracoke EMS Station Construction			-	211	-	-
Total Golden LEAF Foundation			-	43,385	-	4,370
<u>N.C. Department of Agriculture and Consumer Services</u>						
Soil and Water Technical Assistance Program			-	30,480	-	-
Stream Debris Removal Project		17-175-4015	-	352,466	-	-
Watershed Restoration Project		19-091-4070	-	299,044	-	10,956
Total N.C. Department of Agriculture and Consumer Services			-	681,990	-	10,956
Total State Awards			\$ -	\$ 4,897,855	\$ -	\$ 528,185
Total Federal and State Awards			\$ 5,296,260	\$ 5,989,593	\$ -	\$ 980,424

Notes to the Schedule of Expenditures of Federal and State Awards

Note 1: Basis of Presentation

The accompanying schedule of expenditures of Federal and State Awards (SEFSA) includes the Federal and State grant activity of Hyde County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2021. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of Hyde County, it is not intended to and does not present the financial position, changes in net assets or cash flows of Hyde County.

Note 2: Summary of Significant Accounting Policies

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

Note 3: Indirect Cost Rate

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

Note 4: Loans Outstanding

Hyde County had the following loan balances outstanding at June 30, 2021 for loans that the grantor/pass-through grantor has still imposed continuing compliance requirements. Loans outstanding at the beginning of the year and loans made during the year are included in the SEFSA. The balance of loans outstanding at June 30, 2021 consist of:

Program Title	CFDA Number	Pass-through Grantor's Number	Amount Outstanding
State Revolving Loan for Temporary Cash Assistance	N/A	NCORR-TCALG-22	\$ 1,000,000
State Revolving Loan for Temporary Cash Assistance	N/A	NCORR-TCALG-25	1,000,000

Hyde County, North Carolina
Schedule of Expenditures of Federal and State Awards
For The Fiscal Year Ended June 30, 2021

Grantor/Pass-through Grantor/Program Title	Federal AL CFDA Number	State/ Pass-through Grantor's Number	Fed (Direct & Pass-through Expenditures	State Expenditures	Provided to Subrecipients	Local Expenditures
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Note 5: Cluster of Programs

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

Note 6: Benefit Payments Issued by the State

The amounts listed below were paid directly to individual recipients by the State from federal and State moneys. County personnel are involved with certain functions, primarily eligibility determinations that cause benefit payments to be issued by the State. These amounts disclose this additional aid to County recipients that do not appear in the basic financial statements because they are not revenues and expenditures of the County.

Program Title	CFDA No.	Federal	State
Food and Nutrition Services	10.551	\$ 2,201,615	\$ -
Medical Assistance Program	93.778	5,955,082	2,392,416
Children's Health Insurance Program	93.767	67,195	13,107
IV-E Adoption Assistance	93.659	-	(3,804)
TANF Payments & Penalties	93.558	13,431	-
CWS Adoption	N/A	-	7,608
SC/SA Domiciliary Care	N/A	-	26,345

Note 7: FEMA Expenditures

Expenditures are reported on the Schedule of Expenditures of Federal and State Awards when FEMA has approved the project worksheet and the eligible expenditures has been incurred. The \$3,435,042 Hurricane Dorian expenditures were incurred in FY 20 however the FEMA projects were obligated in FY 21. Therefore the expenditures are reported on FY 21 Schedule of Expenditures and Federal and State Awards.