

CAMDEN COUNTY, NORTH CAROLINA

ANNUAL FINANCIAL REPORT

Year Ended June 30, 2012



**BOARD OF COMMISSIONERS**

Sandy Duckwall, Chairman

Garry W. Meiggs, Vice-Chairman

Clayton Riggs

P. Michael McLain

Randy Krainiak

**OFFICIALS**

County Manager

Michael Renshaw

Clerk to the Board

Ashley Honaker

Finance Officer

Clarann C. Mansfield

Register of Deeds

Peggy Kight

Tax Administrator

Mary M. Rhodes

Sheriff

Tony E. Perry

County Attorney

John Morrison



CAMDEN COUNTY  
TABLE OF CONTENTS  
June 30, 2012

	<u>Page(s)</u>
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-11
Basic Financial Statements:	
<u>Exhibit</u> Government-Wide Financial Statements:	
1	Statement of Net Assets 12
2	Statement of Activities 13-14
Fund Financial Statements:	
3	Balance Sheet-Governmental Funds 15 Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Assets
4	Statement of Revenues, Expenditures, and Changes in 16 Fund Balances - Governmental funds Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities 17
5	Statement of Revenues, Expenditures, and Changes in 18-19 Fund Balance - Budget and Actual - General, School Capital Reserve, & Special Capital Reserve
6	Statement of Fund Net Assets - Proprietary Fund 20
7	Statement of Revenues, Expenses, and Changes in 21 Fund Net Assets - Proprietary Fund
8	Statement of Cash Flows - Proprietary Fund 22
9	Statement of Fiduciary Net Assets - Fiduciary Fund 23
	Notes to the Financial Statements 24-43
Required Supplemental Financial Data:	
	Other Postemployment Benefits - Schedule of Funding Progress 44
	Other Postemployment Benefits - Schedule of Employer Contributions 45

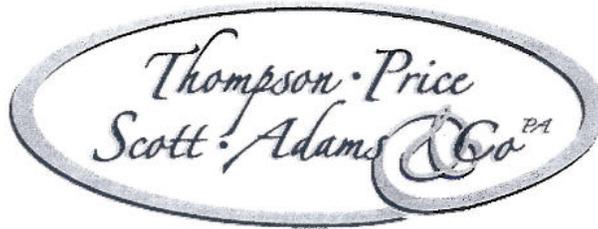
Combining and Individual Fund Statements and Schedules:	
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual -	
General Fund	46-50
Special Capital Reserve Fund	51
School Capital Reserve Fund	52
Combining Balance Sheet for Non-Major Governmental Funds	53-54
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances for Non-Major Governmental Funds	55-56
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:	
Automation Enhancement and Preservation Fund	57
Tourism Development Authority	58
Dismal Swamp Visitor Center Fund	59
Courthouse/Shiloh Fire District	60
South Mills Fire District	61
Joyce Creek Drainage District	62
Park Grant Fund	63
Community Park Trust Fund	64
Eco Park Fund	65
School Fund	66
Revaluation Fund	67
Scattered Housing Capital Project Fund	68
Enterprise Fund - Water District	69-70
Water and Sewer Capital Project Funds	71-73
Combining Statement of Fiduciary Assets and Liabilities-Agency Funds	74
Other Schedules:	
Schedule of Ad Valorem Taxes Receivable	75
Analysis of Current Tax Levy County-Wide Levy	76
Secondary Market Disclosures	77
Schedule of Ten Largest Taxpayers	78

Compliance Section:	
Report on Internal Control Over Financial Reporting and on Compliance and Other matters Based on an Audit of Financial Statements performed in Accordance With <i>Government Auditing Standards</i>	79-80
Report on Compliance With Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act	81-82
Report on Compliance With Requirements Applicable to Each Major State Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act	83-84
Schedule of Findings and Questioned Costs	85-87
Corrective Action Plan	88
Summary Schedule of Prior Audit Findings	89
Schedule of Federal and State Financial Assistance	90-93



## FINANCIAL SECTION





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Independent Auditor's Report

To the Board of County Commissioners  
Camden County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Camden County, North Carolina, as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Camden County's management. Our responsibility is to express an opinion on these basic financial statements based on our audit. We did not audit the financial statements of the Camden County ABC Board. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for Camden County ABC Board is based solely on the reports 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 of material misstatement. The financial statements of the Camden County ABC Board were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Camden County, North Carolina as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, School Capital Reserve Fund, and Special Capital Reserve Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2012 on our consideration of Camden County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of the report is to describe the scope of our testing of internal control

over financial and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the Other Postemployment Benefits' Schedules of Funding Progress and Employer Contributions 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 financial statements in an appropriate operational, economic, or historical context. We and the other auditor 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.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise Camden County's basic financial statements. The combining and individual nonmajor fund statements, budgetary schedules and other schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The accompanying schedule of expenditures of federal and State awards is presented as for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act, and is also not a required part of the basic financial statements. The combining and individual fund statements, budgetary schedules, other schedules and the schedule of expenditures of federal and State awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary schedules, other schedules and the schedule of expenditures of federal and State awards are stated in all material respects in relation to the basic financial statements as a whole.

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

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*Thompson, Price, Scott, Adams & Co., P.A*  
*October 10, 2012*

MANAGEMENT'S DISCUSSION & ANALYSIS



## Management's Discussion and Analysis

As management of the Camden County, we offer readers of the Camden County's (the "County") financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2012. 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

On the government-wide statements, the assets of the County's governmental activities exceeded its liabilities at the close of the fiscal year by \$23,796,060. The County's net assets are impacted considerably by qualified zone academy bonds (QZAB) that the County has issued on behalf of the Camden County Board of Education. The assets are not reflected in the County's financial statements, but the full amount of the long-term debt related to school construction of \$15,309,393 is reflected in the County's financial statements.

As of the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$11,443,479, a decrease of \$173,712 in comparison with the prior year. Capital expenditures negatively impacted this decrease. Approximately \$4,712,861 remains as unassigned fund balance.

At the end of the fiscal year, fund balance (before any reserves or designations) for the General Fund was \$5,539,053, or 43% total General Fund expenditures for the current fiscal year.

The County's total debt increased during the fiscal year by \$1,336,351 from normal principal payments made timely and issuance of new debt.

Camden County's North Carolina Municipal Council rating was a 77 as of July 2008.

On July 5, 2011 the Camden County Board of Commissioners adopted the Camden County Capital Improvement Plan for fiscal years 2011/2012 thru 2015/2016.

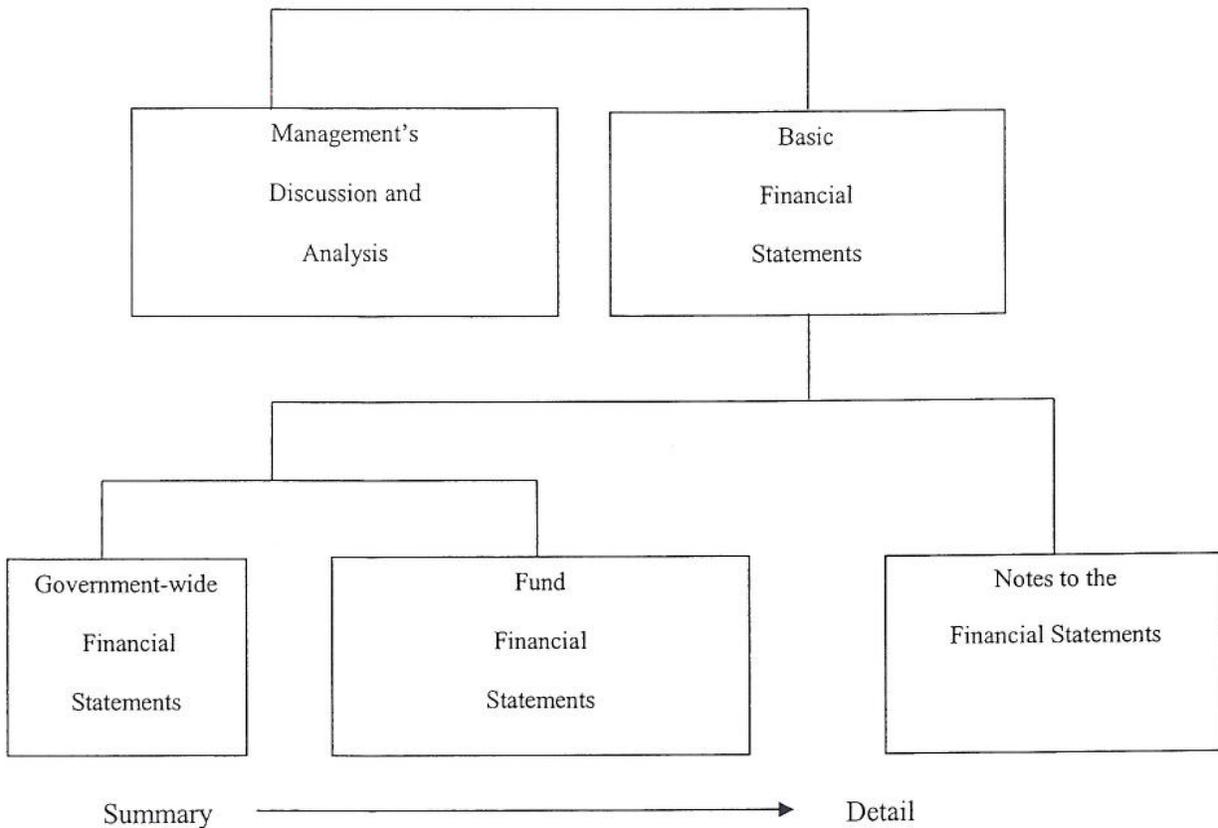
New residential unit construction was down FY11 to 7 from 38 units the year before. Total new construction increased for the fiscal year.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Camden 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 the Camden County.

## Required Components of Annual Financial Report

Figure 1



### Basic Financial Statements

The first two statements 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 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 government fund statements; 2) the budgetary comparison statements; 3) the Proprietary governmental funds statements; 4) the agency fund statements.

The next section of the basic financial statements is the notes. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show details about the County's major and non-major governmental 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.

### 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 assets and how they have changed. Net assets are the difference between the County's total assets and total liabilities. Measuring net assets is one way to gauge the County's financial condition.

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The governmental activities include most of the County's basic services such as general administration, taxation and records, human services, education, and public safety. Property taxes, other taxes, and state and federal grant funds finance most of these activities. The business-type activities are those where services are provided and customers are charged for those services. The final category is the component units. The Camden ABC Board is such a unit.

The government-wide financial statements are on Exhibits 1 and 2 of this report.

### **Fund Financial Statements**

The Fund Financial Statements (see Figure 1) 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. The Camden 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 North Carolina General Statutes or the County's budget ordinance. All of the funds of the 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 the 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 which provides a current financial 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 Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

The 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 Statement of Revenues, Expenditures and Changed in Fund Balance. The statement shows four columns: 1) the original budget as adopted by the Board; 2) the final budget as amended by the Board; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and charges.

Proprietary Funds - The County has one kind of proprietary fund. This fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the South Camden Water & Sewer District operations. This fund is the same as those functions shown in the business-type activities in the Statement of Net Assets and the Statement of Activities.

Fiduciary Funds - Fiduciar funds are used to account for resources held for the benefit of parties outside the government. The County has four fiduciar funds, all of which are agency funds. These are the funds for Social Services clients, School Tax Fund, Motor Vehicle Tax Fund, and the Nancy M. and H. Clay Ferebee III Camden County Courthouse Trust.

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

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

**Government-Wide Financial Analysis  
Camden County's Net Assets  
Figure 2**

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 12,247,848	\$15,366,237	\$ 1,249,131	\$ 565,937	\$13,496,979	\$15,932,174
restricted Cash	-	-	-	-	-	-
Capital assets	12,412,466	11,203,972	20,591,868	20,609,979	33,004,334	31,813,951
Total assets	24,660,314	26,570,209	21,840,999	21,175,916	46,501,313	47,746,125
Long-term liabilities outstanding	17,742,066	18,912,495	3,898,883	4,064,805	21,640,949	22,977,300
Other liabilities	796,729	692,122	267,575	153,851	1,064,304	845,973
Total liabilities	18,538,795	19,604,617	4,166,458	4,218,656	22,705,253	23,823,273
Net assets:						
Invested in capital assets, net of related debt	-	8,429,168	16,692,985	16,545,174	16,692,985	24,974,342
Restricted	903,387	2,786,668	-	-	903,387	2,786,668
Unrestricted	5,218,132	(4,310,170)	981,556	401,200	6,199,688	(3,908,970)
Total net assets	\$ 6,121,519	\$ 6,905,666	\$17,674,541	\$16,946,374	\$23,796,060	\$23,852,040

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of the County exceeded liabilities by \$23,796,060 as of June 30, 2012. Net assets are reported in three net categories: invested in capital assets, net of related debt of \$16,692,985 restricted assets of \$903,387 and unrestricted net assets \$6,199,688. The amount invested in capital assets, net of related debt category is defined as the County's investment in County owned capital assets (e.g. land, buildings, automotive equipment, office and other equipment, and infrastructure) less any related debt still outstanding that was issued to acquire those items. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the 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. At June 30, 2012, the increase in this category of net assets is due to repayment of long-term debt and the purchase of capital assets from funds provided by grants. The second category of net assets is restricted net assets.

The final category of net assets is unrestricted net assets. This balance may be used to meet the government's ongoing obligations to citizens and creditors. At June 30, 2012, the total unrestricted net deficit of \$9,480,734 is primarily attributable to loans and qualified zone academy bonds that were issued on behalf of the school system. As with many counties in the State of North Carolina, the County's deficit in unrestricted net assets is due primarily to the portion of the County's outstanding debt incurred for the Camden County Board of Education (the school system). Under North Carolina law, the County is responsible for providing capital funding for the school system. The County has chosen to meet its legal obligation to provide the school system capital funding by using a mixture of County funds, loans, and qualified zone academy bonds. The assets are funded by the County; however, they are utilized by the school system. Since the County, as the issuing government, acquires no capital assets, the County has incurred a liability without a corresponding increase in assets. At the end of the fiscal year, approximately \$16 million of the outstanding debt on the County's financial statements was related to assets included in the school system's financial statements. The school debt is collateralized by a deed of trust granting, among other things, a first lien of record on the Project, including the land constituting a part of the Project, all other buildings, structures, improvement and fixtures thereon, and all appurtenances thereto of any nature whatsoever, excluding mobile or modular classrooms located on the site at any time, subject to permitted encumbrances. Accordingly, the County makes installment payments under the Installment Financing Agreement for payment of the debt. The County's obligation to make payments under the Installment Financing Agreement constitutes a pledge of the County's faith and credit within the meaning of any constitutional provision. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

The impact of the inclusion of the school system debt without the corresponding assets was offset by the following positive operational initiatives and results:

- Continued diligence in the collection of property taxes (excluding motor vehicles) by maintaining a collection percentage of 96.12%.

**Camden County**  
**Changes in Net Assets**  
**Figure 3**

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues:</b>						
Program Revenues						
Charges for Services	\$ 514,864	\$ 1,151,029	\$ 1,101,220	\$ 1,084,148	\$ 1,616,084	\$ 2,235,177
Operating grants and contributions	1,447,574	1,327,958	-	-	1,447,574	1,327,958
Capital grants and contributions	200,000	19,484	447,410	938,795	647,410	958,279
General revenues:						
Property taxes	5,808,663	9,866,712	-	-	5,808,663	9,866,712
Other taxes	4,081,788	3,262,649	-	-	4,081,788	3,262,649
Investment earnings	113,685	56,166	7,681	3,321	121,366	59,487
Other	31,668	12,072	-	-	31,668	12,072
<b>Total revenues</b>	<b>12,198,242</b>	<b>15,696,070</b>	<b>1,556,311</b>	<b>2,026,264</b>	<b>13,754,553</b>	<b>17,722,334</b>
<b>Expenses:</b>						
General government	3,076,952	2,281,185	-	-	3,076,952	2,281,185
Public Safety	3,441,638	3,018,535	-	-	3,441,638	3,018,535
Economic and physical development	840,349	659,500	-	-	840,349	659,500
Human services	663,828	1,338,480	-	-	663,828	1,338,480
Cultural and recreation	1,388,883	654,744	-	-	1,388,883	654,744
Education	1,949,000	1,947,337	-	-	1,949,000	1,947,337
Interest on long-term debt	479,899	396,632	-	-	479,899	396,632
Environmental protection	576,386	740,465	-	-	576,386	740,465
Water	-	-	1,393,598	1,659,938	1,393,598	1,659,938
<b>Total expenses</b>	<b>12,416,935</b>	<b>11,036,878</b>	<b>1,393,598</b>	<b>1,659,938</b>	<b>13,810,533</b>	<b>12,696,816</b>
Increase (decrease) in net assets before transfers and special items	(218,693)	4,659,192	162,713	366,326	(55,980)	5,025,518
Transfers	(565,454)	(540,804)	565,454	540,804	-	-
Increase (decrease) in net assets	(784,147)	4,118,388	728,167	907,130	(55,980)	5,025,518
Net assets, July 1	6,905,666	2,787,278	16,946,374	16,039,244	23,852,040	18,826,522
Net assets, June 30	\$ 6,121,519	\$ 6,905,666	\$ 17,674,541	\$ 16,946,374	\$ 23,796,060	\$ 23,852,040

**Governmental activities:** Governmental activities decreased the County's net assets by \$784,147

**Business-type activities:** Business-type activities increased the County's net assets by \$728,167.

## Financial Analysis of the County's Funds

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

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

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,712,861 while total fund balance reached \$5,539,053. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 36 percent of total General Fund expenditures while total fund balance is 43%.

At June 30, 2012, the governmental funds of the County reported a combined fund balance of \$11,443,479.

### 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. The total amendments to the General Fund increased revenues by \$1,895,742 (16% of the original budget).

**Proprietary Funds:** The County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. The total in net assets was \$728,167. The primary factors affecting the increase was the capital grants received in the amount of \$447,410.

### Capital Asset and Debt Administration

**Capital assets.** The Camden County's investment in capital assets for its governmental and business-type activities as of June 30, 2012, totals \$33,004,334 (net of accumulated depreciation). These assets include land, buildings, automotive equipment, office and other equipment, and water and sewer lines.

Major capital assets transactions during the year include:

- Construction and equipment in the water district.
- Construction and equipment in the governmental funds

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

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 4,785,809	\$ 4,544,473	\$ 718,380	\$ 718,380	\$ 5,504,189	\$ 5,262,853
Buildings	3,321,539	2,138,656	-	-	3,321,539	2,138,656
Furniture, fixtures and equipment	1,165,793	1,192,465	74,874	70,521	1,240,667	1,262,986
Other	2,096,671	2,042,791	17,899,874	16,924,455	19,996,545	18,967,246
Construction in Progress	1,042,654	1,285,587	1,898,740	2,896,623	2,941,394	4,182,210
<b>Total</b>	<b>\$ 12,412,466</b>	<b>\$11,203,972</b>	<b>\$20,591,868</b>	<b>\$20,609,979</b>	<b>\$33,004,334</b>	<b>\$31,813,951</b>

Additional information on the County's capital assets can be found in Note III(a)5 of the Basic Financial Statements.

**Long-term Debt:** As of June 30, 2012, the South Camden Water & Sewer District had total bonded debt outstanding of \$1,274,000. Other outstanding loans include: Drinking Water State Revolving Loan, \$1,714,150; State Clean Water Bond Loan, \$910,733. Camden County has \$15,309,393 in outstanding debt that is related to the capital improvement and additional schools built on behalf of the Camden County School Board. The County has several installment notes outstanding as well. A summary of total long-term debt as of June 30, 2012 is shown below:

**Revenue Bonds, Installment Notes Payable, and Qualified Zone Academy Bonds**

**Camden County's Outstanding Debt  
Figure 5**

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
General Obligation Debt	\$ -	\$ -	\$ 3,898,883	\$ 4,064,805	\$ 3,898,883	\$ 4,064,805
Installment Purchases	17,742,066	18,912,495	-	-	17,742,066	18,912,495
<b>Total</b>	<b>\$ 17,742,066</b>	<b>\$18,912,495</b>	<b>\$ 3,898,883</b>	<b>\$ 4,064,805</b>	<b>\$21,640,949</b>	<b>\$22,977,300</b>

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for the County is \$75,323,073. Additional information regarding the County's long-term debt can be found in Note 6 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate in the County was at 7.4% on June 30, 2012, compared with a federal rates of 8.2% and a State rate of 9.9%. The rate for Camden County was 8.5% at the end of the prior fiscal year.
- New residential unit construction was 13 units this year. Total new construction increased by \$3,839,000 for this fiscal year.

### **Budget Highlights for the Fiscal Year Ending June 30, 2013**

Governmental Activities: The County has approved a \$11,277,990 general budget for the fiscal year 2013. This will be accomplished by reductions in spending in most departments due to a loss of revenue of local option sales tax.

Budgeted expenditures for education in the General Fund are expected to remain at \$1,449,000 coming from General Fund and \$300,000 from the School Fund. Capital outlay for the schools through the General Fund is budgeted at \$200,000 and the debt service related to the school construction and renovation are budgeted at \$1,251,414 and will be funded from the School Capital Reserve Fund which gets its revenue from a portion of the state sales tax.

It has become apparent the next few years may be a most challenging time with little or no growth in revenues due to potential sever nature of the economic downturn. Therefore, during this period the County will strive to maintain the current level of services to the citizens of the County with as little impact on the fund balance as possible. in recent years the County has made great strides in improving its financial positions and it is imperative to try to preserve this if at all possible. However, it is anticipated it may be necessary to use a portion of the unrestricted fund balance to balance the general fund budget over the remainder of the current fiscal year and the next year. Capital projects which are not funded by grants or special funding will most likely be delayed until the regional/national economy have recovered and the revenue forecast has improved. Fortunately, even with the looming recession the County has been the subject of several significant economic development project inquiries which would most certainly grow the tax base over the next few years.

### **Business-type Activities**

The County has only budgeted for some corrections needed at Wastewater Treatment Plant.

### **Requests for Information**

This report is designed to provide an overview of the County's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Officer, Camden County, 117 North Hwy 343, P.O. Box 190, Camden, NC 27921. You can also call 1-252-338-1919 for more information.



## BASIC FINANCIAL STATEMENTS



**Camden County, North Carolina**  
**Statement of Net Assets**  
**June 30, 2012**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Camden County ABC Board
<b>ASSETS</b>				
Cash and cash equivalents	\$ 11,195,367	\$ 658,421	\$ 11,853,788	\$ 116,788
Taxes receivable, net	492,535	-	492,535	-
Accounts receivable, net	494,401	590,710	1,085,111	-
Inventories	-	-	-	109,841
Prepaid expenses	-	-	-	20,090
Accrued interest on taxes receivable	65,545	-	65,545	-
Capital assets:				
Land, non-depreciable improvements, and construction in progress	5,828,463	2,617,120	8,445,583	25,405
Other capital assets, net of depreciation	6,584,003	17,974,748	24,558,751	62,596
Total assets	24,660,314	21,840,999	46,501,313	334,720
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	311,834	178,772	490,606	84,136
Accrued interest payable	107,040	29,685	136,725	-
Compensated absences payable	196,367	31,277	227,644	-
Other postemployment benefits	181,488	27,841	209,329	-
Current-portion of long-term liabilities	1,177,679	242,227	1,419,906	-
Long-term liabilities				
Due in more than one year	16,564,387	3,656,656	20,221,043	-
Total liabilities	18,538,795	4,166,458	22,705,253	84,136
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	9,979,793	16,692,985	26,672,778	88,002
Stabilization by State Statute	903,387	-	903,387	-
Register of Deeds	4,254	-	4,254	-
Fire Protection	426,970	-	426,970	-
School Capital	4,287,849	-	4,287,849	-
Unrestricted	(9,480,734)	981,556	(8,499,178)	162,582
Total net assets	\$ 6,121,519	\$ 17,674,541	\$ 23,796,060	\$ 250,584

Camden County, North Carolina  
Statement of Activities  
For the Year Ended June 30, 2012

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental Activities:				
General government	\$ 3,076,952	\$ 320,128	\$ 106,911	\$ -
Public safety	3,441,638	182,656	356,803	-
Cultural and recreation	840,349	-	-	-
Economic and physical development	663,828	-	-	-
Human services	1,388,883	12,080	956,546	-
Education	1,949,000	-	-	200,000
Environmental protection	576,386	-	27,314	-
Interest on long-term debt	479,899	-	-	-
Total governmental activities	<u>12,416,935</u>	<u>514,864</u>	<u>1,447,574</u>	<u>200,000</u>
Business-type activities:				
Water	<u>1,393,598</u>	<u>1,101,220</u>	<u>-</u>	<u>447,410</u>
Total business-type activities	<u>1,393,598</u>	<u>1,101,220</u>	<u>-</u>	<u>447,410</u>
	<u>\$ 13,810,533</u>	<u>\$ 1,616,084</u>	<u>\$ 1,447,574</u>	<u>\$ 647,410</u>
Component unit:				
ABC Board	\$ 1,009,403	\$ 1,010,615	\$ -	\$ -
Total component unit	<u>\$ 1,009,403</u>	<u>\$ 1,010,615</u>	<u>\$ -</u>	<u>\$ -</u>
General revenues:				
Taxes:				
Property taxes, levied for general purpose				
Local option sales tax				
Other taxes and licenses				
Grants and contributions not restricted to specific programs				
Investment earnings, unrestricted				
Miscellaneous, unrestricted				
Transfers				
Total general revenues, special items, and transfers				
Change in net assets				
Net assets-beginning				
Net assets-ending				

Net (Expense) Revenue and Changes in Net Assets			
Primary Government		Component Unit	
Governmental Activities	Business-type Activities	Total	Camden County ABC Board
\$ (2,649,913)	\$ -	\$ (2,649,913)	
(2,902,179)	-	(2,902,179)	
(840,349)	-	(840,349)	
(663,828)	-	(663,828)	
(420,257)	-	(420,257)	
(1,749,000)	-	(1,749,000)	
(549,072)	-	(549,072)	
(479,899)	-	(479,899)	
<u>(10,254,497)</u>	<u>-</u>	<u>(10,254,497)</u>	
-	155,032	155,032	
-	155,032	155,032	
\$ (10,254,497)	\$ 155,032	\$ (10,099,465)	
			\$ 1,212
			\$ 1,212
5,808,663	-	5,808,663	-
1,046,109	-	1,046,109	-
3,035,679	-	3,035,679	-
-	-	-	-
113,685	7,681	121,366	302
31,668	-	31,668	-
(565,454)	565,454	-	-
<u>9,470,350</u>	<u>573,135</u>	<u>10,043,485</u>	<u>302</u>
(784,147)	728,167	(55,980)	1,514
6,905,666	16,946,374	23,852,040	249,070
<u>\$ 6,121,519</u>	<u>\$ 17,674,541</u>	<u>\$ 23,796,060</u>	<u>\$ 250,584</u>

Camden County, North Carolina  
Balance Sheet  
Governmental Funds  
June 30, 2012

	Major			NonMajor	Total Governmental Funds
	General Fund	School Capital Reserve Fund	Special Capital Reserve Fund	Other Governmental Funds	
<b>ASSETS</b>					
Cash, including time deposits	\$ 5,008,688	\$ 1,250,653	\$ 3,037,196	\$ 1,898,830	\$ 11,195,367
Accounts receivable, net	891,542	53,702	-	41,692	986,936
Due from other funds	350,000	-	-	-	350,000
Total assets	<u>\$ 6,250,230</u>	<u>\$ 1,304,355</u>	<u>\$ 3,037,196</u>	<u>\$ 1,940,522</u>	<u>\$ 12,532,303</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable and accrued liabilities	295,827	-	-	16,007	311,834
Due to other funds	-	-	-	350,000	350,000
Unearned revenue	-	-	-	-	-
Deferred revenue	415,350	-	-	11,640	426,990
Total liabilities	<u>711,177</u>	<u>-</u>	<u>-</u>	<u>377,647</u>	<u>1,088,824</u>
Fund balances:					
Restricted					
Stabilization by State Statute	826,192	53,702	-	23,493	903,387
Register of Deeds	-	-	-	4,254	4,254
Fire Protection	-	-	-	426,970	426,970
School Capital	-	1,250,653	3,037,196	-	4,287,849
Committed					
Capital Reserve	-	-	-	-	-
Tax Revaluation	-	-	-	491,974	491,974
Economic Development	-	-	-	616,184	616,184
Unassigned	4,712,861	-	-	-	4,712,861
Total fund balances	<u>5,539,053</u>	<u>1,304,355</u>	<u>3,037,196</u>	<u>1,562,875</u>	<u>11,443,479</u>
Total liabilities and fund balances:	<u>\$ 6,250,230</u>	<u>\$ 1,304,355</u>	<u>\$ 3,037,196</u>	<u>\$ 1,940,522</u>	

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

Deferred income related to taxes receivable are not considered available and therefore are not reported in the funds.	426,990
Other assets are not available to pay for current-period expenditures and therefore are not accrued as income in the funds.	65,545
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	12,412,466
Some liabilities, including bonds payable and other postemployment benefits, are not due and payable in the current period and therefore are not reported in the funds.	<u>(18,226,961)</u>
Net assets of governmental activities	<u>\$ 6,121,519</u>

**Camden County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2012**

	Major			Non Major	Total Governmental Funds
	General Fund	School Capital Reserve Fund	Special Capital Reserve Fund	Other Governmental Funds	
<b>REVENUES</b>					
Ad valorem taxes	\$ 8,450,121	\$ -	\$ -	\$ 267,620	\$ 8,717,741
Other taxes and licenses	2,169,668	336,304	327,954	917,708	3,751,634
Unrestricted intergovernmental	92,872	-	-	-	92,872
Restricted intergovernmental	1,233,545	200,000	-	205,056	1,638,601
Local Contributions	-	-	-	-	-
Permits and fees	586,700	29,955	-	5,660	622,315
Sales and services	99,783	-	-	10,605	110,388
Investment earnings	49,436	17,504	30,684	16,061	113,685
Miscellaneous	49,638	-	-	13,219	62,857
Total revenues	<u>12,731,763</u>	<u>583,763</u>	<u>358,638</u>	<u>1,435,929</u>	<u>15,110,093</u>
<b>EXPENDITURES</b>					
Current:					
General government	2,701,098	-	837,804	7,000	3,545,902
Public safety	3,156,308	-	-	1,094,211	4,250,519
Environmental protection	522,657	-	-	49,576	572,233
Economic and physical development	649,579	-	-	6,559	656,138
Culture and recreation	583,308	-	-	186,479	769,787
Human services	1,322,023	-	-	-	1,322,023
Intergovernmental:					
Education	1,949,000	-	-	-	1,949,000
Debt service:					
Principal	1,100,199	-	-	70,230	1,170,429
Interest	436,110	-	-	46,210	482,320
Total expenditures	<u>12,420,282</u>	<u>-</u>	<u>837,804</u>	<u>1,460,265</u>	<u>14,718,351</u>
Excess (deficiency) of revenues over expenditures	<u>311,481</u>	<u>583,763</u>	<u>(479,166)</u>	<u>(24,336)</u>	<u>391,742</u>
<b>OTHER FINANCING SOURCES</b>					
Proceeds of long-term debt	-	-	-	-	-
Transfers to other funds	(647,454)	(1,253,712)	-	-	(1,901,166)
Transfers from other funds	1,253,712	-	-	82,000	1,335,712
Total other financing sources and uses	<u>606,258</u>	<u>(1,253,712)</u>	<u>-</u>	<u>82,000</u>	<u>(565,454)</u>
Net change in fund balance	917,739	(669,949)	(479,166)	57,664	(173,712)
Fund balances-beginning	4,621,314	1,974,304	3,516,362	1,505,211	11,617,191
Fund balances-ending	<u>\$ 5,539,053</u>	<u>\$ 1,304,355</u>	<u>\$ 3,037,196</u>	<u>\$ 1,562,875</u>	<u>\$ 11,443,479</u>

Camden County, North Carolina  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Governmental Funds  
For the Year Ended June 30, 2012

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

Net changes in fund balance - government funds	\$ (173,712)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays increases exceeded the book value of capital outlay decreases in fiscal year.	1,211,267
Cost of asset disposed of during the year	(2,773)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(2,909,078)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.	1,170,429
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.	<u>(80,280)</u>
Total changes in net assets of governmental activities	<u>\$ (784,147)</u>

Camden County  
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Camden County, North Carolina  
Statement of Revenues, Expenditures, and Changes in Fund Balances -  
Budget and Actual  
For the Year Ended June 30, 2012

	General Fund			Variance With Final Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Ad valorem taxes	\$ 6,931,966	\$ 7,523,966	\$ 8,450,121	\$ 926,155
Other taxes and licenses	1,868,200	1,868,200	2,169,668	301,468
Unrestricted intergovernmental revenues	207,500	207,500	92,872	(114,628)
Restricted intergovernmental revenues	91,619	1,905,692	1,233,545	(672,147)
Permits and fees	219,150	502,247	586,700	84,453
Sales and services	75,313	77,313	99,783	22,470
Local contributions	-	-	-	-
Investment earnings	25,000	25,100	49,436	24,336
Miscellaneous	164,000	164,207	49,638	(114,569)
<b>Total revenues</b>	<u>9,582,748</u>	<u>12,274,225</u>	<u>12,731,763</u>	<u>457,538</u>
<b>Expenditures</b>				
<b>Current:</b>				
General government	2,242,852	3,186,644	2,701,098	485,546
Public safety	2,843,358	3,529,967	3,156,308	373,659
Economic and physical development	783,837	753,582	522,657	230,925
Environmental protection	738,525	763,619	649,579	114,040
Human Services	116,339	1,526,362	1,322,023	204,339
Cultural and recreational	647,644	663,844	583,308	80,536
<b>Intergovernmental:</b>				
Education	2,099,000	2,099,000	1,949,000	150,000
<b>Debt service:</b>				
Principal retirement	1,719,672	1,100,227	1,100,199	28
Interest	-	436,110	436,110	-
<b>Total expenditures</b>	<u>11,191,227</u>	<u>14,059,355</u>	<u>12,420,282</u>	<u>1,639,073</u>
Revenues over (under) expenditures	(1,608,479)	(1,785,130)	311,481	2,096,611
<b>Other financing sources (Uses)</b>				
Proceeds from installment purchases	-	(350,000)	-	-
Transfers from other funds	43,298	1,253,712	1,253,712	-
Transfers to other funds	1,253,712	(647,454)	(647,454)	-
Fund Balance Appropriated	311,469	1,528,872	-	(1,528,872)
<b>Total other financing sources and uses</b>	<u>1,608,479</u>	<u>1,785,130</u>	<u>606,258</u>	<u>(1,178,872)</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	917,739	\$ <u>917,739</u>
Fund Balances - Beginning			4,621,314	
Fund Balances - Ending			<u>\$ 5,539,053</u>	

School Capital Reserve Fund				Special Capital Reserve Fund			
Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
325,000	325,000	336,304	11,304	200,000	200,000	327,954	127,954
-	-	-	-	-	-	-	-
-	-	200,000	200,000	-	-	-	-
-	-	29,955	29,955	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
7,000	7,000	17,504	10,504	1,000	1,000	30,684	29,684
-	-	-	-	-	-	-	-
<u>332,000</u>	<u>332,000</u>	<u>583,763</u>	<u>251,763</u>	<u>201,000</u>	<u>201,000</u>	<u>358,638</u>	<u>157,638</u>
-	-	-	-	849,984	849,984	837,804	12,180
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
208,000	208,000	-	208,000	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>208,000</u>	<u>208,000</u>	<u>-</u>	<u>208,000</u>	<u>849,984</u>	<u>849,984</u>	<u>837,804</u>	<u>12,180</u>
124,000	124,000	583,763	459,763	(648,984)	(648,984)	(479,166)	169,818
-	-	-	-	-	-	-	-
(1,253,712)	(1,253,712)	(1,253,712)	-	-	-	-	-
<u>1,129,712</u>	<u>1,129,712</u>	<u>-</u>	<u>(1,129,712)</u>	<u>648,984</u>	<u>648,984</u>	<u>-</u>	<u>(648,984)</u>
<u>(124,000)</u>	<u>(124,000)</u>	<u>(1,253,712)</u>	<u>(1,129,712)</u>	<u>648,984</u>	<u>648,984</u>	<u>-</u>	<u>(648,984)</u>
\$ <u>-</u>	\$ <u>-</u>	(669,949)	\$ <u>(669,949)</u>	\$ <u>-</u>	\$ <u>-</u>	(479,166)	\$ <u>(479,166)</u>
		1,974,304				3,516,362	
		<u>\$ 1,304,355</u>				<u>\$ 3,037,196</u>	

Camden County, North Carolina  
Statement of Net Assets  
Proprietary Fund  
June 30, 2012

Exhibit 6

	Major Water and Sewer
<b>Assets</b>	
Current Assets:	
Cash and cash equivalents	\$ 658,421
Grant receivable	448,706
Accounts receivable, net	142,004
Total Current Assets	1,249,131
Noncurrent Assets:	
Capital assets:	
Land and non-depreciable assets	2,617,120
Other capital assets, net of depreciation	17,974,748
Capital assets (net)	20,591,868
Total noncurrent assets	20,591,868
Total Assets	21,840,999
<b>Liabilities</b>	
Current Liabilities:	
Accounts payable & accrued liabilities	178,772
Current portion of long-term debt	242,227
Due to other funds	-
Total Current Liabilities	420,999
Noncurrent liabilities:	
Compensated absences	31,277
Accrued interest	29,685
Other postemployment benefits	27,841
General obligation bonds payable	3,656,656
Total noncurrent liabilities	3,745,459
Total Liabilities	4,166,458
<b>Net Assets</b>	
Investment in general fixed assets, net of related debt	16,692,985
Unrestricted	981,556
Total Net Assets	\$ 17,674,541

Camden County, North Carolina  
Statement of Revenues and Expenditures and  
Changes in Fund Net Assets  
Proprietary Fund  
For The Year Ended June 30, 2012

Exhibit 7

	Major Water and Sewer
Operating revenues:	
Charges for Services - Water	\$ 925,594
Charges for Services - Sewer	80,982
Hook-up connection fees and taps	69,450
Miscellaneous	25,194
Total Operating Revenues	1,101,220
Operating expenses:	
Reverse osmosis plant	316,102
Water distribution	345,493
Wastewater operations	192,590
Depreciation	422,728
Total operating expenses	1,276,913
Total Operating Income (Loss)	(175,693)
Nonoperating Revenues(Expenses):	
Interest income	7,681
Interest expense	(116,685)
Total Nonoperating Revenues (Expenses)	(109,004)
Capital Contributions	447,410
Transfers from other funds	565,454
Changes in net assets	728,167
Net Assets, beginning	16,946,374
Net Assets, ending	\$ 17,674,541

Camden County, North Carolina  
Statement of Cash Flows  
Proprietary Fund  
For The Year Ended June 30, 2012

Exhibit 8

	Major Water and Sewer
<b>Cash Flows From Operating Activities:</b>	
Cash Received from Customers/others	\$ 1,096,967
Cash paid to suppliers for goods and services	(291,386)
Cash paid to employees for services	(460,142)
Net cash provided by (used for) operating activities	345,439
<b>Cash Flows from (use by) capital and related financing activities:</b>	
Capital contributions	
Federal and State grants	447,410
Principal repayments on long-term debt	(172,871)
Proceeds of Notes Payable	6,949
Decrease (increase) in grant receivable	1,610,657
Acquisition of capital assets	(404,616)
Interest income	7,681
Interest expense	(116,685)
Net cash flows provided (used) by noncapital financing activities	1,378,525
<b>Cash Flows from (used for) noncapital financing activities:</b>	
Change in due to/froms	(2,183,924)
Transfers in/out (net)	565,454
	(1,618,470)
Net increase (decrease) in cash and cash equivalents	105,494
Cash and cash equivalents, beginning of year	552,927
Cash and cash equivalents, end of year	\$ 658,421
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>	
Operating Income (Loss)	\$ (175,693)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	422,728
Changes in Assets and Liabilities:	
Decrease (increase) in accounts receivable - trade	(4,253)
Increase (decrease) in accounts payable & accrued expenses	104,274
Increase (decrease) in accrued vacation pay	(1,617)
Net cash provided (used) by operating activities	\$ 345,439

Camden County, North Carolina  
Statement of Fiduciary Net Assets  
June 30, 2012

Exhibit 9

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	<u>Agency Funds</u>
<b>Assets</b>	
Cash and cash equivalents	\$ <u>353,749</u>
<b>Liabilities and Net Assets</b>	
Miscellaneous liabilities	353,749
Due to governmental units	<u>-</u>
Total liabilities	<u>353,749</u>
Net Assets	\$ <u>-</u>



## Notes to the Financial Statements



CAMDEN COUNTY, NORTH CAROLINA  
 NOTES TO THE FINANCIAL STATEMENTS  
 For the Year Ended June 30, 2012

I. Summary of Significant Accounting Policies

The accounting policies of Camden County and its component unit 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. South Camden Water and Sewer District (*the District*) exists to provide and maintain a water system for the County residents within the District. The District is reported as an enterprise fund in the County's financial statements. The Camden County ABC Board (*the Board*), which has a June 30 year-end, is presented as if it is a separate proprietary fund of the County (discrete presentation). The blended presentation methods presents component units as a department or unit of the County, and offers no separate presentation as with the discrete method.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statement
South Camden Water and Sewer District	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District	None issued
Camden County ABC Board	Discrete	The members of the ABC Board's governing board are appointed by the County. The ABC Board is required by State statute to distribute its surpluses to the General Fund of the County	Camden County ABC Board P.O. Box 22 Camden, NC 27921

B. Basis of Presentation – Basis of Accounting

**Basis of Presentation, Measurement Focus - Basis of Accounting**

*Government-wide Statements*: The statement of net assets and the statement of activities display information about the primary government (the County) and its component unit. 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 and blended component unit. 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 nonmajor 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. Nonoperating 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.

*School Capital Reserve Fund* - This fund is used to account for the school needs.

*Special Capital Reserve Fund* - This fund is used to account for the land acquisitions.

The County reports the following major enterprise fund:

*South Camden Water and Sewer District Fund*: This fund is used to account for the operations of the water and sewer district within the County.

The County reports the following fund types:

*Agency Funds*: Agency funds are custodial in nature and do not involve the measurement of operating results. Agency funds are used to account for assets the County holds on behalf of others. The County maintains the following Agency Funds: the Social Services Fund, which accounts for moneys deposited with the Department of Social Services for the benefit of certain individuals; the Nancy M and H. Clay Ferebee III Fund which holds donated by Mr. and Mrs. Ferebee to be used for the restoration of the Camden County Courthouse, the DMV tax fund, and any funds not expended are to be given to the Camden County Board of Education.

### C. Measurement Focus, Basis of Accounting

In accordance with North Carolina General Statutes, all funds of the County are maintained during the year on 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 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 is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County enterprise funds are charges to customers for sales and services. 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 nonoperating revenues and expenses.

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

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 a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of January 1, 1993, 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, Camden County is responsible for billing and collecting the property taxes on all registered motor vehicles on behalf of all municipalities and special tax districts in the County. For registered motor vehicles, property taxes are due the first day of the fourth month after the vehicles are registered. The billed taxes are applicable to the fiscal year in which they became due. Therefore, taxes for vehicles registered from March 2011 through February 2012 apply to the fiscal year ended June 30, 2012. Uncollected taxes that were billed during this period are shown as a receivable on these financial statements.

Sales taxes and certain intergovernmental revenues, such as 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 assets 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.

All governmental and business-type activities and enterprise funds of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

#### 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, the School Capital Reserve, Fire Districts, and Special Capital Reserve Fund, and the Enterprise Funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for Capital Projects Fund and the Enterprise Capital Projects Funds, which are consolidated with the enterprise operating fund for reporting purposes. 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 project level for multi-year funds. Amendments are required for revisions that alter total expenditures of any fund or that change functional appropriations by more than \$1,000. The governing board must approve all amendments. During the year, several material amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

#### E. Assets, Liabilities, and Fund Equity

##### 1. Deposits and Investments

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

State Law [G.S. 159-30(c)] authorizes the County and the ABC Board to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the State of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances; and the North Carolina Capital Management Trust (NCCMT).

The County and the ABC Board's investments with a maturity of more than one year at acquisition and non-money market investments are reported at fair values as determined by quoted market prices. The securities of the NCCMT Cash Portfolio, an SEC registered (2a-7) money market mutual fund, are valued at fair value, which is the NCCMT's share price. The NCCMT Term Portfolio's securities are valued at fair value.

2. Cash and Cash Equivalents

The County pools moneys 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. The ABC Board considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

3. Restricted Assets

Money in the School Capital Projects Fund is classified as restricted assets because its use is restricted per North Carolina General Statute 159-18 through 22.

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, 2011. As allowed by State law, the County has established a schedule of discounts that apply to taxes, which 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 inventory of the ABC Board consists of materials and supplies held for consumption or resale. The cost of the inventory carried by 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 are recorded at their estimated fair value at the date of donation. Minimum capitalization cost is \$3,000 for all capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

The County holds title to certain Camden County Board of Education properties that have not been included in the County's 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 Camden County Board of Education.

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

	<u>Years</u>
Buildings	30
Improvements	25
Plant and Distribution	40
Furniture and equipment	10
Vehicles	5-10
Computer equipment	10

Capital assets of the ABC Board are depreciated over their useful lives on a straight-line basis as follows:

	<u>Years</u>
Buildings	25
Furniture & Equipment	5-10

#### 8. 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 assets.

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

#### 9. Compensated Absences

The vacation policies of the County, and the ABC Board, generally provides for the accumulation of up to 360 hours earned vacation leave with such leave being fully vested when earned. For the County's government-wide and proprietary funds, and the ABC Board, an expense and a liability for compensated absences and the salary-related payments are recorded as leave as earned.

The sick leave policies of the County and the ABC Board provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since none of the entities have any obligation for the accumulated sick leave until it is taken, no accrual for sick leave have been made by the County or its component units.

#### 10. Net Assets/Fund Balances

##### Net Assets

Net assets in government-wide and proprietary fund financial statements are classified as invested in capital assets, net of related debt; restricted; and unrestricted. Restricted net assets 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.

##### 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:

**Nondispensable Fund Balance** - This classification includes amounts that cannot be spent because they are wither (a) not in spendable form or (b) legally or contractually required to be maintained intact.

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

**Restricted for Stabilization by State statute** - portion of fund balance that is restricted by State Statute [G.S. 159-8(a)]

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

Committed for Tax Revaluation- portion of fund balance that can only be used for Tax Revaluation.

Assigned Fund Balance – portion of fund balance that the Town of Burgaw intends to use for specific purposes.

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

Camden County has also adopted a minimum fund balance policy for the general fund which instructs management to conduct the business of the County in such a manner that available fund balance is at least equal to or greater than 20% of budgeted expenditures. Any portion of the general fund balance in excess of 20% of budgeted expenditures may be appropriated for one-time expenditures and may not be used for any purpose that would obligate the County in a future budget.

The County of Camden 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, city funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The Finance Officer has the authority to deviate from this policy if it is in the best interest of the County.

**1. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets**

The governmental fund balance sheet includes a reconciliation between fund balance-total governmental funds and net assets-governmental activities as reported in the government-wide statement of net assets. The net adjustment of \$(5,321,960) consists of the following elements as follows:

<u>Description</u>	<u>Amount</u>
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 17,191,096
Less accumulated depreciation	<u>(4,778,630)</u>
Net capital assets	12,412,466
Liabilities for revenue deferred but earned and therefore reported in the fund financial statements but not the government-wide	426,990
Other assets not available for current expenditures	65,545
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not recorded in the fund statements:	
Long-term debts, including bonds and notes payable	(17,742,066)
Accrued interest payable	(107,040)
OPEB payable	(181,488)
Compensated absences	(196,367)
Total adjustment	<u>\$ (5,321,960)</u>

**2. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities.**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances-total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$(610,435) as follows:

<u>Description</u>	<u>Amount</u>
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the Statement of Activities	\$ 1,690,813
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	(479,546)
Cost of asset disposed of during the year	(2,773)
Principal payments on debt owed are recorded as a use of funds on the fund financial statements, but again affect only the statement of net assets in the government-wide financial statement	1,170,429
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in fund statements	(2,909,078)
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. This includes accrued interest payable, compensated absences and OPEB	<u>(80,280)</u>
Total adjustment	<u>\$ (610,435)</u>

II. Stewardship, Compliance, and Accountability

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

Noncompliance with North Carolina General Statutes

None.

B. Deficit Fund Balance or Net Assets of Individual Funds

None.

C. Excess of Expenditures over Appropriations

None.

III. Detail Notes on All Funds

A. Assets

1. Deposits

All of the County's and the ABC Board's deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County's or the ABC Board's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and the ABC Board, these deposits are considered to be held by their agent in the 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 or the ABC Board, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County, or the ABC Board 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 relies on the State Treasurer to monitor those financial institutions. The County analyzes the financial soundness of any other financial institution used by the County. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The ABC Board has no formal policy regarding custodial credit risk for deposits.

At June 30, 2012, the County's deposits had a carrying amount of \$11,559,735 and a bank balance of \$11,791,179. Of the bank balance, \$1,596,175 was covered by federal depository insurance, the remainder was covered by the pooling method.

At June 30, 2012, Camden County had \$353,749 of cash in the fiduciary fund.

At June 30, 2012, Camden County had \$480 of cash on hand.

At June 30, 2012, the carrying amount of deposits for Camden County ABC Board was \$116,788. All of these amounts were covered by federal depository insurance.

2. Investments

As of June 30, 2012, the County's investments consisted of \$293,573 in the North Carolina Capital Management Trust's Cash Portfolio which carried a credit rating of AAAM by Standard and Poor's. The County has no formal policy on credit risk. The ABC Board held no investments at June 30, 2012.

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

In accordance with the general statutes, agriculture, horticulture, and forestland may be taxed by the County at the present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is recomputed at market value for the current year and the two 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
2009	1,295,254	307,623	1,602,877
2010	1,300,254	191,787	1,492,041
2011	1,315,842	-	1,315,842
Total	\$ 3,911,350	\$ 499,410	\$ 4,410,760

#### 4. Receivables

Receivables at the government-wide level at June 30, 2012 were as follows:

	Accounts	Taxes & Related Accrued Interest	Due From Other Governments	Total
<b>Governmental Activities:</b>				
General	\$ 368,955	\$ 604,895	\$ -	\$ 973,850
Other Governmental	125,446	11,640	-	137,086
Total Receivables	494,401	616,535	-	1,110,936
Allowance for Doubt	-	(124,000)	-	(124,000)
Total Governmental	\$ 494,401	\$ 492,535	\$ -	\$ 986,936
<b>Business-Type Activities:</b>				
Water/Sewer receivables	\$ 182,255	\$ -	\$ 448,706	\$ 630,961
Allowance for Doubtful Accounts	(40,251)	-	-	(40,251)
Total Business-Type	\$ 142,004	\$ -	\$ 448,706	\$ 590,710

#### 5. Capital Assets

##### Primary Government

Capital asset activity for the year ended June 30, 2012, was as follows:

	Beginning Balances July 1, 2011	Increases	Decreases	Ending Balances June 30, 2012
<b>Governmental Activities:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 4,544,473	\$ 244,109	\$ (2,773)	\$ 4,785,809
Construction in Progress	1,285,587	822,611	(1,065,544)	1,042,654
Total capital assets not being depreciated	5,830,060	1,066,720	(1,068,317)	5,828,463
<b>Capital assets being depreciated:</b>				
Buildings	3,386,477	1,335,152	-	4,721,629
Other improvements	2,687,456	150,934	-	2,838,390
Equipment	1,261,958	90,040	(7,532)	1,344,466
Vehicles and motor equipment	2,373,660	113,513	(29,025)	2,458,148
Total capital assets being depreciated	9,709,551	1,689,639	(36,557)	11,362,633
<b>Less accumulated depreciation for:</b>				
Buildings	1,247,821	152,269	-	1,400,090
Other improvements	644,665	97,054	-	741,719
Equipment	744,339	74,821	(7,532)	811,628
Vehicles and motor equipment	1,698,816	155,402	(29,025)	1,825,193
Total accumulated depreciation	4,335,641	479,546	(36,557)	4,778,630
Total capital assets being depreciated, net	5,373,910			6,584,003
Governmental activity capital assets, net	\$ 11,203,970			\$ 12,412,466

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

General government	\$ 157,827
Public Safety	189,694
Environmental Protection	11,176
Economic and Physical Development	2,255
Human Services	45,767
Cultural and Recreational	72,827
Total Depreciation Expense	<u>\$ 479,546</u>

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Business-type Activities</b>				
<b>Water &amp; Sewer District</b>				
Capital assets not being depreciated:				
Land	\$ 718,380	\$ -	\$ -	\$ 718,380
Construction in progress	2,896,623	379,300	(1,377,183)	1,898,740
Total capital assets not being depreciated	<u>3,615,003</u>	<u>379,300</u>	<u>(1,377,183)</u>	<u>2,617,120</u>
Capital assets being depreciated:				
Plant and distribution systems	19,879,820	1,383,683	-	21,263,503
Furniture and equipment	56,642	18,816	-	75,458
Vehicles and motor equipment	143,936	-	-	143,936
Total capital assets being depreciated	<u>20,080,398</u>	<u>1,402,499</u>	<u>-</u>	<u>21,482,897</u>
Less accumulated depreciation for:				
Plant and distribution systems	2,955,365	408,264	-	3,363,629
Furniture and equipment	45,132	5,976	-	51,108
Vehicles and motor equipment	84,925	8,487	-	93,412
Total accumulated depreciation	<u>3,085,422</u>	<u>422,727</u>	<u>-</u>	<u>3,508,149</u>
Total capital assets being depreciated, net	<u>16,994,976</u>			<u>17,974,748</u>
<b>Total Water and Sewer Fund District, Net</b>	<u>\$ 20,609,979</u>			<u>\$ 20,591,868</u>

**Discretely presented component unit**

ABC Board:

Land	\$ 25,405
Buildings	149,163
Equipment	46,443
Less A/D	<u>(133,010)</u>
Property and Equipment, net	<u>\$ 88,001</u>

**B. Liabilities**

**1. Payables**

Payables at the government-wide level at June 30, 2012, were as follows:

	Vendors	Accrued Interest	Total
Governmental Activities	<u>\$ 311,834</u>	<u>\$ 107,040</u>	<u>\$ 418,874</u>
Business-type Activities	<u>\$ 178,772</u>	<u>\$ 29,685</u>	<u>\$ 208,457</u>

2. Pension Plan and Other Post Employment Obligations

a. Local Governmental Employees' Retirement System

Plan Description - Camden County and the ABC Board contribute to the statewide Local Government Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined pension plan administered by the State of North Carolina. LGERS's provides retirement and disability benefits to plan members and beneficiaries. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR 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, or by calling (919) 981-5454.

Funding Police - Plan members are required to contribute six percent of their annual covered salary to the System. The County and the ABC Board are required to contribute at an actuarially determined rate. For the County, the current rate for employees not engaged in law enforcement and for law enforcement officers is 7.02% and 7.05%, respectively, of annual covered payroll. The ABC Board is required to contribute at an actuarially determined rate. The contribution requirements of members and of Camden County and the ABC Board are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2012, 2011, and 2010 were \$182,487, \$166,692, and \$128,071, respectively. The ABC Board's contributions to LGERS for the years ended June 30, 2012, 2011, and 2010 were \$2,650, \$2,438, and \$1,835, respectively. The contributions made by the County and the ABC Board equaled the required contributions for each year.

b. Law Enforcement Officers Special Separation Allowance

(1) Plan Description - Camden 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. The Separation allowance is equal to .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

All full-time County law enforcement officers are covered by the Separation Allowance. At the December 31, 2012, the Separation Allowance's membership consisted of:

Retirees Receiving Benefits	-
Terminated Plan Members Entitled to, But Not Yet Receiving Benefits	-
Active Plan Members	15
Total	<u>15</u>

A separate report was not issued for the plan.

(2) Summary of Significant Accounting Policies

Basis of Accounting - The County has chosen to fund the Separation Allowance on a pay as you go basis. Pension expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting.

Method Used to Value Investments - No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due. No liability is reported on the Statement of Net Assets due to the amount not being material.

(3) 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.

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 State's CAFR 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. Also, the law enforcement officers may make voluntary contributions to the plan. Contributions for the year ended June 30, 2012 were \$188,141, which consisted of \$132,801 from the County and \$55,340 from the law enforcement officers.

d. Register of Deeds' Supplemental Pension Fund

Plan Description - Camden County also contributes to the Register of Deeds' Supplemental Pension Fund (Fund), a noncontributory, defined contribution plan administered by the North Carolina Department of State Treasurer. The Fund provides supplemental pension benefits to any eligible county register of deeds that 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. The Register of Deeds' Supplemental Pension Fund is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for the Register of Deeds' Supplemental Pension Fund. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy - On a monthly basis, the County remits to the Department of State Treasurer an amount equal to one and one-half percent (1.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety-three percent (93%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining seven percent (7%) of the Fund's assets may be used by the State Treasurer in administering the Fund. For the fiscal year ended June 30, 2012, the County's required and actual contributions were \$871.

e. Other Post Employment Benefits

Healthcare Benefits

Plan Description - Under the terms of the County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). As of July 1, 2006, this plan provides postemployment healthcare benefits to retirees of the County, provided they participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least twenty years of creditable service with the County. The County pays the full cost of coverage for these benefits through private insurers. The County Board may amend the benefit provisions. A separate report was not issued for the plan.

Membership of the HCB Plan consisted of the following at June 30, 2011, the date of latest actuarial valuation:

	General Employees	Law Enforcement Officers
Retirees and dependents receiving benefits	-	-
Terminated plan members entitled to but not yet receiving benefits	-	-
Active plan members	52	15
Total	52	15

Funding Policy - The County pays the full cost of coverage for the healthcare benefits paid to qualified retirees under a County resolution that can be amended by the County Board. The County has chosen to fund the healthcare benefits on a pay as you go basis.

The current ARC rate is 2.95% of annual covered payroll. For the current year, the County contributed \$0. The County obtains healthcare coverage through private insurers. There were no contributions made by employees. The County's obligation to contribute to HCB Plan is established and may be amended by the County Board.

*Summary of Significant Accounting Policies.* Postemployment expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting. No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due.

*Annual OPEB Cost and Net OPEB Obligation.* The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer* (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes on the County's net OPEB obligation for the healthcare benefits:

Annual required contribution	\$ 70,190
Interest on net OPEB obligation	5,556
Adjustment to annual required contribution	<u>(5,308)</u>
Annual OPEB cost (expense)	70,438
Contributions made	<u>-</u>
Increase (decrease) in net OPEB obligation	70,438
Net OPEB obligation, beginning of year	138,900
Net OPEB obligation, end of year	<u><u>\$ 209,338</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for June 30, 2012 were as follows:

*Funded Status and Funding Progress.* As of June 30, 2012 the plan was not funded. The actuarial accrued liability for benefits and, thus, the unfunded actuarial liability (UAAL) was \$565,640. The covered payroll (annual payroll of active employees covered by the plan) was \$2,375,630, and the ratio of UAAL to the covered payroll was 23.8%. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

For Year Ended June 30	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2010	\$ 68,088	0.00%	\$ 68,088
2011	\$ 70,812	0.00%	\$ 138,900
2012	\$ 70,438	0.00%	\$ 209,338

*Actuarial Methods and Assumptions* . Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value assets, consistent with the long-term perspective of the calculations.

In the December 31, 2010 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer’s own investments calculated based on the funded level of the plan at the valuation date, and an annual medical cost trend increase of 9.50% to 5.00% annually. The investment rate included a 3.00% inflation assumption. The actuarial value of assets, if any, was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2012, was 30 years.

f. 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 twelve highest months salary in a row during the twenty-four months prior to the employee’s death, but the benefit may not be less than \$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. Contributions are determined as a percentage of monthly payroll, based upon rates established annually by the State. 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/Unearned Revenues

The balance in deferred or unearned revenue on the fund statements and unearned revenues on the government-wide statements at year-end is composed of the following elements:

	Deferred Revenue
Taxes receivable - General Fund	415,350
Taxes receivable - Special Revenue Fund	11,640
Total	<u>\$ 426,990</u>

#### 4. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The 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 \$125.5 million for any one occurrence, general, auto, professional and employment practices liability coverage of \$2 million per occurrence, auto physical damage coverage for owned autos, at actual cash value, crime coverage of \$250,000 per occurrence, workers' compensation coverage up to the statutory limits and health and dental insurance for County employees. The pools are audited annually by Certified Public Accountants, and the audited financial statements are available to the County upon request. Two of the pools are reinsured through a multi-state public entity captive for single occurrence losses in excess of \$500,000 up to a \$2 million limit for liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property, auto physical damage and crime coverage, and single occurrence losses of \$350,000 for workers' compensation. For health and dental insurance, the County is insured through Blue Cross Blue Shield of North Carolina, a private insurance company.

The County carries flood insurance on the renovated courthouse. Other buildings are not insured for flood.

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 Finance Director is bonded for \$650,000, the tax collector is bonded for \$50,000 and the sheriff is bonded for \$25,000. The remaining employees that have access to funds are bonded under a blanket bond for \$15,000.

There have been no significant reductions in insurance coverage from the previous year and no claims have been made in the past three years.

Camden County ABC Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Board has commercial property, general liability, auto liability, workers' compensation, and employee health coverage. The Board does have liquor legal liability coverage. In accordance with G.S. 18B-803, the ABC Board's employees that have access to the Board's funds are performance bonded through a commercial surety bond. Employees are bonded under an employment practices bond for up to \$5,000 per claim. There have been no significant reductions in insurance coverage in the prior year and settled claims have not exceeded coverage in any of the past three fiscal years.

#### 5. Contingent Liabilities

At June 30, 2012, they County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position.

#### 6. Long-Term Obligations

##### a. Installment Purchases

As authorized by State law [G.S. 160A-20 and 153A-158.1], the County has financed various property acquisitions for use by Camden County Board of Education by installment purchase. The installment purchases were issued pursuant to a deed of trust that requires that legal title remain with the County as long as the debt is outstanding. The County has entered into a lease with Camden County Board of Education that transfers the right and responsibilities for maintenance and insurance of the property to the Board of Education. The lease calls for nominal annual lease payments and also contains a bargain purchase option. The lease term is the same as that of the installment purchase obligation. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded by the Board of Education. These loans are included in the loans described below.

The installment purchases of the County, including the Qualified Zone Academy Bonds, are outlined below:

\$10,106,075 loan from Bank of America, N.A. (QZAB) for renovation and modernization of Camden High School and Camden Middle School. The note is secured by a deed of trust on the two schools and calls for annual payments of \$544,605 and no interest is charged.

\$ 4,115,420

\$1,000,000 loan from Bank of America, N.A. for renovation and modernization of Camden High School and Camden Middle School. The note is secured by a deed of trust on the two schools and calls for an annual payments of \$50,000 plus 4.4%.	550,000
\$2,000,000 loan from Bank of America, N.A. (QZAB) for renovation and modernization of Camden High School and Camden Middle School. The note is secured by a deed of trust on the two schools and calls for annual payments of \$112,334 and no interest is charged.	1,101,328
\$264,000 loan from Rural Housing Service to finance courthouse renovations. The loan is secured by the courthouse. The note calls for annual payments of \$20,297 including interest at 4.5%.	207,464
\$61,500 loan from BB&T for the purchase of imaging equipment. The loan is secured by the equipment. The note calls for annual payments of \$12,300 for 5 years including interest at 3.82%.	11,862
\$453,000 loan from BB&T for the re-finance of a two pumper trucks. The loan calls for annual payments of \$48,072 including interest at 3.93%.	324,597
\$725,000 loan from BB&T dated August 16, 2010 for the construction of a Fire Station Building. The loan calls for annual payments of \$36,250 plus interest at 4.43%.	688,750
\$1,350,000 loan from Thomas M. Noblitt for the purchase of land. The loan is secured with the property. The loan calls for annual payments of \$150,000 for 9 years. There is no interest stated in the loan.	900,000
\$600,000 loan from Morrisette for the purchase of land. The loan is secured with the property. The loan calls for annual payments of \$100,00 for 6 years. There is no interest stated in the loan.	300,000
\$10,000,000 loan from US Department of Agriculture for the construction of an intermediate school. The note calls for annual payments of \$520,000 for 40 years plus interest at 4.125%.	<u>9,542,645</u>
	<u>\$ 17,742,066</u>

b. General Obligation Indebtedness

All general obligation bonds serviced by the County's general fund are collateralized by the full faith, credit, and taxing power of the County. South Camden Water and Sewer District issues general obligation bonds to provide funds for the acquisition and construction of major water and sewer capital improvements. These bonds, which are recorded in the Water District Fund, are collateralized by the full faith, credit, and taxing power of the District. Principal and interest payments are appropriated when due.

The County's general obligation bonds are payable at June 30, 2012, are comprised of the following individual issues:

Serviced by South Camden Water and Sewer District:  
 General obligation bonds serviced by the District:

\$1,600,000 - 1996 Water District bonds with annual installments of \$17,000 to \$66,000 through June 1, 2036; interest at 4.875%	\$ 1,274,000
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Other Loans:

Drinking Water State Revolving Loan: A loan of \$813,581 calling for 20 annual principal payments of \$40,679 plus interest at 2.87% (payable semiannually)	406,790
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State DWSRF Revolving Loan: A loan of \$1,367,122 calling for 20 annual principal payments of \$68,356 plus interest at 2.50%. At year end \$1,307,360 has been drawn down on the loan amount.	1,307,360
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State Clean Water Bond Loan: A loan of \$1,922,657 calling for 19 annual principal payments of \$101,192 plus interest at 4.02%	<u>910,733</u>
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Total	<u>\$ 3,898,883</u>
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Annual debt service requirements to maturity for the County's and District's general obligation bonds and loans are as follows:

Year Ending June 30,	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2013	1,177,679	471,172	242,227	174,864
2014	1,172,925	459,250	244,227	168,360
2015	1,180,311	448,572	245,727	161,438
2016	1,087,999	437,102	247,727	154,581
2017	1,096,005	425,216	249,227	147,309
2018-2022	3,561,447	1,930,408	1,175,448	639,393
2023-2027	1,295,661	1,623,572	623,280	527,243
2028-2032	1,439,472	1,365,908	607,020	452,555
2033-2037	1,539,991	1,060,009	264,000	296,175
2038-2042	1,884,921	715,079	-	-
2043-2047	2,305,655	292,829	-	-
Total	<u>\$ 17,742,066</u>	<u>\$ 9,229,117</u>	<u>\$ 3,898,883</u>	<u>\$ 2,721,918</u>

At June 30, 2012 Camden County had a legal debt margin of \$75,323,073.

c. 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, 2012:

	Balance 6/30/2011	Increases	Decreases	Balance 6/30/2012	Current Portion
Governmental Activities:					
Installment Purchases	\$ 18,912,495	\$ -	\$ (1,170,429)	\$ 17,742,066	\$ 1,177,679
OPEB	122,320	59,168	-	181,488	-
Compensated absences	172,834	80,006	(56,473)	196,367	-
Total governmental activities	<u>\$ 19,207,649</u>	<u>\$ 139,174</u>	<u>\$ (1,226,902)</u>	<u>\$ 18,119,921</u>	<u>\$ 1,177,679</u>
Business Type Activities:					
General obligation debt	\$ 4,064,805	\$ 6,949	\$ (172,871)	\$ 3,898,883	\$ 242,227
OPEB	16,580	11,261	-	27,841	-
Compensated Absences	32,894	-	(1,617)	31,277	-
Total business type activities	<u>\$ 4,114,279</u>	<u>\$ 18,210</u>	<u>\$ (174,488)</u>	<u>\$ 3,958,001</u>	<u>\$ 242,227</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.

**Inter-fund Balances and Activity**

Transfer to/from other fund

Transfers From/To Other Funds at June 30, 2012 consists of the following:

From the General fund to:

Special Revenue Eco Park Fund (Expenditures)	\$ 82,000
Water and Water Capital Projects (Expenditures)	565,454

From School Capital Reserve Fund to:

General Fund (school debt)	1,253,712
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Totals	<u>\$ 1,901,166</u>
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**Interfund Balances and Activity**

Balances due to/from other funds at June 30, 2012, consist of the following:

Due to the Special Revenue Fire District from the General Fund	\$ 350,000	
	Total	<u>\$ 350,000</u>

The interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

**C. Fund Balance**

The following schedule provides management and citizens with information on the portion of General fund balance that is available for appropriation:

<b>Total fund balance - General Fund</b>	<b>\$ 5,539,053</b>
<b>Less:</b>	
<b>Stabilization by State Statute</b>	<b>826,192</b>
<b>Remaining Fund Balance</b>	<b>\$ 4,712,861</b>

The outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and

Encumbrances	General Fund	Non-Major Funds
\$	-	-

**III. Joint Ventures**

**Albemarle Mental Health center and Developmental Disabilities & Substance abuse Services**

The County participates in a joint venture (Albemarle LME) to operate the Center. The Albemarle LME has contracted with East Carolina Behavioral Health (ECBH) to stabilize the Albemarle operation and develop the network of services. The Center is a volunteer association of ten county governments as a joint venture participating governments appointing one board member (commissioner) to the Center's board. The Center was established as a joint venture among the participating counties to coordinate funding from federal and State agencies and also to realize economies of scale in the providing of mental health services. In accordance with the intergovernmental agreement between the participating governments and ECBH, the County appropriated \$19,970 to the ECBH to supplement its activities. None of the participating governments have any equity interest in the ECBH, so no equity interest has been reflected in the financial statements at June 30, 2012. Complete financial statements for the Center can be obtained from the ECBH's office at 112 Health Drive, Greenville, North Carolina 27834-7704.

Central Communications/Emergency Management System

The Emergency Management System was established as a joint venture between Camden County, Pasquotank County, and the City of Elizabeth City to coordinate grant funds and realize economies of scale. Each entity appoints one member to the governing board. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$180,742 to the System to supplement its activities. None of the participating governments have any equity interest in the System, so no equity interest has been reflected in the financial statements at June 30, 2012. Complete financial statements for the System can be obtained from the System's office at 103 S. Road Street, Elizabeth City, North Carolina 27909.

Albemarle District Jail

The operation of the Jail is shared with two other counties in the surrounding area. Each county's contributions are based on a per capita assessment based on the most recent census figures available, and each county appoints one or more members to the Board. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$407,244 to the Jail to supplement its activities. None of the participating governments have any equity interest in the Jail, so no equity interest has been reflected in the financial statements at June 30, 2012. Complete financial statements for the Jail can be obtained from the Jail's office at 320 S. Hughes Blvd., Elizabeth City, North Carolina 27907.

Pasquotank-Camden Library

Pasquotank and Camden counties appoint the Board of the Library and provide support to the Library based upon their respective populations. The Board is responsible for approving the budget and designating the management of the Library. In accordance with the agreement between the participating governments, the County appropriated \$159,077 to the Library to supplement its activities. None of the participating governments have any equity interest in the Library, so no equity interest has been reflected in the financial statements at June 30, 2012. The Library does not issue financial statements, but it is blended into the financial statements of Pasquotank County, and these financial statements can be obtained from the County's office at 206 E. Main Street, Elizabeth City, North Carolina.

Albemarle Commission

The County is a member of the Albemarle Commission, which is a voluntary association of county governments. The Commission was established as a joint venture among the participating counties to coordinate funding from federal and State agencies. Each county appoints two members of which one must be an elected official to the Commission's governing board. The County paid membership fees of \$6,326 to the Commission during the fiscal year ended June 30, 2012.

Regional Confinement Facility

The County is a member of the Regional Jail Facility, which is an agreement of three county governments to provide financing, construction and operation of a regional jail. The Facility was established as a joint venture among the participating counties to coordinate funding from local, federal, and State agencies. The County contributed \$195,669 to the Facility during the fiscal year ended June 30, 2012.

Albemarle Regional Health Services (ARHS)

Albemarle Regional Health Services is a voluntary association of seven county governments. ARHS was established as a joint venture among the participating counties to coordinate funding from federal and State agencies and to realize economies of scale in providing health care services. The County contributed \$35,820 to ARHS during the year ended June 30, 2012. None of the participating governments have any equity interest in ARHS, so no equity interest has been reflected in the financial statements at June 30, 2012. Complete financial statements can be obtained at ARHS's office on 711 Roanoke Avenue, Elizabeth City, North Carolina 27909.

IV. 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, which cause benefit payments to be issued by the State. These amounts disclose this additional aid to the County recipients that do not appear in the basic financial statements because they are not revenues and expenditures of the County.

	Federal	State
Foster Care	\$ 1,827	\$ 913
Adoption Assistance	18,164	4,861
Low Income Energy Assistance	18,000	-
Medicaid	4,201,956	2,484,968
WIC	-	-

V. Summary Disclosure of Significant Commitments and Contingencies

Federal and State Assisted Programs

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

VI. DMV Collections

The County maintains the 3% DMV interest collections in the General Fund. During the year, the County's activity is shown

	<u>30-Jun-12</u>
Begin Balance	\$ 442
Collected	5,018
Remitted	<u>(5,169)</u>
End	
Balance	<u>\$ 291</u>

**REQUIRED  
SUPPLEMENTAL FINANCIAL DATA**

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This section contains additional information required by generally  
accounting principals.

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- Schedule of Funding Progress for the OPEB
- Schedule of Employer Contribution for the OPEB



Camden County, North Carolina  
 Other Post Employment Benefits  
 Required Supplementary Information  
 Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Projected Unit Credit (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b - a)/c)
31-Dec-10	-	\$ 436,647	\$ 436,647	0.0%	\$ 2,482,280	17.60%
31-Dec-11	-	\$ 565,640	\$ 565,640	0.0%	\$ 2,375,630	23.80%

Camden County, North Carolina  
 Other Post Employment Benefits  
 Required Supplementary Information  
 Schedule of Employer Contributions

<u>Year Ended June 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2010	68,088	0.00%
2011	70,812	0.00%
2012	70,438	0.00%

**Notes to the Required Schedules:**

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows.

Valuation Date	12/31/20011
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Percent of Pay Open
Remaining Amortization Period	30 Years
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return	4.00%
Medical Cost Trend	9.5% - 5.00%
Includes Inflation at	3.00%

## GENERAL FUND

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The General Fund accounts for resources traditionally associated with government that are not required legally or by sound financial management to be accounted for in other funds.

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Camden County, North Carolina  
General Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Ad Valorem Taxes:			
Taxes	\$	\$ 8,182,205	\$
Penalties and Interest		267,916	
Total	<u>7,523,966</u>	<u>8,450,121</u>	<u>926,155</u>
Other Taxes and Licenses:			
Local option sales tax		1,046,109	
Franchise tax		370,232	
Scrap tire disposal tax		19,162	
Video programming		47,594	
White goods tax		9,497	
Medicaid hold harmless		676,774	
Privilege licenses		300	
Total	<u>1,868,200</u>	<u>2,169,668</u>	<u>301,468</u>
Unrestricted Intergovernmental revenues:			
Beer and wine tax		43,132	
Payments in lieu of taxes		636	
Refuge revenue sharing		8,519	
Drug investigation fund		107	
ABC profit distribution		40,460	
Tax refunds - sales and gasoline		18	
Total	<u>207,500</u>	<u>92,872</u>	<u>(114,628)</u>
Restricted Intergovernmental:			
State and Federal Grants		1,110,413	
Other		98,198	
Court facilities fees		24,934	
Total	<u>1,905,692</u>	<u>1,233,545</u>	<u>(672,147)</u>
Permits and Fees:			
Franchise fees		47,535	
Pet licenses		485	
Gun permits		6,270	
Register of Deeds		125,236	
Other fees		37,715	
Medicaid transportation fees		12,080	
Building permits and inspections, including land use fees		357,379	
Total	<u>502,247</u>	<u>586,700</u>	<u>84,453</u>

Camden County, North Carolina  
 General Fund  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance Positive (Negative)
<b>Sales and Services:</b>			
Rent and Concessions		62,784	
Jail fees		2,987	
Officer fees		34,012	
Total	<u>77,313</u>	<u>99,783</u>	<u>22,470</u>
Investment Earnings: Interest	<u>25,100</u>	<u>49,436</u>	<u>24,336</u>
<b>Miscellaneous:</b>			
Sale of fixed assets		5,840	
Sheriff's fundraisers and Christmas Fund		10,599	
OLF relief		17,817	
Insurance proceeds		4,917	
Other		10,465	
Total	<u>164,207</u>	<u>49,638</u>	<u>(114,569)</u>
TOTAL REVENUES	<u>12,274,225</u>	<u>12,731,763</u>	<u>457,538</u>
<b>Expenditures:</b>			
<b>General Government:</b>			
Governing body		105,015	
Administration		469,884	
Finance		189,641	
Tax administration		889,007	
Personnel		58,936	
Legal		383,533	
Register of deeds		209,668	
Elections		74,726	
Public buildings		293,130	
Court facilities		27,558	
Total general government	<u>3,186,644</u>	<u>2,701,098</u>	<u>485,546</u>

Camden County, North Carolina  
 General Fund  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance Positive (Negative)
Public Safety:			
Sheriff		1,398,351	
Jail		407,244	
Regional jail		195,669	
Juvenile justice and delinquency program		66,819	
School resource officer		58,962	
Animal control		18,900	
Inspections		124,325	
Jury commission		91	
Contribution to fire districts		572,707	
Emergency management		128,798	
Central communications		180,742	
Medical examiner		3,700	
Total	<u>3,529,967</u>	<u>3,156,308</u>	<u>373,659</u>
Economic and physical development:			
Economic development		56,452	
Agricultural extension		75,173	
Planning		326,575	
Albemarle commission		6,326	
Resource conservation and development		750	
Public transportation authority		12,777	
Soil/water conservation		44,604	
Total	<u>753,582</u>	<u>522,657</u>	<u>230,925</u>
Human services:			
Health:			
Nutrition programs		24,252	
Mosquito control		3,637	
Albemarle helpline		1,500	
Albemarle foodbank		3,500	
Regional health		35,820	
Other health programs		11,170	
Total human services	<u>93,193</u>	<u>79,879</u>	<u>13,314</u>
Mental Health:			
Regional mental health		19,970	
Total	<u>19,980</u>	<u>19,970</u>	<u>10</u>
Transportation: Traffic	<u>3,060</u>	<u>2,073</u>	<u>987</u>

Camden County, North Carolina  
General Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance Positive (Negative)
Social services:			
Administration		871,576	
Day care		133,959	
Medical assistance		20,997	
County provided assistance		54,905	
Domestic violence		7,270	
Adoptions		5,114	
Aid to the blind program		860	
Foster care		14,391	
Crisis intervention		44,722	
Work first program		44,839	
Other assistance		21,468	
Total social services	<u>1,410,129</u>	<u>1,220,101</u>	<u>190,028</u>
Total Human Services	<u>1,526,362</u>	<u>1,322,023</u>	<u>204,339</u>
Cultural and Recreational:			
Recreation		236,176	
Library		159,077	
College of the Albemarle		76,100	
Senior citizens services		94,767	
Arts/Albemarle		2,500	
4-H camp and grant		14,688	
Total Cultural and Recreational	<u>663,844</u>	<u>583,308</u>	<u>80,536</u>
Environmental protection:			
Public works administration		11,589	
Forestry program		45,175	
Beaver management assistance program		4,000	
Sanitation		588,815	
Total environmental protection	<u>763,619</u>	<u>649,579</u>	<u>114,040</u>
Education:			
Public Schools:			
Current Expense		1,749,000	
Capital Outlay		200,000	
Total Education	<u>2,099,000</u>	<u>1,949,000</u>	<u>150,000</u>
Debt Service:			
Principal Retirement		1,100,199	
Interest and Fees		436,110	
Total Debt Service	<u>1,536,337</u>	<u>1,536,309</u>	<u>28</u>
TOTAL EXPENDITURES	<u>14,059,355</u>	<u>12,420,282</u>	<u>1,639,073</u>
Revenues over Expenditures	<u>(1,785,130)</u>	<u>311,481</u>	<u>2,096,611</u>

Camden County, North Carolina  
 General Fund  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance Positive (Negative)
Other financing sources (uses):			
Proceeds From Capital Leases	(350,000)	-	
Fund Balance Appropriated	1,528,872	-	
Transfers (to)/from Other Funds:			
Special revenue - school capital reserve	1,253,712	1,253,712	
Capital Projects - water project	(321,630)	(321,630)	
Special revenue - Eco park fund	(82,000)	(82,000)	
Water and sewer district	(151,999)	(151,999)	
Capital projects - sewer project	(56,100)	(56,100)	
Capital projects - sewer project	(35,725)	(35,725)	
Total Other Financing Sources (Uses)	<u>1,785,130</u>	<u>606,258</u>	<u>(1,178,872)</u>
 Net change in fund balance	 <u>\$ -</u>	 917,739	 <u>\$ 917,739</u>
Fund balances:			
Beginning of year, July 1		<u>4,621,314</u>	
End of year, June 30		<u>\$ 5,539,053</u>	



## OTHER MAJOR GOVERNMENTAL FUNDS

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Major Governmental Funds - Special Capital Reserve Fund  
Major Governmental Funds - School Capital Reserve Fund

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Camden County, North Carolina  
Special Capital Reserve Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Other taxes	\$	\$ 327,954	\$
Land sale		-	
Investment earnings		30,684	
Total Revenue	<u>201,000</u>	<u>358,638</u>	<u>157,638</u>
Expenditures			
Operating expenses		837,804	
Capital outlay		-	
Total Expenditures	<u>849,984</u>	<u>837,804</u>	<u>12,180</u>
Revenues Over (Under) Expenditures	<u>(648,984)</u>	<u>(479,166)</u>	<u>169,818</u>
Other Financing Sources (Uses):			
Transfers from other funds	-	-	-
Proceeds from Lease Purchase	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(648,984)	(479,166)	169,818
Fund Balance Appropriated	<u>648,984</u>		<u>(648,984)</u>
Net change in fund balance	\$ <u>-</u>	(479,166)	\$ <u>(479,166)</u>
Fund Balance:			
Beginning of Year, July 1		<u>3,516,362</u>	
End of Year, June 30		<u>\$ 3,037,196</u>	

Camden County, North Carolina  
School Capital Reserve Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Other taxes	\$	\$ 336,304	\$
Restricted intergovernmental revenues		200,000	
Miscellaneous		29,955	
Investment earnings		17,504	
Total Revenues	<u>332,000</u>	<u>583,763</u>	<u>251,763</u>
Expenditures:			
Education:			
Operating expenses		-	
Debt service: Principal		-	
Debt service: Interest		-	
Total Expenditures	<u>208,000</u>	<u>-</u>	<u>208,000</u>
Revenues Over (Under) Expenditures	<u>124,000</u>	<u>583,763</u>	<u>459,763</u>
Other Financing Sources (Uses):			
Transfer from other funds	-	-	-
Transfer to other funds	<u>(1,253,712)</u>	<u>(1,253,712)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(1,253,712)</u>	<u>(1,253,712)</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(1,129,712)	(669,949)	459,763
Fund Balance Appropriated	<u>1,129,712</u>	<u>-</u>	<u>(1,129,712)</u>
Net change in fund balance	\$ <u>-</u>	(669,949)	\$ <u>(669,949)</u>
Fund Balance:			
Beginning of Year, July 1		<u>1,974,304</u>	
End of Year, June 30		\$ <u><u>1,304,355</u></u>	

Camden County  
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Camden County, North Carolina  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2012

	Automation Enhancement and Preserva- tion Fund	Tourism Development	Dismal Swamp Visitor Center	Fire District Funds		Joyce Creek Drainage Fund	Park Grant Fund
				Courthouse & Shiloh	South Mills		
<b>Assets:</b>							
Cash and investments	\$ 4,254	\$ 102,774	\$ 74,996	\$ 253,638	\$ 379,596	\$ 146,033	\$ -
Accounts receivable	-	1,476	919	17,037	3,932	-	-
Taxes receivable (net)	-	-	-	6,691	2,282	2,667	-
<b>Total Assets</b>	<b>\$ 4,254</b>	<b>\$ 104,250</b>	<b>\$ 75,915</b>	<b>\$ 277,366</b>	<b>\$ 385,810</b>	<b>\$ 148,700</b>	<b>\$ -</b>
<b>Liabilities and Fund Balances:</b>							
<b>Current liabilities:</b>							
Accounts payable	\$ -	\$ -	\$ 7,093	\$ 1,260	\$ 1,030	\$ 7	\$ -
Due from other funds	-	-	-	350,000	-	-	-
<b>Noncurrent liabilities:</b>							
Deferred revenues	-	-	-	-	-	-	-
Total Liabilities	-	-	7,093	357,951	3,312	2,674	-
<b>Fund Balances:</b>							
<b>Restricted</b>							
Stabilization by State Statute	-	1,476	919	17,037	3,932	-	-
Register of Deeds	4,254	-	-	-	-	-	-
Fire Protection	-	-	-	(97,622)	378,566	146,026	-
<b>Committed</b>							
Tax Revaluation	-	-	-	-	-	-	-
Economic development	-	102,774	67,903	-	-	-	-
<b>Total fund balances</b>	<b>4,254</b>	<b>104,250</b>	<b>68,822</b>	<b>(80,585)</b>	<b>382,498</b>	<b>146,026</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 4,254</b>	<b>\$ 104,250</b>	<b>\$ 75,915</b>	<b>\$ 277,366</b>	<b>\$ 385,810</b>	<b>\$ 148,700</b>	<b>\$ -</b>

Special Revenue Funds				Capital Project Funds			
Community Park Trust	Eco Park Fund	School Fund	Revaluation Fund	Total Nonmajor Special Revenue Funds	Scattered Housing Grant	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
\$ 47,765	\$ 82,064	\$ 315,736	\$ 491,974	\$ 1,898,830	\$ -	\$ -	\$ 1,898,830
129	-	-	-	23,493	6,559	6,559	30,052
-	-	-	-	11,640	-	-	11,640
<u>\$ 47,894</u>	<u>\$ 82,064</u>	<u>\$ 315,736</u>	<u>\$ 491,974</u>	<u>\$ 1,933,963</u>	<u>\$ 6,559</u>	<u>\$ 6,559</u>	<u>\$ 1,940,522</u>
\$ 58	\$ -	\$ -	\$ -	\$ 9,448	\$ 6,559	\$ 6,559	\$ 16,007
-	-	-	-	350,000	-	-	350,000
-	-	-	-	-	-	-	-
-	-	-	-	11,640	-	-	11,640
<u>58</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>371,088</u>	<u>6,559</u>	<u>6,559</u>	<u>377,647</u>
129	-	-	-	23,493	-	-	23,493
-	-	-	-	4,254	-	-	4,254
-	-	-	-	426,970	-	-	426,970
-	-	-	491,974	491,974	-	-	491,974
<u>47,707</u>	<u>82,064</u>	<u>315,736</u>	<u>-</u>	<u>616,184</u>	<u>-</u>	<u>-</u>	<u>616,184</u>
<u>47,836</u>	<u>82,064</u>	<u>315,736</u>	<u>491,974</u>	<u>1,562,875</u>	<u>-</u>	<u>-</u>	<u>1,562,875</u>
<u>\$ 47,894</u>	<u>\$ 82,064</u>	<u>\$ 315,736</u>	<u>\$ 491,974</u>	<u>\$ 1,933,963</u>	<u>\$ 6,559</u>	<u>\$ 6,559</u>	<u>\$ 1,940,522</u>

Camden County, North Carolina  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures, and  
 Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2012

				Fire District Funds			
	Auto Enhancement and Preserva- tion Fund	Tourism Development	Dismal Swamp Visitor Center	Courthouse & Shiloh	South Mills	Joyce Creek Drainage Fund	Park Grant Fund
<b>Revenues:</b>							
Ad Valorem Taxes	\$ -	\$ -	\$ -	\$ 74,649	\$ 68,528	\$ 49,443	\$ -
Other taxes	-	31,577	-	298,595	274,112	-	-
Local contributions	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-
Investment earnings	80	930	-	3,837	3,116	1,344	-
Sales	-	-	10,605	-	-	-	-
Miscellaneous	-	-	-	13,219	-	-	-
Federal and State grants	-	-	150,000	-	16,715	-	-
Fees	5,520	-	-	117	23	-	-
Total revenues	<u>5,600</u>	<u>32,507</u>	<u>160,605</u>	<u>390,417</u>	<u>362,494</u>	<u>50,787</u>	<u>-</u>
<b>Expenditures:</b>							
General government	7,000	-	-	-	-	-	-
Public safety	-	-	-	925,828	168,383	-	-
Environmental protection	-	-	-	-	-	49,576	-
Economic and physical development	-	-	-	-	-	-	-
Cultural and recreation	-	16,387	157,188	-	-	-	6,313
Education	-	-	-	-	-	-	-
<b>Debt service:</b>							
Principal retirement	-	-	-	-	70,230	-	-
Interest and fees	-	-	-	-	46,210	-	-
Total Expenditures	<u>7,000</u>	<u>16,387</u>	<u>157,188</u>	<u>925,828</u>	<u>284,823</u>	<u>49,576</u>	<u>6,313</u>
Revenues Over (Under) Expenditures	<u>(1,400)</u>	<u>16,120</u>	<u>3,417</u>	<u>(535,411)</u>	<u>77,671</u>	<u>1,211</u>	<u>(6,313)</u>
<b>Other Financing Sources (Uses):</b>							
Proceeds of long-term debt	-	-	-	-	-	-	-
Transfers from (to) other sources	-	-	-	-	-	-	-
Transfers from (to) other sources	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in Fund Balance	(1,400)	16,120	3,417	(535,411)	77,671	1,211	(6,313)
<b>Fund balances:</b>							
Beginning of Year, July 1	<u>5,654</u>	<u>88,130</u>	<u>65,405</u>	<u>454,826</u>	<u>304,827</u>	<u>144,815</u>	<u>6,313</u>
End of year, June 30	<u>\$ 4,254</u>	<u>\$ 104,250</u>	<u>\$ 68,822</u>	<u>\$ (80,585)</u>	<u>\$ 382,498</u>	<u>\$ 146,026</u>	<u>\$ -</u>

Capital  
Project Fund

Community Park Trust	Eco Park Fund	School Fund	Revaluation Fund	Total Nonmajor Special Revenue Funds	Scattered Housing Grant	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ 75,000	\$ 267,620	\$ -	\$ -	\$ 267,620
-	-	313,424	-	917,708	-	-	917,708
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
365	64	2,312	4,013	16,061	-	-	16,061
-	-	-	-	10,605	-	-	10,605
-	-	-	-	13,219	-	-	13,219
31,782	-	-	-	198,497	6,559	6,559	205,056
-	-	-	-	5,660	-	-	5,660
<u>32,147</u>	<u>64</u>	<u>315,736</u>	<u>79,013</u>	<u>1,429,370</u>	<u>6,559</u>	<u>6,559</u>	<u>1,435,929</u>
-	-	-	-	7,000	-	-	7,000
-	-	-	-	1,094,211	-	-	1,094,211
-	-	-	-	49,576	-	-	49,576
-	-	-	-	-	6,559	6,559	6,559
6,591	-	-	-	186,479	-	-	186,479
-	-	-	-	-	-	-	-
-	-	-	-	70,230	-	-	70,230
-	-	-	-	46,210	-	-	46,210
<u>6,591</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,453,706</u>	<u>6,559</u>	<u>6,559</u>	<u>1,460,265</u>
<u>25,556</u>	<u>64</u>	<u>315,736</u>	<u>79,013</u>	<u>(24,336)</u>	<u>-</u>	<u>-</u>	<u>(24,336)</u>
-	-	-	-	-	-	-	-
-	82,000	-	-	82,000	-	-	82,000
-	-	-	-	-	-	-	-
-	<u>82,000</u>	<u>-</u>	<u>-</u>	<u>82,000</u>	<u>-</u>	<u>-</u>	<u>82,000</u>
25,556	82,064	315,736	79,013	57,664	-	-	57,664
22,280	-	-	412,961	1,505,211	-	-	1,505,211
<u>\$ 47,836</u>	<u>\$ 82,064</u>	<u>\$ 315,736</u>	<u>\$ 491,974</u>	<u>\$ 1,562,875</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,562,875</u>



## SPECIAL REVENUE FUNDS

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

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Camden County, North Carolina  
Automation Enhancement and Preservation Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Fees	\$	\$ 5,520	\$
Investment Earnings		80	
Other income		-	
Total revenues	<u>8,752</u>	<u>5,600</u>	<u>(3,152)</u>
Expenditures:			
Operating expenses		7,000	
Total Expenditures	<u>8,752</u>	<u>7,000</u>	<u>1,752</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(1,400)</u>	<u>(1,400)</u>
Other Financing Sources (Uses):			
Transfers from Other Funds		-	
Transfers to Other Funds		-	
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>-</u>	<u>(1,400)</u>	<u>(1,400)</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	(1,400) \$	<u>(1,400)</u>
Fund Balance:			
Beginning of Year, July 1		<u>5,654</u>	
End of Year, June 30		\$ <u>4,254</u>	

Camden County, North Carolina  
 Tourism Development Authority  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Other taxes	\$	\$ 31,577	\$
Investment earnings		930	
Total revenues	<u>40,150</u>	<u>32,507</u>	<u>7,643</u>
Expenditures:			
Operating expenses		<u>16,387</u>	
Total Expenditures	<u>40,150</u>	<u>16,387</u>	<u>23,763</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>16,120</u>	<u>16,120</u>
Net change in fund balance	-	16,120	16,120
Fund Balance Appropriated			<u>-</u>
Net change in fund balance	\$ <u>-</u>	16,120	\$ <u>16,120</u>
Fund Balance:			
Beginning of Year, July 1		<u>88,130</u>	
End of Year, June 30		<u>\$ 104,250</u>	

Camden County, North Carolina  
Dismal Swamp Visitor Center  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Restricted Intergovernmental	\$	\$ 150,000	\$
Sales		10,605	
Miscellaneous		-	
Total Revenue	<u>170,050</u>	<u>160,605</u>	<u>(9,445)</u>
Expenditures			
Salaries and benefits		114,145	
Operating expenses		43,043	
Total Expenditures	<u>170,050</u>	<u>157,188</u>	<u>12,862</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>3,417</u>	<u>3,417</u>
Other Financing Sources (Uses):			
Transfers from other funds			-
Proceeds from Lease Purchase			-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	3,417	3,417
Fund Balance Appropriated			-
Net change in fund balance	\$ <u>-</u>	3,417	\$ <u>3,417</u>
Fund Balance:			
Beginning of Year, July 1		<u>65,405</u>	
End of Year, June 30		<u>\$ 68,822</u>	

Camden County, North Carolina  
 Fire District Funds - Courthouse and Shiloh  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 74,649	\$
Other taxes		298,595	
Investment earnings		3,837	
Other fees		117	
Miscellaneous		13,219	
Total Revenues	<u>1,058,470</u>	<u>390,417</u>	<u>(668,053)</u>
Expenditures:			
Public safety:			
Salaries and benefits		6,725	
Operating expenses		102,252	
Capital outlay		816,851	
Debt service: Principal and Interest		-	
Total Expenditures	<u>1,058,470</u>	<u>925,828</u>	<u>132,642</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(535,411)</u>	<u>(535,411)</u>
Other Financing Sources (Uses):			
Proceeds from Installment Loan		-	-
Transfer to General Fund		-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>-</u>	<u>(535,411)</u>	<u>(535,411)</u>
Fund Balance Appropriated			<u>-</u>
Net change in fund balance	\$ <u>-</u>	(535,411)	\$ <u>(535,411)</u>
Fund Balance:			
Beginning of Year, July 1		<u>454,826</u>	
End of Year, June 30		\$ <u>(80,585)</u>	

Camden County, North Carolina  
 Fire District Fund - South Mills  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 68,528	\$
Other taxes		274,112	
Investment earnings		3,116	
Other grants		16,715	
Other fees		23	
Total Revenues	<u>351,617</u>	<u>362,494</u>	<u>10,877</u>
Expenditures:			
Public safety:			
Salaries and benefits		5,785	
Operating expenses		162,598	
Capital outlay		-	
Debt service: Principal and Interest		116,440	
Total Expenditures	<u>351,617</u>	<u>284,823</u>	<u>66,794</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>77,671</u>	<u>77,671</u>
Other Financing Sources (Uses):			
Proceeds from Installment Loan		-	-
Transfer to General Fund		-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>-</u>	<u>77,671</u>	<u>77,671</u>
Fund Balance Appropriated			<u>-</u>
Net change in fund balance	\$ <u>-</u>	77,671	\$ <u>77,671</u>
Fund Balance:			
Beginning of Year, July 1		<u>304,827</u>	
End of Year, June 30	-	\$ <u>382,498</u>	

Camden County, North Carolina  
 Drainage Fund - Joyce Creek  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 49,443	\$
Investment earnings		1,344	
Total Revenues	<u>67,965</u>	<u>50,787</u>	<u>(17,178)</u>
Expenditures:			
Environmental Protection:			
Operating expenses		49,576	
Capital outlay			
Total Expenditures	<u>67,965</u>	<u>49,576</u>	<u>18,389</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>1,211</u>	<u>1,211</u>
Other Financing Sources (Uses):			
Proceeds from Installment Loan		-	-
Transfer to General Fund		-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>-</u>	<u>1,211</u>	<u>1,211</u>
Fund Balance Appropriated			<u>-</u>
Net change in fund balance	\$ <u>-</u>	1,211	\$ <u>1,211</u>
Fund Balance:			
Beginning of Year, July 1		<u>144,815</u>	
End of Year, June 30		<u>\$ 146,026</u>	

Camden County, North Carolina  
 Park Grant Fund  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Restricted Intergovernmental	\$	\$ -	\$
Miscellaneous		-	
Total Revenue	<u>6,313</u>	<u>-</u>	<u>(6,313)</u>
Expenditures			
Operating expenses		6,313	
Capital outlay			
Total Expenditures	<u>6,313</u>	<u>6,313</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(6,313)</u>	<u>(6,313)</u>
Other Financing Sources (Uses):			
Transfers from other funds		-	-
Proceeds from Lease Purchase		-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	(6,313)	(6,313)
Fund Balance Appropriated			-
Net change in fund balance	\$ <u>-</u>	(6,313)	\$ <u>(6,313)</u>
Fund Balance:			
Beginning of Year, July 1		<u>6,313</u>	
End of Year, June 30		<u>\$ -</u>	

Camden County, North Carolina  
Community Park Trust Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Restricted Intergovernmental	\$	\$ 31,782	\$
Other taxes		-	
Investment earnings		365	
Total Revenue	<u>28,591</u>	<u>32,147</u>	<u>3,556</u>
Expenditures			
Operating expenses		6,591	
Capital outlay		-	
Total Expenditures	<u>28,591</u>	<u>6,591</u>	<u>22,000</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>25,556</u>	<u>25,556</u>
Other Financing Sources (Uses):			
Transfers from other funds		-	-
Proceeds from Lease Purchase		-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	25,556	25,556
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	25,556	\$ <u>25,556</u>
Fund Balance:			
Beginning of Year, July 1		<u>22,280</u>	
End of Year, June 30		\$ <u><u>47,836</u></u>	

Camden County, North Carolina  
Eco Park Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Fees	\$	\$	\$
Investment earnings		64	
Total Revenue	<u>-</u>	<u>64</u>	<u>64</u>
Expenditures			
Operating expenses		-	
Capital outlay		-	
Total Expenditures	<u>82,000</u>	<u>-</u>	<u>82,000</u>
Revenues Over (Under) Expenditures	<u>(82,000)</u>	<u>64</u>	<u>82,064</u>
Other Financing Sources (Uses):			
Transfers from other funds	82,000	82,000	-
Proceeds from Lease Purchase	-	-	-
Total Other Financing Sources (Uses)	<u>82,000</u>	<u>82,000</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	82,064	82,064
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	82,064	\$ <u>82,064</u>
Fund Balance:			
Beginning of Year, July 1		<u>-</u>	
End of Year, June 30		<u>\$ 82,064</u>	

Camden County, North Carolina  
School Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Tax penalties and interest	\$	\$ 313,424	\$
Investment earnings		2,312	
Total Revenue	<u>36,100</u>	<u>315,736</u>	<u>279,636</u>
Expenditures			
Operating expenses		-	
Capital outlay		-	
Total Expenditures	<u>36,100</u>	<u>-</u>	<u>36,100</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>315,736</u>	<u>315,736</u>
Other Financing Sources (Uses):			
Transfers from other funds	-	-	-
Proceeds from Lease Purchase	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>315,736</u>	<u>315,736</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	\$ 315,736	\$ <u>315,736</u>
Fund Balance:			
Beginning of Year, July 1		<u>-</u>	
End of Year, June 30		\$ <u><u>315,736</u></u>	

Camden County, North Carolina  
 Revaluation Fund  
 Schedule of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended June 30, 2012

	2012		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Ad Valorem taxes	\$	\$ 75,000	\$
Investment earnings		4,013	
Total Revenue	<u>6,634</u>	<u>79,013</u>	<u>72,379</u>
Expenditures			
Operating expenses		-	
Capital outlay		-	
Total Expenditures	<u>75,800</u>	<u>-</u>	<u>75,800</u>
Revenues Over (Under) Expenditures	<u>(69,166)</u>	<u>79,013</u>	<u>148,179</u>
Other Financing Sources (Uses):			
Transfers from other funds	69,166	-	(69,166)
Proceeds from Lease Purchase	-	-	-
Total Other Financing Sources (Uses)	<u>69,166</u>	<u>-</u>	<u>(69,166)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	79,013	79,013
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	79,013	\$ <u>79,013</u>
Fund Balance:			
Beginning of Year, July 1		<u>412,961</u>	
End of Year, June 30		\$ <u><u>491,974</u></u>	



## CAPITAL PROJECTS FUNDS

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Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds

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**Camden County, North Carolina**  
**Scattered Housing Capital Projects Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and For the Fiscal Year Ended June 30, 2012**

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted - infrastructure hook-up 08-C-184	\$ 37,289	\$ -	\$ -	\$ -	\$ 37,289
Restricted - CDBG grant 08-C-1817	900,000		6,559	6,559	893,441
Restricted - SRSF grant	150,000		-	-	150,000
Total Revenues	<u>1,087,289</u>	<u>1,009,938</u>	<u>6,559</u>	<u>1,016,497</u>	<u>(70,792)</u>
Expenditures:					
Current:					
Economic and physical development:	<u>1,087,289</u>	<u>1,012,070</u>	<u>6,559</u>	<u>1,018,629</u>	<u>68,660</u>
Revenues over expenditures	-	(2,132)	-	(2,132)	(2,132)
Other Financing Sources (Uses):					
Transfers in (out)	-	-	-	-	-
Local contribution	<u>-</u>	<u>2,132</u>	<u>-</u>	<u>2,132</u>	<u>(2,132)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>2,132</u>	<u>-</u>	<u>2,132</u>	<u>(2,132)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



## PROPRIETARY FUNDS

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Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

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Camden County, North Carolina  
Enterprise Fund - Water District  
Schedule of Revenues and Expenditures  
Budget and Actual - (Non-GAAP)  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Operating Revenues			
Water sales	\$	\$ 925,594	\$
Tap on Fees		69,450	
Miscellaneous		14,347	
Total water sales	<u>1,136,692</u>	<u>1,009,391</u>	<u>(127,301)</u>
Waste water sales	87,000	80,982	
Miscellaneous	-	-	
Total waste water sales	<u>87,000</u>	<u>80,982</u>	<u>(6,018)</u>
Total Operating Revenues	<u>1,223,692</u>	<u>1,090,373</u>	<u>(133,319)</u>
Nonoperating Revenues			
Interest on Investments	<u>1,000</u>	<u>5,454</u>	<u>4,454</u>
Total Revenues	<u>1,224,692</u>	<u>1,095,827</u>	<u>(128,865)</u>
Expenditures:			
Reverse osmosis plant			
Salaries and employee benefits		163,387	
Repairs and maintenance		15,586	
Operating expenses		127,129	
Total	<u>550,000</u>	<u>306,102</u>	<u>243,898</u>
Water distribution:			
Salaries and employee benefits		180,302	
Repairs and maintenance		11,356	
Operating expenses		143,835	
Total	<u>500,000</u>	<u>335,493</u>	<u>164,507</u>
Waste Water treatment:			
Salaries and employee benefits		116,453	
Repairs and maintenance		13,098	
Operating expenses		62,224	
Total	<u>424,000</u>	<u>191,775</u>	<u>232,225</u>
Budgetary Appropriations:			
Capital Outlay		25,316	
Interest Paid		116,229	
Debt Principal		172,871	
Total	<u>450,000</u>	<u>314,416</u>	<u>135,584</u>
Total Expenditures	<u>1,924,000</u>	<u>1,147,786</u>	<u>776,214</u>
Revenues Over (Under) Expenditures	<u>(699,308)</u>	<u>(51,959)</u>	<u>647,349</u>

Camden County, North Carolina  
Enterprise Fund - Water District  
Schedule of Revenues and Expenditures  
Budget and Actual - (Non-GAAP)  
For the Fiscal Year Ended June 30, 2012

	2012		Variance Positive (Negative)
	Final Budget	Actual	
Other Financing Sources and (Uses):			
Bond Proceeds	-	-	-
Transfer to other funds	-	-	-
Transfer from other funds	565,436	565,454	-
Total Other Financing Sources (Uses)	<u>565,436</u>	<u>565,454</u>	<u>18</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	(133,872)	513,495	647,367
Appropriated Fund Balance	<u>133,872</u>	<u>-</u>	<u>(133,872)</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 513,495</u>	<u>\$ 513,495</u>

**Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:**

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ 513,495</u>
Reconciling items:	
Capital Outlay	25,316
Principal Payments	172,871
Decrease in accrued vacation pay	1,617
Other revenues from capital projects	10,847
Interest from capital projects	2,227
Increase in accrued OPEB	(11,261)
Change in accrued interest	456
Expenditures in capital project	(12,083)
Capital contributions - grant	447,410
Depreciation	<u>(422,728)</u>
Total reconciling items	214,672
Change in net assets	<u>\$ 728,167</u>

Camden County, North Carolina  
Water and Sewer District Capital Projects Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and For the Fiscal Year Ended June 30, 2012

	Project Author - ization	Actual		Total to Date	Variance Favorable (Unfavorable)
		Prior Years	Current Year		
Revenues:					
Restricted intergovernmental - Rural Center	\$ 3,400,000	\$ 3,400,000	\$ -	\$ 3,400,000	\$ -
Restricted intergovernmental - CWMTF Funds	3,564,011	3,096,007	-	3,096,007	(468,004)
Restricted intergovernmental - CDBG	600,000	600,000	-	600,000	-
Other	75,905	161,939	9,551	171,490	95,585
Interest Income	-	3,469	2,227	5,696	5,696
Total Revenues	<u>7,639,916</u>	<u>7,261,415</u>	<u>11,778</u>	<u>7,273,193</u>	<u>(366,723)</u>
Expenditures:					
Sewer Construction:					
Legal fees	94,189	51,292	-	51,292	42,897
Land	422,900	70,360	-	70,360	352,540
Engineering	753,855	300,705	-	300,705	453,150
Collection system	1,506,029	1,364,284	-	1,364,284	141,745
Construction	6,818,822	6,771,853	9,036	6,780,889	37,933
Spray fields	1,133,161	302,362	-	302,362	830,799
Fund reserves	360,943	73,448	-	73,448	287,495
Total	<u>11,089,899</u>	<u>8,934,304</u>	<u>9,036</u>	<u>8,943,340</u>	<u>2,146,559</u>
Revenues over expenditures	(3,449,983)	(1,672,889)	2,742	(1,670,147)	1,779,836
Other Financing Sources (Uses):					
Fund balance appropriated	1,132,861	-	-	-	1,132,861
Revolving loan funds	1,367,122	1,300,860	6,949	1,307,809	59,313
Transfers In	950,000	526,191	56,100	582,291	367,709
Total Other Financing Sources (Uses)	<u>3,449,983</u>	<u>1,827,051</u>	<u>63,049</u>	<u>1,890,100</u>	<u>1,559,883</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	\$ <u>-</u>	\$ <u>154,162</u>	<u>65,791</u>	\$ <u>219,953</u>	\$ <u>219,953</u>

Camden County, North Carolina  
Water and Sewer District Capital Projects Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and For the Fiscal Year Ended June 30, 2012

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted intergovernmental - Gold Leaf Grant	\$ 1,999,100	\$ 992,846	\$ 447,410	\$ 1,440,256	\$ (558,844)
Restricted intergovernmental - RC Grant	160,000	68,078	-	68,078	(91,922)
Other	-	31,477	1,296	32,773	32,773
Interest Income	-	-	-	-	-
Total Revenues	<u>2,159,100</u>	<u>1,092,401</u>	<u>448,706</u>	<u>1,541,107</u>	<u>(617,993)</u>
Expenditures:					
Sewer improvements	1,890,000	1,587,378	292,166	1,879,544	10,456
Water improvements	400,000	274,368	-	274,368	125,632
Administration	34,100	-	12,083	12,083	22,017
Fund reserves	-	-	-	-	-
Total	<u>2,324,100</u>	<u>1,861,746</u>	<u>304,249</u>	<u>2,165,995</u>	<u>158,105</u>
Revenues over expenditures	(165,000)	(769,345)	144,457	(624,888)	(459,888)
Other Financing Sources (Uses):					
Fund balance appropriated	-	-	-	-	-
Transfers In	165,000	165,000	321,630	486,630	(321,630)
Total Other Financing Sources (Uses)	<u>165,000</u>	<u>165,000</u>	<u>321,630</u>	<u>486,630</u>	<u>(321,630)</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (604,345)</u>	<u>466,087</u>	<u>\$ (138,258)</u>	<u>\$ (138,258)</u>

Camden County, North Carolina  
Water and Sewer District Capital Projects Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and For the Fiscal Year Ended June 30, 2012

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted intergovernmental - CWMTF	\$ 864,100	\$ -	\$ -	\$ -	\$ (864,100)
Restricted intergovernmental - RC Grant	649,875	-	-	-	(649,875)
Other	-	-	-	-	-
Interest Income	-	-	-	-	-
Total Revenues	<u>1,513,975</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,513,975)</u>
Expenditures:					
Sewer improvements	1,513,975	43,590	78,098	121,688	1,392,287
Professional services	115,000	-	-	-	115,000
Fund reserves	-	-	-	-	-
Total	<u>1,628,975</u>	<u>43,590</u>	<u>78,098</u>	<u>121,688</u>	<u>1,507,287</u>
Revenues over expenditures	(115,000)	(43,590)	(78,098)	(121,688)	(6,688)
Other Financing Sources (Uses):					
Fund balance appropriated	-	-	-	-	-
Transfers In	<u>115,000</u>	<u>115,000</u>	<u>35,725</u>	<u>150,725</u>	<u>(35,725)</u>
Total Other Financing Sources (Uses)	<u>115,000</u>	<u>115,000</u>	<u>35,725</u>	<u>150,725</u>	<u>(35,725)</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 71,410</u>	<u>(42,373)</u>	<u>\$ 29,037</u>	<u>\$ 29,037</u>



## AGENCY FUNDS

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Agency funds are used to account for assets the County holds on behalf of others.

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**Camden County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Balance</u> <u>July 1, 2011</u>	<u>Net</u> <u>Change</u>	<u>June 30, 2012</u>
Social Services Fund:			
Cash and Investments	\$ <u>18,452</u>	\$ <u>1,287</u>	\$ <u>19,739</u>
Liabilities	\$ <u>18,452</u>	\$ <u>1,287</u>	\$ <u>19,739</u>
Nancy M. and H. Clay Ferebee Fund			
Cash and Investments	\$ <u>1,533</u>	\$ <u>1</u>	\$ <u>1,534</u>
Liabilities	\$ <u>1,533</u>	\$ <u>1</u>	\$ <u>1,534</u>
School Tax Fund:			
Cash and Investments	\$ <u>32,122</u>	\$ <u>283,614</u>	\$ <u>315,736</u>
Liabilities	\$ <u>32,122</u>	\$ <u>283,614</u>	\$ <u>315,736</u>
Motor Vehicle Tax Fund:			
Cash and Investments	\$ <u>464</u>	\$ <u>(173)</u>	\$ <u>291</u>
Liabilities	\$ <u>464</u>	\$ <u>(173)</u>	\$ <u>291</u>
Total - All Agency Funds:			
Cash and Investments	\$ <u>68,847</u>	\$ <u>284,902</u>	\$ <u>353,749</u>
Liabilities	\$ <u>68,847</u>	\$ <u>284,902</u>	\$ <u>353,749</u>



## OTHER SCHEDULES

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This section includes additional information on property taxes.

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- Schedule of Ad Valorem Taxes Receivable
- Analysis of Current Tax Levy
- Ten Largest Taxpayers



Camden County, North Carolina  
 General Fund  
 Schedule of Ad Valorem Taxes Receivable  
 June 30, 2012

<u>Fiscal Year</u>	Uncollected Balance July 1, 2011	Additions	Collections And Credits	Uncollected Balance June 30, 2012
2011-2012	\$ -	\$ 6,863,554	\$ 6,597,133	\$ 266,421
2010-2011	1,352,555	-	1,261,047	91,508
2009-2010	913,085	-	869,329	43,756
2008-2009	536,619	-	507,650	28,969
2007-2008	85,728	-	62,046	23,682
2006-2007	52,412	-	31,499	20,913
2005-2006	56,567	-	26,568	29,999
2004-2005	19,644	-	6,629	13,015
2003-2004	17,447	-	5,580	11,867
2002-2003	13,701	-	4,481	9,220
2001-2002	12,837	-	12,837	-
TOTALS	<u>\$ 3,060,595</u>	<u>\$ 6,863,554</u>	<u>\$ 9,384,799</u>	<u>\$ 539,350</u>

Less: Allowance for uncollectable taxes (124,000)

Ad valorem taxes - General Fund \$ 415,350

Reconcilement with revenues:

Ad valorem taxes - General Fund \$ 8,450,121  
 Ad valorem taxes - Revaluation Fund 75,000

Reconciling items:

Penalties and Interest (267,916)  
 Collection of Old Taxes (692)  
 Release 1,128,286  
 Total Reconciling Items 859,678

Total Collections and Credits \$ 9,384,799

Camden County, North Carolina  
 Analysis of Current Tax Levy  
 County - Wide Levy  
 For the Fiscal Year Ended June 30, 2012

	County - wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property Taxes at Current Year Rate	\$ 1,169,192,712	0.5900%	\$ 6,898,237	\$ 6,418,419	\$ 479,818
Total Original Levy	<u>1,169,192,712</u>		<u>6,898,237</u>	<u>6,418,419</u>	<u>479,818</u>
Discoveries:					
Current year taxes	1,803,051	0.5900%	10,638	10,638	-
Total Discoveries	<u>1,803,051</u>		<u>10,638</u>	<u>10,638</u>	<u>-</u>
Abatements					
Current Year Taxes	(7,681,525)	0.5900%	(45,321)	(32,400)	(12,921)
Total Abatements	<u>(7,681,525)</u>		<u>(45,321)</u>	<u>(32,400)</u>	<u>(12,921)</u>
Total for Year	<u>\$ 1,163,314,237</u>		6,863,554	6,396,657	466,897
Uncollected taxes at June 30, 2012			<u>266,421</u>	<u>205,290</u>	<u>61,131</u>
Current year's taxes collected			<u>\$ 6,597,133</u>	<u>\$ 6,191,367</u>	<u>\$ 405,766</u>
Current levy collection percentage			<u>96.12%</u>	<u>96.79%</u>	<u>86.91%</u>

Camden County, North Carolina  
Analysis of Current Tax Levy  
County - wide Levy  
For the Fiscal Year Ended June 30, 2012

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**Secondary Market Disclosures:**

Assessed Valuation:

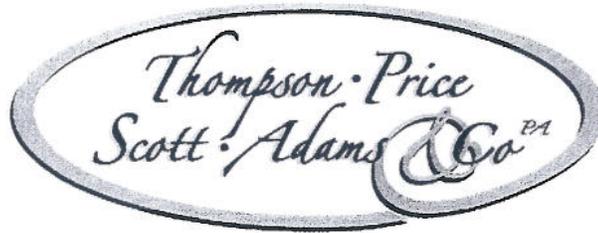
Assessment Ratio <sup>1</sup>	100 %
Real Property	\$ 1,037,640,748
Personal Property <sup>3</sup>	109,171,370
Public Service Companies <sup>2</sup>	<u>16,502,165</u>
Total Assessed Valuation	<u>1,163,314,283</u>
Tax Rate per \$100	0.59
Levy (includes discoveries, releases and abatements) <sup>3</sup>	<u>\$ 6,863,554</u>

Camden County, North Carolina  
Schedule of Ten Largest Taxpayers  
For the Fiscal Year Ended June 30, 2012

Taxpayer	Type of Business	2011 Assessed Valuation	Percentage of Total Assessed Valuation
AAR Corporation, ETAL	Real Estate	\$ 178,221,864	15.32 %
E & J Holding LLC	Training Facility	44,862,203	3.86
Blue Sky Development, LLC	Apartment Complex	6,687,119	0.57
GSD Manufacturing, LLC	Real Estate	6,379,322	0.55
Black Bear Disposal, LLC	Real Estate	6,209,661	0.53
U.S. Training Center, Inc.	Training Facility	4,297,797	0.37
Camden Square Associates	Real Estate	5,046,610	0.43
Dominion North Carolina Power	Utility	5,216,780	0.45
George Wood Farms, Inc.	Farm	15,175,763	1.30
Albemarle Elec Membership Corp	Utility	4,917,627	0.42
Total		<u>\$ 277,014,746</u>	<u>23.80 %</u>

## COMPLIANCE SECTION





**CERTIFIED PUBLIC ACCOUNTANTS**

4024 Oleander Drive Suite 2  
Wilmington, North Carolina 28403  
Telephone (910) 799-4872 Fax (910) 395-4872

**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***

To the Board of County Commissioners  
Camden County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Camden County, North Carolina, as of and for the year ended June 30, 2012, which collectively comprises the Camden County's basic financial statements, and have issued our report thereon dated October 10, 2012. Our report includes a reference to 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. Other auditors audited the financial statements of the Camden County ABC Board, as described in our report on Camden 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 Camden County ABC Board were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

Management of Camden County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Camden County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Camden County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

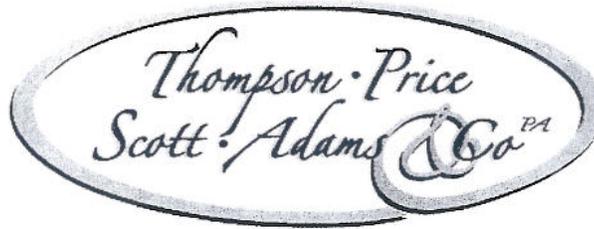
#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Camden County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, others within the entity, members of the County Commissioners, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

Thompson, Price, Scott, Adams & Co., P.A.  
October 10, 2012



**CERTIFIED PUBLIC ACCOUNTANTS**  
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**Report On Compliance With Requirements Applicable To Each Major Federal Program And  
Internal Control Over Compliance In Accordance With OMB Circular A-133 and the State Single  
Audit Implementation Act**

To the Board of County Commissioners  
Camden County, North Carolina

Compliance

We have audited Camden County, North Carolina, compliance with the types of compliance requirements described in the (OMB) Circular A-133 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 Camden County's major federal programs for the year ended June 30, 2012. Camden County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Camden County's management. Our responsibility is to express an opinion on Camden County's compliance based on our audit.

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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, 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 Camden 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. Our audit does not provide a legal determination on the Camden County's compliance with those requirements.

In our opinion, Camden County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its to each of its major federal programs for the year ended June 30, 2012.

## Internal Control Over Compliance

The management of Camden County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Camden County's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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.

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.

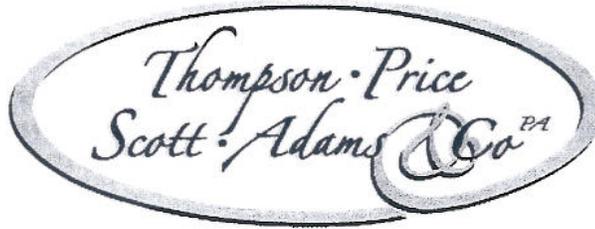
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the management, others within the entity, members of Board of County Commissioners, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

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*Thompson, Price, Scott, Adams & Co., P.A.*  
*October 10, 2012*



**CERTIFIED PUBLIC ACCOUNTANTS**  
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**Report On Compliance With Requirements Applicable To Each Major State Program And Internal Control Over Compliance In Accordance With Applicable Sections Of OMB Circular A-133 and the State Single Audit Implementation Act**

To the Board of County Commissioners  
Camden County, North Carolina

Compliance

We have audited Camden County, North Carolina's, compliance with the types of compliance requirements described in *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 Camden County's major State programs for the year ended June 30, 2012. Camden County's major State programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major State programs is the responsibility of Camden County's management. Our responsibility is to express an opinion on Camden County's compliance based on our audit.

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 OMB Circular A-133, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, 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 Camden 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. Our audit does not provide a legal determination on the Camden County's compliance with those requirements.

In our opinion, Camden County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its to each of its major State programs for the year ended June 30, 2012.

Internal Control Over Compliance

The management of Camden County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to State programs. In planning and performing our audit, we considered Camden County's internal control over compliance with the requirements that could have a direct and material effect on a major State program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act, 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.

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.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the management, others within the entity, members of Board of County Commissioners, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

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*Thompson, Price, Scott, Adams & Co., P.A.*  
*October 10, 2012*

Camden County, North Carolina  
 Schedule of Findings and Questioned Costs  
 For the Fiscal Year Ended June 30, 2012

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**Section I. Summary of Auditor's Results**

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Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified?            \_\_\_yes            Xno
- Significant Deficiency(s) identified  
that are not considered to be  
material weaknesses                            \_\_\_yes            Xno

Noncompliance material to financial  
statements noted                                \_\_\_yes            Xno

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified?            \_\_\_yes            Xno
- Significant Deficiency(s) identified  
that are not considered to be  
material weaknesses                            \_\_\_yes            Xnone reported

Type of auditor's report issued on compliance for major federal programs: Unqualified.

Any audit findings disclosed that are  
required to be reported in accordance  
with Section 510(a) of Circular A-133            \_\_\_yes            Xno

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Names of Federal Program or Cluster</u>
93.778	Title XIX-Medicaid

Camden County, North Carolina  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2012

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Dollar threshold used to distinguish  
between Type A and Type B Programs      \$ 300,000

Auditee qualified as low-risk auditee?      \_\_\_yes      Xno

State Awards

Internal control over major state programs:

- Material weakness(es) identified?      \_\_\_yes      Xno
- Significant Deficiency(s) identified  
that are not considered to be  
material weaknesses      \_\_\_yes      Xnone reported

Type of auditor's report issued on compliance for major state programs: Unqualified.

Any audit findings disclosed that are  
required to be reported in accordance  
with State Single Audit Implementation  
Act      \_\_\_yes      Xno

Identification of major state programs:

---

Name of State Program or Cluster

The Medical Assistance Program which is a State match on a federal program also meets the  
criteria for a major state program, but this program has been included in the list of major federal  
programs above.

Gold Leaf Grant

Camden County, North Carolina  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2012

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**Section II – Financial Statement Findings**

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None reported.

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**Section III – Federal Award Findings and Questioned Costs**

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None reported.

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**Section IV – State Award Findings and Questioned Costs**

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None reported.

Camden County, North Carolina  
Corrective Action Plan  
For the Fiscal Year Ended June 30, 2012

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**Section II – Financial Statement Findings**

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None reported.

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**Section III – Federal Award Findings and Questioned Costs**

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None reported.

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**Section IV – State Award Findings and Questioned Costs**

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None reported.

Camden County, North Carolina  
Summary Schedule of Prior Audit Findings  
For the Fiscal Year Ended June 30, 2012

Status: N/A

Camden County, North Carolina  
Schedule of Expenditures of Federal and State Awards  
For the Year Ended June 30, 2012

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<b>Federal Awards:</b>				
<u>U.S. Dept. of Agriculture</u>				
<u>Food and Nutrition Service</u>				
Passed-through the N.C. Dept. of Health and Human Services:				
Division of Social Services:				
Administration:				
<u>Supplemental Nutrition Assist. Program Cluster</u>				
State Administrative Matching Grants for				
the Supplemental Nutrition Assistance Program				
T Total Supplemental Nutrition Assist. Program Cluster	10.561	81,688	-	81,688
		<u>81,688</u>	<u>-</u>	<u>81,688</u>
Total U.S. Dept. of Agriculture		<u>81,688</u>	<u>-</u>	<u>81,688</u>
<u>U.S. Dept. of Transportation</u>				
Federal Transit Administration				
Passed-through the N.C. Department				
of Transportation:				
Highway Safety Program	20.609	48,617	-	-
		<u>48,617</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Health &amp; Human Services</u>				
<u>Administration for Children and Families</u>				
Passed-through the N.C. Dept. of Health and Human Services:				
Division of Social Services:				
Family preservation	93.556	467	-	-
<u>Temporary Assistance for Needy Families Cluster</u>				
Work First Administration	93.558	22,612	-	14,982
TANF Domestic Violence	93.558	7,270	-	-
TANF TEA Foster Care	93.558	1,743	-	-
Work First Service	93.558	76,965	-	78,847
TANF Payment and Penalties	93.558	61,654	(18)	-
Total TANF Cluster		<u>170,244</u>	<u>(18)</u>	<u>93,829</u>
N. C. Child Support Enforcement Section	93.563	51,739	-	26,653
Low-Income Home Energy Assistance Block Grant:				
Administration	93.568	4,817	-	-
Energy Assistance Payments- Direct Benefit Payments	93.568	18,000	-	-
Crisis Intervention Program	93.568	44,722	-	-
Child Welfare Services-State Grants				
- Permanency Planning - Families for Kids	93.645	2,764	-	921
Social Services Block Grant - Other Service and Training	93.667	32,201	3,229	11,810
In Home Services	93.667	511	-	73
Independent Living Grant	93.674	(1,087)	28	-

Camden County, North Carolina  
Schedule of Expenditures of Federal and State Awards  
For the Year Ended June 30, 2012

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Foster Care and Adoption Cluster:(Note 2)				
Title IV-E Foster Care-Administration	93.658	10,668	2,335	4,743
Foster Care-Direct Benefit Payments	93.658	1,827	913	913
Adoption Assistance-Direct Benefit Payments	93.659	18,164	4,861	4,861
Total Foster Care and Adoption Cluster		30,659	8,109	10,517
Division of Child Development:				
Subsidized Child Care (Note 2)				
<u>Child Care Development Fund Cluster</u>				
Division of Social Services:				
Child Care Development Fund-Administration	93.596	75,780	-	-
Division of Child Development:				
Child Care and Development Block Grant	93.575	62,395	-	-
Child Care and Development Fund - Mandatory	93.596	22,763	-	-
Child Care and Development Fund - Match	93.596	8,471	-	-
Total Child Care Development Fund Cluster		169,409	-	-
Foster Care IV-E	93.658	1,003	-	-
ARRA - Temporary Assistance for Needy Families	93.558	27,571	-	-
Temporary Assistance for Needy Families	93.714	2,107	-	-
State Appropriations		-	6,186	-
TANF - MOE		-	3,461	-
Total Subsidized Child Care Cluster		200,090	9,647	-
<u>Centers for Medicare and Medicaid Services</u>				
Passed-through the N.C. Dept. of Health and Human Services:				
Division of Medical Assistance:				
Direct Benefit Payments:				
Medical Assistance Program	93.778	4,201,956	2,484,968	57
Division of Social Services:				
Administration:				
Medical Assistance Program	93.778	167,074	6,639	160,434
State Children's Insurance Program - N.C. Health Choice	93.767	16,472	305	5,004
Total U.S. Dept. of Health and Human Services		4,940,629	2,512,907	309,298
<u>Dept. of Housing and Urban Development(HUD)</u>				
Passed-through N.C. Department of Commerce:				
Small Cities Program				
Scattered Site Housing Grant	14.229	6,559	-	-
Total Dept. of Housing and Urban Development(HUD)		6,559	-	-
Total Federal Awards		5,077,493	2,512,907	390,986

Camden County, North Carolina  
Schedule of Expenditures of Federal and State Awards  
For the Year Ended June 30, 2012

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<b>State Awards:</b>				
<u>N.C. Dept. of Health and Human Services</u>				
Division of Aging and Adult Services:				
County Funded Programs/Non Allocating costs		-	-	67,237
State/County Special Assistance for Adults		-	54,943	55,926
Passed through Albemarle Commission:				
Senior Center Grant		-	4,936	-
Senior Nutrition		-	7,242	-
Division of Social Services:				
State Foster Care Benefits Program		-	5,269	5,269
 Total N. C. Department of Health and Human Services		<u>-</u>	<u>72,390</u>	<u>128,432</u>
<u>N.C. Dept. of Juvenile Justice and Delinquency Prevention</u>				
Juvenile Crime Prevention		-	51,907	-
Total Office of Governor		-	51,907	-
<u>N.C. Dept. of Administration</u>				
Elections Coding Grant		-	3,777	-
Total Nc Dept of Administration		-	3,777	-
<u>Office of the Governor</u>				
<u>Office of State Budget and Management</u>				
Golden Leaf Grant		-	447,410	-
Total Office of Governor		-	447,410	-
<u>N.C. Dept. of Transportation</u>				
Dismal Swamp Welcome/Visitor Center		-	150,000	-
Total N. C. Dept. Of Transportation		-	150,000	-
<u>N.C. Dept. of Public Instruction</u>				
Public School Building Capital Fund		-	200,000	-
<u>N.C. Department of Environment and Natural Resources</u>				
White Goods Grant		-	9,497	-
Soil and Water Conservation Funds		-	17,769	-
Waste recycling and reduction grant		-	11,197	-
Solid Waste Disposal		-	8,166	-
Scrap Tire Grant		-	2,787	-
Total N.C. Dept. EHNR		-	49,416	-
<u>North Carolina Rural Economic Development Center</u>				
Clean Water Bond Supplemental Grants Program		-	6,500	-
<u>N.C. Dept. of Insurance</u>				
SHIIP Gant		-	3,795	-
South Mills Fire Grant		-	16,715	-
Total N.C. Dept. of Insurance		-	20,510	-
Total State Awards		<u>-</u>	<u>550,723</u>	<u>128,432</u>
Total Federal and State Awards		<u>\$ 5,077,493</u>	<u>\$ 3,063,630</u>	<u>\$ 519,418</u>

Camden County, North Carolina  
 Schedule of Expenditures of Federal and State Awards  
 For the Year Ended June 30, 2012

Grantor/Pass-through <u>Grantor/Program Title</u>	Federal CFDA <u>Number</u>	Fed. (Direct & Pass-through) <u>Expenditures</u>	State <u>Expenditures</u>	Local <u>Expenditures</u>
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Notes to the Schedule of Expenditures of Federal and State Financial Awards:

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1. Basis of Presentation  
 The accompanying schedule of expenditures of federal and State awards includes the federal and State grant activity of Camden County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the State Single Audit Implementation Act. Therefore some, amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Benefit payments are paid directly to recipients and are not included in the county's basic financial statements. However, due to the county's involvement in determining eligibility, they are considered federal awards to the county and are included on this schedule.
  
2. 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, TANF, and Foster Care and Adoption.

