

NOTES TO THE FINANCIAL STATEMENTS**NOTE 23: FUND EQUITY RECLASSIFICATIONS AND RESTATEMENTS**

The following table reconciles the beginning fund equity as previously reported to the beginning fund equity as restated (dollars in thousands). The adjustments in the "GASB 87 Implementation" column are due to the State's adoption of GASB Statement No. 87, *Leases*, as discussed in Note 2. The adjustment in the "Reporting Entity Change" column relates to the blending of two university foundations. The adjustments in the "Reclassifications" column are nonmajor special revenue funds reclassified to general fund due to management reevaluation. Amounts in the "Adjustments" column are primarily due to the correction of errors related to prior periods.

	July 1, 2021 Fund Equity as Previously Reported	GASB 87 Implementation	Reporting Entity Change	Reclassifications	Adjustments	July 1, 2021 Fund Equity as Restated
Primary Government						
Major Governmental Funds:						
General Fund	\$ 11,879,293	\$ —	\$ —	\$ 81,523	\$ 575	\$ 11,961,391
Highway Fund	692,825	—	—	—	—	692,825
Highway Trust Fund	1,838,206	—	—	—	—	1,838,206
Other Governmental Funds:						
Special Revenue Funds	1,979,912	—	—	(81,523)	—	1,898,389
Capital Projects Funds	897,244	—	—	—	—	897,244
Permanent Funds	183,880	—	—	—	—	183,880
Total Governmental Funds	<u>17,471,360</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>575</u>	<u>17,471,935</u>
Internal Service Funds	168,435	—	—	—	—	168,435
Government-wide adjustments:						
Equity interest in component unit	366,500	—	—	—	—	366,500
Capital assets	59,469,429	415,472	—	—	41,976	59,926,877
Deferred losses on refundings	49,259	—	—	—	—	49,259
Deferred outflows for pensions	1,327,215	—	—	—	—	1,327,215
Deferred inflows for pensions	(24,920)	—	—	—	—	(24,920)
Deferred outflows for OPEB	844,537	—	—	—	—	844,537
Deferred inflows for OPEB	(2,454,201)	—	—	—	—	(2,454,201)
Unavailable revenue	256,322	—	—	—	(1,864)	254,458
Long-term liabilities	(16,768,191)	(417,676)	—	—	—	(17,185,867)
Accrued interest payable	(33,763)	—	—	—	—	(33,763)
OPEB assets	9,117	—	—	—	—	9,117
Total Government-wide adjustments	<u>43,041,304</u>	<u>(2,204)</u>	<u>—</u>	<u>—</u>	<u>40,112</u>	<u>43,079,212</u>
Total Governmental Activities	<u>\$ 60,681,099</u>	<u>\$ (2,204)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 40,687</u>	<u>\$ 60,719,582</u>
Business-type Activities - Enterprise Funds:						
Unemployment Compensation Fund	3,178,284	—	—	—	—	3,178,284
EPA Revolving Loan Fund	2,011,745	—	—	—	—	2,011,745
N.C. State Lottery Fund	(44,697)	—	—	—	—	(44,697)
N.C. Turnpike Authority	282,532	—	—	—	—	282,532
Other enterprise funds	292,685	—	—	—	(1,010)	291,675
Total Business-type Activities - Enterprise Funds	<u>\$ 5,720,549</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (1,010)</u>	<u>\$ 5,719,539</u>

NOTES TO THE FINANCIAL STATEMENTS

	July 1, 2021					July 1, 2021
	Fund Equity	GASB 87	Reporting			Fund Equity
	as Previously	Implementation	Entity	Reclassifications	Adjustments	as Restated
	Reported		Change			
Fiduciary Funds						
Pension and Other Employee Benefit						
Trust Funds	138,868,209	—	—	—	—	138,868,209
Private Purpose Trust Funds	979,003	—	—	—	—	979,003
Custodial Funds						
External Investment Pools and Accounts	1,458,632	—	—	—	—	1,458,632
Other Custodial Funds	944,632	—	—	—	272	944,904
Total Fiduciary Funds	<u>\$ 142,250,476</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 272</u>	<u>\$ 142,250,748</u>
Total Primary Government	<u>\$ 208,652,124</u>	<u>\$ (2,204)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 39,949</u>	<u>\$ 208,689,869</u>
Component Units						
University of North Carolina System	\$ 14,367,876	\$ 87,753	\$ 14,048	\$ —	\$ (89,159)	\$ 14,380,518
Community Colleges	2,566,085	934	—	—	3,530	2,570,549
State Health Plan	499,473	—	—	—	—	499,473
Other component units	3,881,781	—	—	—	10,066	3,891,847
Total Component Units	<u>\$ 21,315,215</u>	<u>\$ 88,687</u>	<u>\$ 14,048</u>	<u>\$ —</u>	<u>\$ (75,563)</u>	<u>\$ 21,342,387</u>