

CAMDEN COUNTY, NORTH CAROLINA

ANNUAL FINANCIAL REPORT
Year Ended June 30, 2013

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

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FINANCIAL SECTION



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

Independent Auditors' Report

To the Board of County Commissioners
Camden County, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Camden County, North Carolina, as of and for the year then ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Camden County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Camden County ABC Board. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Camden County ABC Board is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Camden County ABC Board were not audited in accordance with Governmental Auditing Standards.

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

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

Opinions

In our opinions, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Camden County, North Carolina as of June 30, 2013, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, School Capital Fund, and Special Capital Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the 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 basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of Camden County, North Carolina. The combining and individual fund statements, budgetary schedules, other schedules as well as the accompanying Schedule of Expenditures of Federal and State Awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Implementation Act* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2013 on our consideration of Camden County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Camden County's internal control over financial reporting and compliance.

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

Thompson, Price, Scott, Adams & Co., P.A
Wilmington, North Carolina
October 10, 2013

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, 2013. 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 and deferred inflows of resources at the close of the fiscal year by \$8,237,106 (*net position*). 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 \$14,497,592 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 \$11,359,092, a decrease of \$84,387 in comparison with the prior year. School construction and other capital expenditures negatively impacted this decrease. Approximately \$4,492,878 remains as unassigned fund balance.

At the end of the fiscal year, fund balance (before any reserves or designations) for the General Fund was \$6,336,414, or 52% total General Fund expenditures for the current fiscal year.

The County's total debt decreased during the fiscal year by \$2,016,463 from normal principal payments made timely AARA funding of the R/O Upgrade.

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

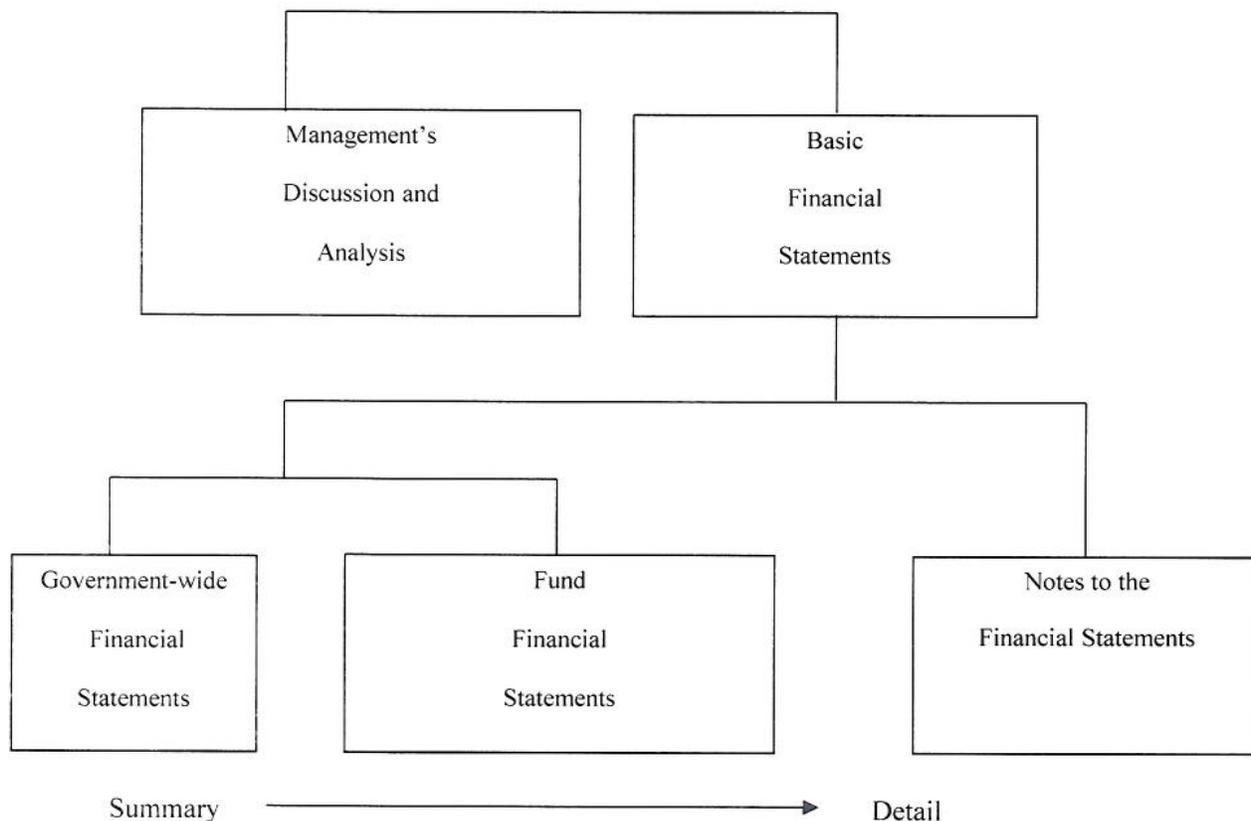
On June 17, 2013 the Camden County Board of Commissioners adopted the Camden County Capital Improvement Plan for fiscal years 2013/2014 thru 2017/2018.

New residential unit construction was 32 units this year. Total new construction increased by \$3,839,000 for this 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.

Following the Notes is the required supplemental information. This section contains funding information about the County's Other Post Employment Benefit Plan.

Government-Wide Financial Statements

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

The two government-wide statements report the County's net position and how they have changed. Net position is the difference between the County's total assets and total liabilities and deferred inflows of resources. Measuring net position is one way to gauge the County's financial condition.

The government-wide statements are divided into 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 Position 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 Position and the Statement of Activities.

Agency and Trust Funds - Agency funds are used to account for resources held for the benefit of parties outside the government. The County has four 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 its employees.

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

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 12,390,360	\$12,247,848	\$ 843,660	\$ 1,249,131	\$13,234,020	\$13,496,979
restricted Cash	-	-	-	-	-	-
Capital assets	13,417,376	12,412,466	21,608,189	20,591,868	35,025,565	33,004,334
Total assets	<u>25,807,736</u>	<u>24,660,314</u>	<u>22,451,849</u>	<u>21,840,999</u>	<u>48,259,585</u>	<u>46,501,313</u>
Long-term liabilities outstanding	15,410,839	17,742,066	2,816,305	3,898,883	18,227,144	21,640,949
Other liabilities	2,145,759	796,729	612,341	267,575	2,758,100	1,064,304
Deferred inflows of resources	14,032	-	-	-	14,032	-
Total liabilities	<u>17,570,630</u>	<u>18,538,795</u>	<u>3,428,646</u>	<u>4,166,458</u>	<u>20,999,276</u>	<u>22,705,253</u>
Net assets:						
Net investment						
in capital assets	10,172,901	-	18,572,052	16,692,985	28,744,953	16,692,985
Restricted	5,860,265	903,387	-	-	5,860,265	903,387
Unrestricted	(7,796,060)	5,218,132	451,151	981,556	(7,344,909)	6,199,688
Total net position	<u>\$ 8,237,106</u>	<u>\$ 6,121,519</u>	<u>\$19,023,203</u>	<u>\$17,674,541</u>	<u>\$27,260,309</u>	<u>\$23,796,060</u>

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets of the County exceeded liabilities by \$27,260,309 as of June 30, 2013. Net position is reported in three net categories: net investment in capital assets of \$28,744,953 restricted assets of \$5,860,265 and unrestricted net position \$(7,344,909). The amount net investment in capital assets 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, 2013, the increase in this category of net position is due to repayment of long-term debt and the purchase of capital assets from funds provided by grants. The second category of net position is restricted net position.

The final category of net position is unrestricted net position. This balance may be used to meet the government's ongoing obligations to citizens and creditors. At June 30, 2013, the total unrestricted net deficit of \$7,344,909 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 position 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 96.28%.

Camden County
Changes in Net Position
Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues						
Charges for Services	\$ 1,004,747	\$ 514,864	\$ 1,054,985	\$ 1,101,220	\$ 2,059,732	\$ 1,616,084
Operating grants and contributions	1,607,352	1,447,574	-	-	1,607,352	1,447,574
Capital grants and contributions	943,911	200,000	1,628,978	447,410	2,572,889	647,410
General revenues:						
Property taxes	7,559,290	5,808,663	-	-	7,559,290	5,808,663
Other taxes	3,001,081	4,081,788	-	-	3,001,081	4,081,788
Investment earnings	110,160	113,685	4,226	7,681	114,386	121,366
Other	-	31,668	-	-	-	31,668
Total revenues	14,226,541	12,198,242	2,688,189	1,556,311	16,914,730	13,754,553
Expenses:						
General government	1,986,856	3,076,952	-	-	1,986,856	3,076,952
Public Safety	3,530,940	3,441,638	-	-	3,530,940	3,441,638
Economic and physical development	817,336	840,349	-	-	817,336	840,349
Human services	1,374,889	663,828	-	-	1,374,889	663,828
Cultural and recreation	1,289,955	1,388,883	-	-	1,289,955	1,388,883
Education	1,949,000	1,949,000	-	-	1,949,000	1,949,000
Interest on long-term debt	473,569	479,899	-	-	473,569	479,899
Environmental protection	543,030	576,386	-	-	543,030	576,386
Water	-	-	1,484,906	1,393,598	1,484,906	1,393,598
Total expenses	11,965,575	12,416,935	1,484,906	1,393,598	13,450,481	13,810,533
Increase (decrease) in net position before transfers and special items	2,260,966	(218,693)	1,203,283	162,713	3,464,249	(55,980)
Transfers	(145,379)	(565,454)	145,379	565,454	-	-
Increase (decrease) in net position	2,115,587	(784,147)	1,348,662	728,167	3,464,249	(55,980)
Net position, July 1	6,121,519	6,905,666	17,674,541	16,946,374	23,796,060	23,852,040
Net position, June 30	\$ 8,237,106	\$ 6,121,519	\$ 19,023,203	\$ 17,674,541	\$ 27,260,309	\$ 23,796,060

Governmental activities: Governmental activities increased the County's net position by \$2,115,587.

Business-type activities: Business-type activities increased the County's net position by \$1,348,662.

Financial Analysis of the County's Funds

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

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, fund balance available for appropriation can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,492,878 while total fund balance reached \$6,336,414. 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 37 percent of total General Fund expenditures while total fund balance is 52%.

At June 30, 2013, the governmental funds of the County reported a combined fund balance of \$11,359,092.

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). None of the appropriated Fund Balance was needed to offset the expenditures.

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 increase in net position was \$1,348,662. The primary factors affecting the increase was the capital grants received in the amount of \$1,628,978.

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, 2013, totals \$35,025,565 (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	
	2013	2012	2013	2012	2013	2012
Land	\$ 4,785,809	\$ 4,785,809	\$ 718,380	\$ 718,380	\$ 5,504,189	\$ 5,504,189
Buildings	4,118,643	3,321,539	-	-	4,118,643	3,321,539
Furniture, fixtures and equipment, vehicles	1,111,518	1,165,793	67,400	74,874	1,178,918	1,240,667
Other improvements	2,265,565	2,096,671	20,059,101	17,899,874	22,324,666	19,996,545
Construction in Progress	1,135,841	1,042,654	763,308	1,898,740	1,899,149	2,941,394
Total	\$ 13,417,376	\$12,412,466	\$21,608,189	\$20,591,868	\$35,025,565	\$33,004,334

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, 2013, the South Camden Water & Sewer District had total bonded debt outstanding of \$1,394,490. Other outstanding loans include: Drinking Water State Revolving Loan, \$620,996; State Clean Water Bond Loan, \$809,540. Camden County has \$14,497,592 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, 2013 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	
	2013	2012	2013	2012	2013	2012
General Obligation Debt	\$ -	\$ -	\$ 3,036,137	\$ 3,898,883	\$ 3,036,137	\$ 3,898,883
Installment Purchases	16,588,348	17,742,066	-	-	16,588,348	17,742,066
Total	\$ 16,588,348	\$17,742,066	\$ 3,036,137	\$ 3,898,883	\$19,624,485	\$21,640,949

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 \$77,428,384. 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, 2013, 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 32 units this year. Total new construction increased by \$3,839,000 for this fiscal year.

Budget Highlights for the Fiscal Year Ending June 30, 2014

Governmental Activities: The County has approved a \$11,277,990 general budget for the fiscal year 2014. 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 severe 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 improvements to the County Sewer System.

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, 330 East Hwy. 158, 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 Position
June 30, 2013

	<u>Primary Government</u>			<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Camden County ABC Board</u>
ASSETS				
Cash and cash equivalents	\$ 10,311,504	\$ 435,005	\$ 10,746,509	\$ 77,738
Taxes receivable, net	514,778	-	514,778	-
Accounts receivable, net	1,482,508	408,655	1,891,163	-
Inventories	-	-	-	127,335
Prepaid expenses	-	-	-	6,835
Accrued interest on taxes receivable	81,570	-	81,570	-
Capital assets:				
Land, non-depreciable improvements, and construction in progress	5,921,649	1,481,688	7,403,337	25,405
Other capital assets, net of depreciation	7,495,727	20,126,501	27,622,228	70,085
Total assets	<u>25,807,736</u>	<u>22,451,849</u>	<u>48,259,585</u>	<u>307,398</u>
LIABILITIES				
Accounts payable and accrued liabilities	420,888	298,966	719,854	54,344
Accrued interest payable	99,713	22,500	122,213	-
Compensated absences payable	206,993	31,932	238,925	-
Other postemployment benefits	240,656	39,111	279,767	-
Current-portion of long-term liabilities	1,177,509	219,832	1,397,341	-
Long-term liabilities				
Due in more than one year	15,410,839	2,816,305	18,227,144	-
Total liabilities	<u>17,556,598</u>	<u>3,428,646</u>	<u>20,985,244</u>	<u>54,344</u>
DEFERRED INFLOWS OF RESOURCES				
Prepaid taxes	14,032	-	14,032	-
Total deferred inflows of resources	<u>14,032</u>	<u>-</u>	<u>14,032</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	10,172,901	18,572,052	28,744,953	95,491
Stabilization by State Statute	1,912,543	-	1,912,543	-
Register of Deeds	8,677	-	8,677	-
Fire Protection	582,842	-	582,842	-
School Capital	3,356,203	-	3,356,203	-
Capital Improvement	-	-	-	6,265
Unrestricted	(7,796,060)	451,151	(7,344,909)	151,298
Total net position	<u>\$ 8,237,106</u>	<u>\$ 19,023,203</u>	<u>\$ 27,260,309</u>	<u>\$ 253,054</u>

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

**Camden County, North Carolina
Statement of Activities
For the Year Ended June 30, 2013**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental Activities:				
General government	\$ 1,986,856	\$ 361,563	\$ 6,275	\$ -
Public safety	3,530,940	619,940	142,480	-
Cultural and recreation	1,289,955	19,675	-	-
Economic and physical development	817,336	-	317,571	943,911
Human services	1,374,889	-	960,086	-
Education	1,949,000	-	138,720	-
Environmental protection	543,030	3,569	42,220	-
Interest on long-term debt	473,569	-	-	-
Total governmental activities	<u>11,965,575</u>	<u>1,004,747</u>	<u>1,607,352</u>	<u>943,911</u>
Business-type activities:				
Water	<u>1,484,906</u>	<u>1,054,985</u>	<u>-</u>	<u>1,628,978</u>
Total business-type activities	<u>1,484,906</u>	<u>1,054,985</u>	<u>-</u>	<u>1,628,978</u>
	<u>\$ 13,450,481</u>	<u>\$ 2,059,732</u>	<u>\$ 1,607,352</u>	<u>\$ 2,572,889</u>
Component unit:				
ABC Board	\$ 1,065,975	\$ 1,068,010	\$ -	\$ -
Total component unit	<u>\$ 1,065,975</u>	<u>\$ 1,068,010</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 position				
Net position-beginning				
Net position-ending				

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

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Camden County ABC Board
\$ (1,619,018)	\$ -	\$ (1,619,018)	
(2,768,520)	-	(2,768,520)	
(1,270,280)	-	(1,270,280)	
444,146	-	444,146	
(414,803)	-	(414,803)	
(1,810,280)	-	(1,810,280)	
(497,241)	-	(497,241)	
(473,569)	-	(473,569)	
<u>(8,409,565)</u>	<u>-</u>	<u>(8,409,565)</u>	
-	1,199,057	1,199,057	
-	1,199,057	1,199,057	
\$ <u>(8,409,565)</u>	\$ <u>1,199,057</u>	\$ <u>(7,210,508)</u>	
			\$ <u>2,035</u>
			\$ <u>2,035</u>
7,559,290	-	7,559,290	-
1,036,294	-	1,036,294	-
1,964,787	-	1,964,787	-
-	-	-	-
110,160	4,226	114,386	435
-	-	-	-
<u>(145,379)</u>	<u>145,379</u>	<u>-</u>	<u>-</u>
<u>10,525,152</u>	<u>149,605</u>	<u>10,674,757</u>	<u>435</u>
2,115,587	1,348,662	3,464,249	2,470
6,121,519	17,674,541	23,796,060	250,584
\$ <u>8,237,106</u>	\$ <u>19,023,203</u>	\$ <u>27,260,309</u>	\$ <u>253,054</u>

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

**Camden County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2013**

	Major			ECO Park Capital Project Fund	NonMajor	Total Governmental Funds
	General Fund	School Capital Fund	Special Capital Fund		Other Governmental Funds	
ASSETS						
Cash, including time deposits	\$ 4,894,429	\$ 487,267	\$ 2,868,936	\$ -	\$ 2,060,872	\$ 10,311,504
Accounts receivable, net	990,637	56,859	-	925,000	24,790	1,997,286
Due from other funds	1,355,035	-	-	-	-	1,355,035
Total assets	<u>\$ 7,240,101</u>	<u>\$ 544,126</u>	<u>\$ 2,868,936</u>	<u>\$ 925,000</u>	<u>\$ 2,085,662</u>	<u>\$ 13,663,825</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	387,519	-	-	20,294	13,075	420,888
Due to other funds	-	-	-	1,003,211	351,824	1,355,035
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>387,519</u>	<u>-</u>	<u>-</u>	<u>1,023,505</u>	<u>364,899</u>	<u>1,775,923</u>
DEFERRED INFLOWS OF RESOURCES						
Property taxes receivable	502,136	-	-	-	12,642	514,778
Prepaid taxes	14,032	-	-	-	-	14,032
Total deferred inflows of resources	<u>516,168</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,642</u>	<u>528,810</u>
Fund balances:						
Restricted						
Stabilization by State Statute	1,843,536	56,859	-	-	12,148	1,912,543
Register of Deeds	-	-	-	-	8,677	8,677
Fire Protection	-	-	-	-	582,842	582,842
School Capital	-	487,267	2,868,936	-	-	3,356,203
Committed						
Capital Reserve	-	-	-	-	-	-
Tax Revaluation	-	-	-	-	569,546	569,546
Economic Development	-	-	-	(98,505)	534,908	436,403
Unassigned	4,492,878	-	-	-	-	4,492,878
Total fund balances	<u>6,336,414</u>	<u>544,126</u>	<u>2,868,936</u>	<u>(98,505)</u>	<u>1,708,121</u>	<u>11,359,092</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,240,101</u>	<u>\$ 544,126</u>	<u>\$ 2,868,936</u>	<u>\$ 925,000</u>	<u>\$ 2,085,662</u>	

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

Liabilities for earned revenues considered deferred inflows of resources in fund statements.	514,778
Other assets are not available to pay for current-period expenditures and therefore are not accrued as income in the funds.	81,570
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	13,417,376
Long-term debt included as net position below (includes the addition of long-term debt and principal payments during the year.)	<u>(17,135,710)</u>
Net position of governmental activities	<u>\$ 8,237,106</u>

Camden County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2013

	Major			Non Major		Total Governmental Funds
	General Fund	School Capital Fund	Special Capital Fund	ECO Park Capital Project Fund	Other Governmental Funds	
REVENUES						
Ad valorem taxes	\$ 6,868,293	\$ -	\$ -	\$ -	\$ 587,184	\$ 7,455,477
Other taxes and licenses	2,202,047	342,043	267,888	-	154,036	2,966,014
Unrestricted intergovernmental	62,534	-	-	-	-	62,534
Restricted intergovernmental	1,131,932	138,720	-	943,911	336,800	2,551,363
Local Contributions	-	-	-	-	-	-
Permits and fees	754,532	-	-	-	7,531	762,063
Sales and services	90,210	-	-	-	19,287	109,497
Investment earnings	54,267	10,422	27,359	-	18,112	110,160
Miscellaneous	98,913	-	-	-	11,838	110,751
Total revenues	<u>11,262,728</u>	<u>491,185</u>	<u>295,247</u>	<u>943,911</u>	<u>1,134,788</u>	<u>14,127,859</u>
EXPENDITURES						
Current:						
General government	1,774,914	-	463,507	-	4,820	2,243,241
Public safety	3,091,812	-	-	-	220,703	3,312,515
Environmental protection	502,552	-	-	-	23,218	525,770
Economic and physical development	637,731	-	-	1,042,416	187,699	1,867,846
Culture and recreation	1,022,902	-	-	-	192,771	1,215,673
Human services	1,318,208	-	-	-	-	1,318,208
Intergovernmental:						
Education	1,649,000	-	-	-	300,000	1,949,000
Debt service:						
Principal	1,656,609	-	-	-	69,109	1,725,718
Interest	438,008	-	-	-	42,888	480,896
Total expenditures	<u>12,091,736</u>	<u>-</u>	<u>463,507</u>	<u>1,042,416</u>	<u>1,041,208</u>	<u>14,638,867</u>
Excess (deficiency) of revenues over expenditures	<u>(829,008)</u>	<u>491,185</u>	<u>(168,260)</u>	<u>(98,505)</u>	<u>93,580</u>	<u>(511,008)</u>
OTHER FINANCING SOURCES						
Proceeds of long-term debt	572,000	-	-	-	-	572,000
Transfers to other funds	(197,045)	(1,251,414)	-	-	-	(1,448,459)
Transfers from other funds	1,251,414	-	-	-	51,666	1,303,080
Total other financing sources and uses	<u>1,626,369</u>	<u>(1,251,414)</u>	<u>-</u>	<u>-</u>	<u>51,666</u>	<u>426,621</u>
Net change in fund balance	797,361	(760,229)	(168,260)	(98,505)	145,246	(84,387)
Fund balances-beginning	5,539,053	1,304,355	3,037,196	-	1,562,875	11,443,479
Fund balances-ending	<u>\$ 6,336,414</u>	<u>\$ 544,126</u>	<u>\$ 2,868,936</u>	<u>\$ (98,505)</u>	<u>\$ 1,708,121</u>	<u>\$ 11,359,092</u>

Camden County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2013

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

Net changes in fund balance - total government funds	\$	(84,387)
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.		1,010,042
Cost of asset disposed of during the year		(5,132)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		103,813
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 has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.		1,153,718
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>(62,467)</u>
Total changes in net position of governmental activities	\$	<u>2,115,587</u>
	\$	2,115,587

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

Camden County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
For the Year Ended June 30, 2013

	General Fund			Variance With Final Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Ad valorem taxes	\$ 6,828,246	\$ 6,787,246	\$ 6,868,293	\$ 81,047
Other taxes and licenses	1,942,100	1,895,600	2,202,047	306,447
Unrestricted intergovernmental revenues	53,600	65,600	62,534	(3,066)
Restricted intergovernmental revenues	1,778,341	1,282,447	1,131,932	(150,515)
Permits and fees	647,941	685,741	754,532	68,791
Sales and services	41,000	74,476	90,210	15,734
Local contributions	-	-	-	-
Investment earnings	30,000	30,200	54,267	24,067
Miscellaneous	72,000	74,000	98,913	24,913
Total revenues	<u>11,393,228</u>	<u>10,895,310</u>	<u>11,262,728</u>	<u>367,418</u>
Expenditures				
Current:				
General government	2,156,806	2,212,830	1,774,914	437,916
Public safety	3,370,237	3,158,557	3,091,812	66,745
Economic and physical development	573,145	577,534	502,552	74,982
Environmental protection	684,440	740,813	637,731	103,082
Human Services	1,577,331	1,585,531	1,318,208	267,323
Cultural and recreational	368,717	1,287,343	1,022,902	264,441
Intergovernmental:				
Education	1,649,000	1,649,000	1,649,000	-
Debt service:				
Principal retirement	1,656,009	1,656,609	1,656,609	-
Interest	438,008	438,008	438,008	-
Total expenditures	<u>12,473,693</u>	<u>13,306,225</u>	<u>12,091,736</u>	<u>1,214,489</u>
Revenues over (under) expenditures	(1,080,465)	(2,410,915)	(829,008)	1,581,907
Other financing sources (Uses)				
Proceeds from installment purchases	-	572,000	572,000	-
Transfers from other funds	1,251,414	1,251,414	1,251,414	-
Transfers to other funds	(272,045)	(197,045)	(197,045)	-
Fund Balance Appropriated	101,096	784,546	-	(784,546)
Total other financing sources and uses	<u>1,080,465</u>	<u>2,410,915</u>	<u>1,626,369</u>	<u>(784,546)</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	797,361	\$ <u>797,361</u>
Fund Balances - Beginning			5,539,053	
Fund Balances - Ending			<u>\$ 6,336,414</u>	

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

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)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
300,000	300,000	342,043	42,043	200,000	200,000	267,888	67,888
-	-	-	-	-	-	-	-
200,000	200,000	138,720	(61,280)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
10,000	10,000	10,422	422	20,000	20,000	27,359	7,359
-	-	-	-	-	-	-	-
<u>510,000</u>	<u>510,000</u>	<u>491,185</u>	<u>(18,815)</u>	<u>220,000</u>	<u>220,000</u>	<u>295,247</u>	<u>75,247</u>
-	-	-	-	615,000	615,000	463,507	151,493
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	<u>615,000</u>	<u>615,000</u>	<u>463,507</u>	<u>151,493</u>
510,000	510,000	491,185	(18,815)	(395,000)	(395,000)	(168,260)	226,740
-	-	-	-	-	-	-	-
(1,511,414)	(1,511,414)	(1,251,414)	(260,000)	-	-	-	-
<u>1,001,414</u>	<u>1,001,414</u>	<u>-</u>	<u>(1,001,414)</u>	<u>395,000</u>	<u>395,000</u>	<u>-</u>	<u>(395,000)</u>
<u>(510,000)</u>	<u>(510,000)</u>	<u>(1,251,414)</u>	<u>(741,414)</u>	<u>395,000</u>	<u>395,000</u>	<u>-</u>	<u>(395,000)</u>
<u>\$ -</u>	<u>\$ -</u>	(760,229)	<u>\$ (760,229)</u>	<u>\$ -</u>	<u>\$ -</u>	(168,260)	<u>\$ (168,260)</u>
		1,304,355				3,037,196	
		<u>\$ 544,126</u>				<u>\$ 2,868,936</u>	

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

**Camden County, North Carolina
Statement of Fund Net Position
Proprietary Fund
June 30, 2013**

Exhibit 6

		Major Water and Sewer
Assets		
Current Assets:		
Cash and cash equivalents	\$	435,005
Grant receivable		234,050
Accounts receivable, net		174,605
Total Current Assets		843,660
Noncurrent Assets:		
Capital assets:		
Land and non-depreciable assets		1,481,688
Other capital assets, net of depreciation		20,126,501
Capital assets (net)		21,608,189
Total noncurrent assets		21,608,189
Total Assets		22,451,849
Liabilities		
Current Liabilities:		
Accounts payable & accrued liabilities		24,633
Current portion of long-term debt		219,832
Due to other funds		-
Total Current Liabilities		244,465
Noncurrent liabilities:		
Compensated absences		31,932
Accrued interest		22,500
Liabilities payable from restricted assets		274,333
Other postemployment benefits		39,111
General obligation bonds payable		2,816,305
Total noncurrent liabilities		3,184,181
Total Liabilities		3,428,646
Net Position		
Net investment in capital assets		18,572,052
Unrestricted		451,151
Total Net Position	\$	19,023,203

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

Camden County, North Carolina
Statement of Revenues and Expenditures and
Changes in Fund Net Position
Proprietary Fund
For The Year Ended June 30, 2013

Exhibit 7

	Major
	Water
Operating revenues:	
Charges for Services - Water	\$ 914,170
Charges for Services - Sewer	71,273
Hook-up connection fees and taps	30,550
Miscellaneous	38,992
Total Operating Revenues	1,054,985
Operating expenses:	
Reverse osmosis plant	317,260
Water distribution	330,430
Wastewater operations	205,816
Depreciation	484,081
Total operating expenses	1,337,587
Total Operating Income (Loss)	(282,602)
Nonoperating Revenues(Expenses):	
Interest income	4,226
Interest expense	(147,319)
Total Nonoperating Revenues (Expenses)	(143,093)
Capital Contributions	1,628,978
Transfers from other funds	145,379
Changes in net position	1,348,662
Net Position, beginning	17,674,541
Net Position, ending	\$ 19,023,203

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

Camden County, North Carolina
Statement of Cash Flows
Proprietary Fund
For The Year Ended June 30, 2013

Exhibit 8

	Major
	Water
Cash Flows From Operating Activities:	
Cash Received from Customers/others	\$ 1,022,384
Cash paid to suppliers for goods and services	(490,090)
Cash paid to employees for services	(512,816)
Net cash provided by (used for) operating activities	19,478
Cash Flows from (use by) capital and related financing activities:	
Capital contributions	
Federal and State grants	1,628,978
Principal repayments on long-term debt	(3,454,268)
Proceeds of Notes Payable	2,591,523
Increase (decrease) in restricted payables	274,333
Decrease (increase) in grant receivable	214,656
Acquisition of capital assets	(1,500,402)
Interest income	4,226
Interest expense	(147,319)
Net cash flows provided (used) by noncapital financing activities	(388,273)
Cash Flows from (used for) noncapital financing activities:	
Change in due to/froms	-
Transfers in/out (net)	145,379
	145,379
Net increase (decrease) in cash and cash equivalents	(223,416)
Cash and cash equivalents, beginning of year	658,421
Cash and cash equivalents, end of year	\$ 435,005
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (282,602)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	484,081
Changes in Assets and Liabilities:	
Decrease (increase) in accounts receivable - trade	(32,601)
Increase (decrease) in accounts payable & accrued expenses	(150,055)
Increase (decrease) in accrued vacation pay	655
Net cash provided (used) by operating activities	\$ 19,478

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

Camden County, North Carolina
Statement of Fiduciary Net Position
June 30, 2013

Exhibit 9

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ <u>8,498</u>
Liabilities and Net Position	
Miscellaneous liabilities	8,498
Due to governmental units	-
Total liabilities	<u>8,498</u>
Net Position	\$ <u>-</u>

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

CAMDEN COUNTY, NORTH CAROLINA
 NOTES TO THE FINANCIAL STATEMENTS
 For the Year Ended June 30, 2013

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 position 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 Fund - This fund is used to account for the school needs.

Special Capital 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 2012 through February 2013 apply to the fiscal year ended June 30, 2013. Uncollected taxes that were billed during this period are shown as a receivable on these financial statements and are offset by deferred inflows of resources.

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 position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

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, Deferred Outflow/Inflows of Resources 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, 2012. 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>Asset Class</u>	<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>Asset Class</u>	<u>Years</u>
Buildings	25
Furniture & Equipment	5-10

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County does not have any items that meets this criterion.

In addition to liabilities, the statement of financial position can also report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The County has only one item that meet the criterion for this category - prepaid taxes.

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 position.

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 unit.

10. Net Position/Fund Balances

Net Position

Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets; restricted; and unrestricted. Restricted net position represent constraints on resources that are either a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through state statute.

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:

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

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)]

Restricted for School Capital- portion of fund balance that can only be used for School Capital per G.S. 159-18-22.

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

Reconciliation of Government-wide & Fund Financial Statements

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 position-governmental activities as reported in the government-wide statement of net position. The net adjustment of \$(3,121,986) 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)	\$ 18,675,742
Less accumulated depreciation	<u>(5,258,366)</u>
Net capital assets	13,417,376
Liabilities for deferred inflows of resources reported in the fund statements but not the government-wide	514,778
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are unavailable in the fund statements	81,570
Other assets not available for current expenditures	81,570

Notes to the Financial Statements

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	(16,588,348)
Accrued interest payable	(99,713)
OPEB payable	(240,656)
Compensated absences	(206,993)
Total adjustment	<u>\$ (3,121,986)</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 \$2,199,974 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	\$ 1,527,257
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	(517,215)
Cost of asset disposed of during the year	(5,132)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements	1,725,718
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net position	(572,000)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in fund statements	103,813
Increase/Decrease in deferred inflows of resources- taxes receivable- at year end	
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>(62,467)</u>
Total adjustment	<u>\$ 2,199,974</u>

II. Stewardship, Compliance, and Accountability

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

Noncompliance with North Carolina General Statutes

None.

B. Deficit Fund Balance or Net Position of Individual Funds

The ECO Park and Scattered Housing Capital Project Funds have deficit fund balances due to timing issues related to grant income.

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, 2013, the County's deposits had a carrying amount of \$10,678,057 and a bank balance of \$10,834,599. Of the bank balance, \$1,376,577 was covered by federal depository insurance, the remainder was covered by the pooling method.

At June 30, 2013, Camden County had \$8,498 of cash in the fiduciary fund.

At June 30, 2013, Camden County had \$480 of cash on hand.

At June 30, 2013, the carrying amount of deposits for Camden County ABC Board was \$77,738. All of these amounts were covered by federal depository insurance.

2. Investments

As of June 30, 2013, the County's investments consisted of \$67,972 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, 2013.

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.

Notes to the Financial Statements

Year Levied	Tax	Interest	Total
2010	1,294,878	307,534	1,602,412
2011	1,312,918	193,655	1,506,573
2012	1,325,695	-	1,325,695
Total	<u>\$ 3,933,491</u>	<u>\$ 501,189</u>	<u>\$ 4,434,680</u>

4. Receivables

Receivables at the government-wide level at June 30, 2013 were as follows:

	Accounts	Taxes & Related Accrued Interest	Due From Other Governments	Total
Governmental Activities:				
General	\$ 455,676	\$ 707,886	\$ 32,825	\$ 1,196,387
Other Governmental	994,007	12,462	-	1,006,469
Total Receivables	1,449,683	720,348	-	2,170,031
Allowance for Doubtful Accounts	-	(124,000)	-	(124,000)
Total Governmental Activities	<u>\$ 1,449,683</u>	<u>\$ 596,348</u>	<u>\$ 32,825</u>	<u>\$ 2,078,856</u>
Business-Type Activities:				
Water/Sewer receivables	\$ 452,867	\$ -	\$ -	\$ 452,867
Allowance for Doubtful Accounts	(44,212)	-	-	(44,212)
Total Business-Type Activities	<u>\$ 408,655</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408,655</u>

5. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2013, was as follows:

	Beginning Balances July 1, 2012	Increases	Decreases	Ending Balances June 30, 2013
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 4,785,809	\$ -	\$ -	\$ 4,785,809
Construction in Progress	1,042,654	1,060,720	(967,534)	1,135,840
Total capital assets not being depreciated	<u>5,828,463</u>	<u>1,060,720</u>	<u>(967,534)</u>	<u>5,921,649</u>
Capital assets being depreciated:				
Buildings	4,721,630	990,845	-	5,712,475
Other improvements	2,838,390	268,441	-	3,106,831
Equipment	1,344,466	101,389	-	1,445,855
Vehicles and motor equipment	2,458,148	73,394	(42,610)	2,488,932
Total capital assets being depreciated	<u>11,362,634</u>	<u>1,434,069</u>	<u>(42,610)</u>	<u>12,754,093</u>
Less accumulated depreciation for:				
Buildings	1,400,090	193,742	-	1,593,832
Other improvements	741,719	99,547	-	841,266
Equipment	811,628	72,042	-	883,670
Vehicles and motor equipment	1,825,193	151,884	(37,478)	1,939,599
Total accumulated depreciation	<u>4,778,630</u>	<u>517,215</u>	<u>(37,478)</u>	<u>5,258,367</u>
Total capital assets being depreciated, net	<u>6,584,004</u>			<u>7,495,727</u>
Governmental activity capital assets, net	<u>\$ 12,412,467</u>			<u>\$ 13,417,376</u>

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

General government	\$ 162,976
Public Safety	219,150
Environmental Protection	11,221
Economic and Physical Development	3,757
Human Services	44,936
Cultural and Recreational	75,175
Total Depreciation Expense	<u>\$ 517,215</u>

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type Activities				
Water & Sewer District				
Capital assets not being depreciated:				
Land	\$ 718,380	\$ -	\$ -	\$ 718,380
Construction in progress	1,898,740	641,619	(1,777,051)	763,308
Total capital assets not being depreciated	<u>2,617,120</u>	<u>641,619</u>	<u>(1,777,051)</u>	<u>1,481,688</u>
Capital assets being depreciated:				
Plant and distribution systems	21,263,503	2,629,350	-	23,892,853
Furniture and equipment	75,458	-	-	75,458
Vehicles and motor equipment	143,936	6,484	-	150,420
Total capital assets being depreciated	<u>21,482,897</u>	<u>2,635,834</u>	<u>-</u>	<u>24,118,731</u>
Less accumulated depreciation for:				
Plant and distribution systems	3,363,629	470,123	-	3,833,752
Furniture and equipment	51,108	4,822	-	55,930
Vehicles and motor equipment	93,412	9,136	-	102,548
Total accumulated depreciation	<u>3,508,149</u>	<u>484,081</u>	<u>-</u>	<u>3,992,230</u>
Total capital assets being depreciated, net	<u>17,974,748</u>			<u>20,126,501</u>
Total Water and Sewer Fund District, Net	<u>\$ 20,591,868</u>			<u>\$ 21,608,189</u>

Discretely presented component unit
ABC Board:

Land	\$ 25,405
Buildings	161,798
Equipment	43,253
Less A/D	(134,966)
Property and Equipment, net	<u>\$ 95,490</u>

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2013, were as follows:

	Vendors	Accrued Interest	Total
Governmental Activities	<u>\$ 420,888</u>	<u>\$ 99,713</u>	<u>\$ 520,601</u>
Business-type Activities	<u>\$ 298,966</u>	<u>\$ 22,500</u>	<u>\$ 321,466</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 6.74% and 6.77%, 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, 2013, 2012, and 2011 were \$191,530, \$182,487, and \$166,692, respectively. The ABC Board's contributions to LGERs for the years ended June 30, 2013, 2012, and 2011 were \$2,574, \$2,650, and \$2,438, 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	<u>15</u>
Total	<u><u>15</u></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, 2013 were \$200,095, which consisted of \$142,501 from the County and \$57,594 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, 2013, the County's required and actual contributions were \$1,060.

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 December 31, 2012, 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	209,338
Net OPEB obligation, end of year	<u><u>\$ 279,776</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, 2013 were as follows:

Funded Status and Funding Progress. As of June 30, 2013 the plan was not funded. The actuarial accrued liability for benefits and, thus, the unfunded actuarial liability (UAAL) was \$636,078. The covered payroll (annual payroll of active employees covered by the plan) was \$2,788,528, and the ratio of UAAL to the covered payroll was 22.81%. 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
2011	\$ 70,812	0.00%	\$ 138,900
2012	\$ 70,438	0.00%	\$ 209,338
2013	\$ 70,438	0.00%	\$ 279,776

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, 2012 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, 2013, 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 Inflows of Resources

The balance in deferred or inflows of resources at year-end is composed of the following elements:

	Unavailable Revenue	Unearned Revenue
Prepaid taxes not yet earned (General)	\$ -	\$ 14,032
Taxes receivable, net (General), less penalties	502,136	-
Taxes receivable, net (Special Revenue)	12,642	-
Total	\$ 514,778	\$ 14,032

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, 2013, the 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. Matures in 2024.

\$ 3,570,815

Notes to the Financial Statements

\$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%. This note was paid off and refinanced with a principal amount of \$572,000 and calls for annual payments of \$52,000 plus interest at 2.29%. Matures in 2024.	521,504
\$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. Matures in 2023.	988,994
\$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%. Matures in 2026.	196,503
\$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%. Loan was paid off during year.	-
\$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 2.09%. Matures in 2021.	291,753
\$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 3.89%. Matures in 2027.	652,500
\$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. Matures in 2018.	750,000
\$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. Matures in 2015.	200,000
\$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 which includes interest at 4.125%. Matures in 2049.	9,416,279
	<u>\$ 16,588,348</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, 2013, 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%. These Bonds were refinanced during the year with a principal amount of \$1,274,000 with annual installments of \$99,493 plus interest at 3.89%.	\$ 1,239,490
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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). This Note was refinanced during the year with a principal amount of \$406,791 with varying annual installments plus interest at 2.19%.	366,111
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Notes to the Financial Statements

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. This associated project was completed during the year and half of the outstanding principal was forgiven. The new payments will be for 20 years at \$32,684 with no stated interest rate.

620,996

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%. This Note was refinanced during the year with a principal amount of \$910,732 with varying annual installments plus interest at 2.09%.

809,540

Total

\$ 3,036,137

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
2014	1,177,509	441,333	219,832	73,154
2015	1,184,271	431,321	221,594	68,385
2016	1,091,295	421,693	223,423	63,551
2017	1,098,595	411,788	225,324	58,644
2018	1,106,182	401,597	227,299	53,663
2019-2023	2,757,395	1,847,149	925,858	192,922
2024-2028	1,234,792	1,577,051	521,820	109,069
2029-2033	1,491,372	1,298,380	470,987	33,721
2034-2038	1,603,515	996,485	-	-
2039-2043	1,962,674	637,326	-	-
2044-2047	1,880,748	197,721	-	-
Total	<u>\$ 16,588,348</u>	<u>\$ 8,661,844</u>	<u>\$ 3,036,137</u>	<u>\$ 653,109</u>

At June 30, 2013 Camden County had a legal debt margin of \$77,428,384.

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, 2013:

	Balance 6/30/2012	Increases	Decreases	Balance 6/30/2013	Current Portion
Governmental Activities:					
Installment Purchases	\$ 17,742,066	\$ 572,000	\$ (1,725,718)	\$ 16,588,348	\$ 1,177,509
OPEB	181,488	59,168	-	240,656	-
Compensated absences	196,367	10,626	-	206,993	-
Total governmental activities	<u>\$ 18,119,921</u>	<u>\$ 641,794</u>	<u>\$ (1,725,718)</u>	<u>\$ 17,035,997</u>	<u>\$ 1,177,509</u>
Business Type Activities:					
General obligation debt	\$ 3,898,882	\$ 2,591,523	\$ (3,454,268)	\$ 3,036,137	\$ 219,832
OPEB	27,850	11,261	-	39,111	-
Compensated Absences	31,277	655	-	31,932	-
Total business type activities	<u>\$ 3,958,009</u>	<u>\$ 2,603,439</u>	<u>\$ (3,454,268)</u>	<u>\$ 3,107,180</u>	<u>\$ 219,832</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.

Debt Related to Capital Activities - Of the total Governmental Activities debt listed only \$2,090,756 relates to assets the County holds title.

Inter-fund Balances and Activity

Transfer to/from other fund

Transfers From/To Other Funds at June 30, 2013 consists of the following:

From the General fund to:

Special Revenue Eco Park Fund (Expenditures)	\$ 51,566
Revaluation Fund (Expenditures)	75,000
Water and Sewer Fund (Expenditures)	145,379

From School Capital Reserve Fund to:

General Fund (school debt)	1,251,414
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Totals	<u>\$ 1,523,359</u>
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Interfund Balances and Activity

Balances due to/from other funds at June 30, 2013, consist of the following:

Due to the General Fund from the Capital Project ECO Park	\$ 1,003,211
Due to the General Fund from the Scattered Site Housing Capital Project	\$ 1,824
Due to the Special Revenue Fire District from the General Fund	<u>\$ 350,000</u>
Total	<u>\$ 1,355,035</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:

Total fund balance - General Fund	\$ 6,336,414
Less:	
Stabilization by State Statute	1,843,536
Remaining Fund Balance	\$ 4,492,878

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 \$19,980 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, 2013. 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 \$193,787 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, 2013. 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 \$405,920 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, 2013. 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 \$121,691 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, 2013. 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 \$6,500 to the Commission during the fiscal year ended June 30, 2013.

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 \$193,210 to the Facility during the fiscal year ended June 30, 2013.

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, 2013. 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, 2013. 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	\$ 3,932	\$ 1,966
Adoption Assistance	20,450	5,037
Low Income Energy Assistance	15,200	-
Medicaid	4,682,535	2,613,002
WIC	18,948	-

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. Change in Accounting Principles/Restatement

The County implemented Governmental Accounting Standards Board (GASB) Statement 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and Statement 65, *Items Previously reported as Assets and Liabilities*, in the fiscal year ending June 30, 2013. In accordance with GASB Statement 63, the Statement of Net Assets has been replaced with the Statement of Net Position. Items on the Statement of Net Position are now classified into Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position.

REQUIRED
SUPPLEMENTAL FINANCIAL DATA

This section contains additional information required by generally
accounting principals.

- 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)
12/31/2008	-	\$ 436,647	\$ 436,647	0.0%	\$ 2,482,280	17.60%
12/31/2011	-	\$ 565,640	\$ 565,640	0.0%	\$ 2,375,630	23.80%
12/31/2012	-	\$ 636,078	\$ 636,078	0.0%	\$ 2,788,528	22.81%

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

Year Ended June 30,	Annual Required Contribution	Percentage Contributed
2011	70,812	0.00%
2012	70,438	0.00%
2013	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	December 31, 2011
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

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.

**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, 2013**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem Taxes:			
Taxes	\$	\$ 6,794,469	\$
Penalties and Interest		73,824	
Total	<u>6,787,246</u>	<u>6,868,293</u>	<u>81,047</u>
Other Taxes and Licenses:			
Local option sales tax		1,036,294	
Franchise tax		438,002	
Scrap tire disposal tax		20,493	
Video programming		45,636	
White goods tax		3,067	
Medicaid hold harmless		658,100	
Privilege licenses		455	
Total	<u>1,895,600</u>	<u>2,202,047</u>	<u>306,447</u>
Unrestricted Intergovernmental revenues:			
Beer and wine tax		39,874	
Payments in lieu of taxes		621	
Refuge revenue sharing		8,519	
Drug investigation fund		80	
ABC profit distribution		13,440	
Total	<u>65,600</u>	<u>62,534</u>	<u>(3,066)</u>
Restricted Intergovernmental:			
State and Federal Grants		1,097,042	
Other		11,230	
Court facilities fees		23,660	
Total	<u>1,282,447</u>	<u>1,131,932</u>	<u>(150,515)</u>
Permits and Fees:			
Franchise fees		46,121	
Pet licenses		210	
Gun permits		10,680	
Register of Deeds		121,144	
Other fees		40,953	
Building permits and inspections, including land use fees		535,424	
Total	<u>685,741</u>	<u>754,532</u>	<u>68,791</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, 2013**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Sales and Services:			
Rent and Concessions		52,203	
Jail fees		7,652	
Officer fees		30,355	
Total	<u>74,476</u>	<u>90,210</u>	<u>15,734</u>
Investment Earnings: Interest	<u>30,200</u>	<u>54,267</u>	<u>24,067</u>
Miscellaneous:			
Sale of fixed assets		1,225	
Sheriff's fundraisers and Christmas Fund		12,169	
OLF relief		3,568	
Insurance proceeds		9,468	
Other		72,483	
Total	<u>74,000</u>	<u>98,913</u>	<u>24,913</u>
TOTAL REVENUES	<u>10,895,310</u>	<u>11,262,728</u>	<u>367,418</u>
Expenditures:			
General Government:			
Governing body		105,347	
Administration		407,499	
Finance		205,838	
Tax administration		304,941	
Personnel		58,009	
Legal		13,768	
Register of deeds		226,281	
Elections		85,700	
Public buildings		336,669	
Court facilities		30,862	
Total general government	<u>2,212,830</u>	<u>1,774,914</u>	<u>437,916</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, 2013**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Public Safety:			
Sheriff		1,450,419	
Jail		405,920	
Regional jail		193,210	
Juvenile justice and delinquency program		64,473	
School resource officer		59,436	
Inspections		128,398	
Contribution to fire districts		462,271	
Emergency management		128,798	
Central communications		193,787	
Medical examiner		5,100	
Total	<u>3,158,557</u>	<u>3,091,812</u>	<u>66,745</u>
Economic and physical development:			
Economic development		105,618	
Agricultural extension		77,654	
Planning		244,296	
Albemarle commission		6,500	
Resource conservation and development		750	
Public transportation authority		11,208	
Soil/water conservation		56,526	
Total	<u>577,534</u>	<u>502,552</u>	<u>74,982</u>
Human services:			
Health:			
Nutrition programs		24,252	
Mosquito control		1,592	
Albemarle helpline		1,500	
Camden food pantry		2,000	
Regional health		35,820	
Other health programs		10,266	
Total human services	<u>94,633</u>	<u>75,430</u>	<u>19,203</u>
Mental Health:			
Regional mental health		19,980	
Total	<u>20,000</u>	<u>19,980</u>	<u>20</u>
Transportation: Traffic	<u>3,060</u>	<u>1,280</u>	<u>1,780</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, 2013**

	Final Budget	Actual	Variance Positive (Negative)
Social services:			
Administration		888,606	
Day care		121,667	
Medical assistance		22,158	
County provided assistance		55,509	
Adoptions		5,037	
Aid to the blind program		891	
Foster care		38,231	
Crisis intervention		34,710	
Work first program		35,708	
Other assistance		19,001	
Total social services	<u>1,467,838</u>	<u>1,221,518</u>	<u>246,320</u>
Total Human Services	<u>1,585,531</u>	<u>1,318,208</u>	<u>267,323</u>
Cultural and Recreational:			
Recreation		243,477	
Library		606,002	
College of the Albemarle		70,000	
Senior citizens services		103,423	
Total Cultural and Recreational	<u>1,287,343</u>	<u>1,022,902</u>	<u>264,441</u>
Environmental protection:			
Public works administration		14,684	
Forestry program		35,661	
Beaver management assistance program		4,000	
Sanitation		583,386	
Total environmental protection	<u>740,813</u>	<u>637,731</u>	<u>103,082</u>
Education:			
Public Schools:			
Current Expense		1,449,000	
Capital Outlay		200,000	
Total Education	<u>1,649,000</u>	<u>1,649,000</u>	<u>-</u>
Debt Service:			
Principal Retirement		1,656,609	
Interest and Fees		438,008	
Total Debt Service	<u>2,094,617</u>	<u>2,094,617</u>	<u>-</u>
TOTAL EXPENDITURES	<u>13,306,225</u>	<u>12,091,736</u>	<u>1,214,489</u>
Revenues over Expenditures	<u>(2,410,915)</u>	<u>(829,008)</u>	<u>1,581,907</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, 2013**

	Final Budget	Actual	Variance Positive (Negative)
Other financing sources (uses):			
Proceeds From Capital Leases	572,000	572,000	
Fund Balance Appropriated	784,546	-	
Transfers (to)/from Other Funds:			
Special revenue - school capital reserve	1,251,414	1,251,414	
Special revenue - Eco park fund	(51,666)	(51,666)	
Water and sewer district	(145,379)	(145,379)	
Capital projects - sewer project	-	-	
Capital projects - sewer project	-	-	
Total Other Financing Sources (Uses)	<u>2,410,915</u>	<u>1,626,369</u>	<u>(784,546)</u>
 Net change in fund balance	 <u>\$ -</u>	 797,361	 <u>\$ 797,361</u>
 Fund balances:			
Beginning of year, July 1		<u>5,539,053</u>	
End of year, June 30		<u>\$ 6,336,414</u>	

OTHER MAJOR GOVERNMENTAL FUNDS

Major Governmental Funds - Special Capital Fund
Major Governmental Funds - School Capital Fund
Major Governmental Funds - ECO Park Capital Fund

Camden County, North Carolina
Special Capital Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	2013		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Other taxes	\$	\$ 267,888	\$
Land sale		-	
Investment earnings		27,359	
Total Revenue	<u>220,000</u>	<u>295,247</u>	<u>75,247</u>
Expenditures			
Operating expenses		463,507	
Capital outlay		-	
Total Expenditures	<u>615,000</u>	<u>463,507</u>	<u>151,493</u>
Revenues Over (Under) Expenditures	<u>(395,000)</u>	<u>(168,260)</u>	<u>226,740</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	(395,000)	(168,260)	226,740
Fund Balance Appropriated	<u>395,000</u>		<u>(395,000)</u>
Net change in fund balance	\$ <u>-</u>	(168,260)	\$ <u>(168,260)</u>
Fund Balance:			
Beginning of Year, July 1		<u>3,037,196</u>	
End of Year, June 30		\$ <u>2,868,936</u>	

**Camden County, North Carolina
School Capital Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013**

	2013		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Other taxes	\$	\$ 342,043	\$
Restricted intergovernmental revenues		138,720	
Miscellaneous		-	
Investment earnings		10,422	
Total Revenues	<u>510,000</u>	<u>491,185</u>	<u>(18,815)</u>
Expenditures:			
Education:			
Operating expenses		-	
Debt service: Principal		-	
Debt service: Interest		-	
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>510,000</u>	<u>491,185</u>	<u>(18,815)</u>
Other Financing Sources (Uses):			
Transfer from other funds	-	-	-
Transfer to other funds	<u>(1,511,414)</u>	<u>(1,251,414)</u>	<u>260,000</u>
Total Other Financing Sources (Uses)	<u>(1,511,414)</u>	<u>(1,251,414)</u>	<u>260,000</u>
Revenues and Other Financing Sources Over (Under) Uses	(1,001,414)	(760,229)	241,185
Fund Balance Appropriated	<u>1,001,414</u>	<u>-</u>	<u>(1,001,414)</u>
Net change in fund balance	\$ <u>-</u>	(760,229)	\$ <u>(760,229)</u>
Fund Balance:			
Beginning of Year, July 1		<u>1,304,355</u>	
End of Year, June 30		\$ <u>544,126</u>	

Camden County, North Carolina
ECO Park 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, 2013

	Project Author - ization	Actual			Variance Favorable (Unfavorable)
		Prior Years	Current Year	Total to Date	
Revenues:					
Restricted intergovernmental - DOT	\$ 425,000	\$ -	\$ 425,000	\$ 425,000	\$ -
Restricted intergovernmental - DOC	500,000	-	500,000	500,000	-
Restricted intergovernmental - Gold Leaf	150,000	-	18,911	18,911	(131,089)
Other	-	-	-	-	-
Interest Income	-	-	-	-	-
Total Revenues	<u>1,075,000</u>	<u>-</u>	<u>943,911</u>	<u>943,911</u>	<u>(131,089)</u>
Expenditures:					
Construction:					
Construction	1,065,000	-	1,042,416	1,042,416	22,584
Fund reserves	10,000	-	-	-	10,000
Total	<u>1,075,000</u>	<u>-</u>	<u>1,042,416</u>	<u>1,042,416</u>	<u>32,584</u>
Revenues over expenditures	-	-	(98,505)	(98,505)	(98,505)
Other Financing Sources (Uses):					
Fund balance appropriated	-	-	-	-	-
Revolving loan funds	-	-	-	-	-
Transfers In	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ -</u>	<u>(98,505)</u>	<u>\$ (98,505)</u>	<u>\$ (98,505)</u>
Fund Balance:					
Beginning of Year, July 1			<u>-</u>		
End of Year, June 30			<u>\$ (98,505)</u>		

Camden County, North Carolina
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2013

	Automation Enhancement and Preserva- tion Fund	Tourism Development	Dismal Swamp Visitor Center	Fire District Funds		Joyce Creek Drainage Fund
				Courthouse & Shiloh	South Mills	
Assets:						
Cash and investments	\$ 8,677	\$ 107,607	\$ 84,055	\$ 525,855	\$ 409,304	\$ 174,656
Accounts receivable	-	2,359	533	1,698	2,431	-
Taxes receivable (net)	-	-	-	6,576	3,141	2,925
Total Assets	\$ 8,677	\$ 109,966	\$ 84,588	\$ 534,129	\$ 414,876	\$ 177,581
Liabilities and Fund Balances:						
Current liabilities:						
Accounts payable	\$ -	\$ 250	\$ 5,026	\$ 1,059	\$ 1,258	\$ 432
Due from other funds	-	-	-	350,000	-	-
Total liabilities	-	250	5,026	351,059	1,258	432
Deferred Inflows of Resources						
Property taxes receivable	-	-	-	6,576	3,141	2,925
Total deferred inflows of resources	-	-	-	6,576	3,141	2,925
Fund Balances:						
Restricted						
Stabilization by State Statute	-	2,359	533	1,698	2,431	-
Register of Deeds	8,677	-	-	-	-	-
Fire Protection	-	-	-	174,796	408,046	-
Committed						
Tax Revaluation	-	-	-	-	-	-
Economic development	-	107,357	79,029	-	-	174,224
Total fund balances	8,677	109,716	79,562	176,494	410,477	174,224
Total liabilities, deferred inflows of resources, and fund balances	\$ 8,677	\$ 109,966	\$ 84,588	\$ 534,129	\$ 414,876	\$ 177,581

Special Revenue Funds

Capital Project Funds

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
\$ 38,860	\$ 116,044	\$ 26,268	\$ 569,546	\$ 2,060,872	\$ -	\$ -	\$ 2,060,872
141	-	-	6	7,168	4,980	4,980	12,148
-	-	-	-	12,642	-	-	12,642
<u>\$ 39,001</u>	<u>\$ 116,044</u>	<u>\$ 26,268</u>	<u>\$ 569,552</u>	<u>\$ 2,080,682</u>	<u>\$ 4,980</u>	<u>\$ 4,980</u>	<u>\$ 2,085,662</u>
\$ 70	\$ -	\$ -	\$ -	\$ 8,095	\$ 4,980	\$ 4,980	\$ 13,075
-	-	-	-	350,000	1,824	1,824	351,824
<u>70</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>358,095</u>	<u>6,804</u>	<u>6,804</u>	<u>364,899</u>
-	-	-	-	12,642	-	-	12,642
-	-	-	-	12,642	-	-	12,642
141	-	-	6	7,168	4,980	4,980	12,148
-	-	-	-	8,677	-	-	8,677
-	-	-	-	582,842	-	-	582,842
-	-	-	569,546	569,546	-	-	569,546
<u>38,790</u>	<u>116,044</u>	<u>26,268</u>	<u>-</u>	<u>541,712</u>	<u>(6,804)</u>	<u>(6,804)</u>	<u>534,908</u>
<u>38,931</u>	<u>116,044</u>	<u>26,268</u>	<u>569,552</u>	<u>1,709,945</u>	<u>(1,824)</u>	<u>(1,824)</u>	<u>1,708,121</u>
<u>\$ 39,001</u>	<u>\$ 116,044</u>	<u>\$ 26,268</u>	<u>\$ 569,552</u>	<u>\$ 2,080,682</u>	<u>\$ 4,980</u>	<u>\$ 4,980</u>	<u>\$ 2,085,662</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, 2013

	Auto			Fire District Funds		
	Enhancement and Preserva- tion Fund	Tourism Development	Dismal Swamp Visitor Center	Courthouse & Shiloh	South Mills	Joyce Creek Drainage Fund
Revenues:						
Ad Valorem Taxes	\$ -	\$ -	\$ -	\$ 287,443	\$ 174,828	\$ 49,913
Other taxes	-	28,736	-	71,861	43,707	-
Local contributions	-	-	-	-	-	-
Donations	-	-	-	-	-	-
Investment earnings	60	1,624	-	4,110	3,874	1,503
Sales	-	-	19,287	-	-	-
Miscellaneous	-	-	-	11,838	-	-
Federal and State grants	-	-	150,000	-	19,229	-
Fees	6,663	-	-	-	868	-
Total revenues	<u>6,723</u>	<u>30,360</u>	<u>169,287</u>	<u>375,252</u>	<u>242,506</u>	<u>51,416</u>
Expenditures:						
General government	2,300	-	-	-	-	-
Public safety	-	-	-	118,173	102,530	-
Environmental protection	-	-	-	-	-	23,218
Economic and physical development	-	-	-	-	-	-
Cultural and recreation	-	24,894	158,547	-	-	-
Education	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	69,109	-
Interest and fees	-	-	-	-	42,888	-
Total Expenditures	<u>2,300</u>	<u>24,894</u>	<u>158,547</u>	<u>118,173</u>	<u>214,527</u>	<u>23,218</u>
Revenues Over (Under) Expenditures	<u>4,423</u>	<u>5,466</u>	<u>10,740</u>	<u>257,079</u>	<u>27,979</u>	<u>28,198</u>
Other Financing Sources (Uses):						
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>
Net change in Fund Balance	4,423	5,466	10,740	257,079	27,979	28,198
Fund balances:						
Beginning of Year, July 1	<u>4,254</u>	<u>104,250</u>	<u>68,822</u>	<u>(80,585)</u>	<u>382,498</u>	<u>146,026</u>
End of year, June 30	<u>\$ 8,677</u>	<u>\$ 109,716</u>	<u>\$ 79,562</u>	<u>\$ 176,494</u>	<u>\$ 410,477</u>	<u>\$ 174,224</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	\$ 587,184	\$ -	\$ -	\$ 587,184
-	-	9,732	-	154,036	-	-	154,036
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
425	618	800	5,098	18,112	-	-	18,112
-	-	-	-	19,287	-	-	19,287
-	-	-	-	11,838	-	-	11,838
-	-	-	-	169,229	167,571	167,571	336,800
-	-	-	-	7,531	-	-	7,531
<u>425</u>	<u>618</u>	<u>10,532</u>	<u>80,098</u>	<u>967,217</u>	<u>167,571</u>	<u>167,571</u>	<u>1,134,788</u>
-	-	-	2,520	4,820	-	-	4,820
-	-	-	-	220,703	-	-	220,703
-	-	-	-	23,218	-	-	23,218
-	18,304	-	-	18,304	169,395	169,395	187,699
9,330	-	-	-	192,771	-	-	192,771
-	-	300,000	-	300,000	-	-	300,000
-	-	-	-	69,109	-	-	69,109
-	-	-	-	42,888	-	-	42,888
<u>9,330</u>	<u>18,304</u>	<u>300,000</u>	<u>2,520</u>	<u>871,813</u>	<u>169,395</u>	<u>169,395</u>	<u>1,041,208</u>
<u>(8,905)</u>	<u>(17,686)</u>	<u>(289,468)</u>	<u>77,578</u>	<u>95,404</u>	<u>(1,824)</u>	<u>(1,824)</u>	<u>93,580</u>
-	-	-	-	-	-	-	-
-	51,666	-	-	51,666	-	-	51,666
-	-	-	-	-	-	-	-
-	<u>51,666</u>	<u>-</u>	<u>-</u>	<u>51,666</u>	<u>-</u>	<u>-</u>	<u>51,666</u>
(8,905)	33,980	(289,468)	77,578	147,070	(1,824)	(1,824)	145,246
<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>\$ 38,931</u>	<u>\$ 116,044</u>	<u>\$ 26,268</u>	<u>\$ 569,552</u>	<u>\$ 1,709,945</u>	<u>\$ (1,824)</u>	<u>\$ (1,824)</u>	<u>\$ 1,708,121</u>

SPECIAL REVENUE FUNDS

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

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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Fees	\$	\$ 6,663	\$
Investment Earnings		60	
Other income		-	
Total revenues	<u>3,500</u>	<u>6,723</u>	<u>3,223</u>
Expenditures:			
Operating expenses		2,300	
Total Expenditures	<u>3,500</u>	<u>2,300</u>	<u>1,200</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>4,423</u>	<u>4,423</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	-	4,423	4,423
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	4,423	\$ <u>4,423</u>
Fund Balance:			
Beginning of Year, July 1		<u>4,254</u>	
End of Year, June 30		\$ <u><u>8,677</u></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, 2013**

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Other taxes	\$	\$ 28,736	\$
Investment earnings		1,624	
Total revenues	<u>44,740</u>	<u>30,360</u>	<u>14,380</u>
Expenditures:			
Operating expenses		24,894	
Total Expenditures	<u>44,740</u>	<u>24,894</u>	<u>19,846</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>5,466</u>	<u>5,466</u>
Net change in fund balance	-	5,466	5,466
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	5,466	\$ <u>5,466</u>
Fund Balance:			
Beginning of Year, July 1		<u>104,250</u>	
End of Year, June 30		\$ <u>109,716</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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Restricted Intergovernmental	\$	\$ 150,000	\$
Sales		19,287	
Miscellaneous		-	
Total Revenue	<u>160,000</u>	<u>169,287</u>	<u>9,287</u>
Expenditures			
Salaries and benefits		126,237	
Operating expenses		32,310	
Total Expenditures	<u>160,000</u>	<u>158,547</u>	<u>1,453</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>10,740</u>	<u>10,740</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>10,740</u>	<u>10,740</u>
Fund Balance Appropriated			-
Net change in fund balance	\$ <u>-</u>	\$ 10,740	\$ <u>10,740</u>
Fund Balance:			
Beginning of Year, July 1		<u>68,822</u>	
End of Year, June 30		\$ <u><u>79,562</u></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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 287,443	\$
Other taxes		71,861	
Investment earnings		4,110	
Other fees		-	
Miscellaneous		11,838	
Total Revenues	<u>335,010</u>	<u>375,252</u>	<u>40,242</u>
Expenditures:			
Public safety:			
Salaries and benefits		4,184	
Operating expenses		90,676	
Capital outlay		23,313	
Debt service: Principal and Interest		-	
Total Expenditures	<u>335,010</u>	<u>118,173</u>	<u>216,837</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>257,079</u>	<u>257,079</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>257,079</u>	<u>257,079</u>
Fund Balance Appropriated			<u>-</u>
Net change in fund balance	\$ <u>-</u>	257,079	\$ <u>257,079</u>
Fund Balance:			
Beginning of Year, July 1		<u>(80,585)</u>	
End of Year, June 30		\$ <u>176,494</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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 174,828	\$
Other taxes		43,707	
Investment earnings		3,874	
Other grants		19,229	
Other fees		868	
Total Revenues		<u>229,430</u>	<u>13,076</u>
Expenditures:			
Public safety:			
Salaries and benefits		7,796	
Operating expenses		85,914	
Capital outlay		8,820	
Debt service: Principal and Interest		111,997	
Total Expenditures		<u>229,430</u>	<u>14,903</u>
Revenues Over (Under) Expenditures		<u>-</u>	<u>27,979</u>
Other Financing Sources (Uses):			
Proceeds from Installment Loan		-	-
Transfer to General Fund		-	-
Total Other Financing Sources (Uses)		<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses		-	27,979
Fund Balance Appropriated		<u>-</u>	<u>-</u>
Net change in fund balance	\$	<u>27,979</u>	\$ <u>27,979</u>
Fund Balance:			
Beginning of Year, July 1		<u>382,498</u>	
End of Year, June 30		<u>\$ 410,477</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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 49,913	\$
Investment earnings		1,503	
Total Revenues	<u>48,315</u>	<u>51,416</u>	<u>3,101</u>
Expenditures:			
Environmental Protection:			
Operating expenses		23,218	
Capital outlay		-	
Total Expenditures	<u>48,315</u>	<u>23,218</u>	<u>25,097</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>28,198</u>	<u>28,198</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	-	28,198	28,198
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	28,198	\$ <u>28,198</u>
Fund Balance:			
Beginning of Year, July 1		<u>146,026</u>	
End of Year, June 30		\$ <u><u>174,224</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, 2013

	2013		
	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Intergovernmental	\$	\$ -	\$
Other taxes		-	
Investment earnings		425	
Total Revenue	<u>-</u>	<u>425</u>	<u>425</u>
Expenditures			
Operating expenses		9,330	
Capital outlay		-	
Total Expenditures	<u>45,000</u>	<u>9,330</u>	<u>35,670</u>
Revenues Over (Under) Expenditures	<u>(45,000)</u>	<u>(8,905)</u>	<u>36,095</u>
Other Financing Sources (Uses):			
Transfers from other funds	-	-	-
Proceeds from Lease Purchase	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(45,000)	(8,905)	36,095
Fund Balance Appropriated	<u>45,000</u>	<u>-</u>	<u>(45,000)</u>
Net change in fund balance	\$ <u>-</u>	(8,905)	\$ <u>(8,905)</u>
Fund Balance:			
Beginning of Year, July 1		<u>47,836</u>	
End of Year, June 30		\$ <u><u>38,931</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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Fees	\$	\$ -	\$
Investment earnings		618	
Total Revenue	<u>-</u>	<u>618</u>	<u>618</u>
Expenditures			
Operating expenses		-	
Capital outlay		18,304	
Total Expenditures	<u>133,566</u>	<u>18,304</u>	<u>115,262</u>
Revenues Over (Under) Expenditures	<u>(133,566)</u>	<u>(17,686)</u>	<u>115,880</u>
Other Financing Sources (Uses):			
Transfers from other funds	51,566	51,666	100
Proceeds from Lease Purchase	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>51,566</u>	<u>51,666</u>	<u>100</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(82,000)	33,980	115,980
Fund Balance Appropriated	<u>82,000</u>	<u>-</u>	<u>(82,000)</u>
Net change in fund balance	\$ <u>-</u>	33,980	\$ <u>33,980</u>
Fund Balance:			
Beginning of Year, July 1		<u>82,064</u>	
End of Year, June 30		\$ <u>116,044</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, 2013**

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Tax penalties and interest	\$	\$ 9,732	\$
Investment earnings		800	
Total Revenue	<u>6,000</u>	<u>10,532</u>	<u>4,532</u>
Expenditures			
Operating expenses		300,000	
Capital outlay		-	
Total Expenditures	<u>320,828</u>	<u>300,000</u>	<u>20,828</u>
Revenues Over (Under) Expenditures	<u>(314,828)</u>	<u>(289,468)</u>	<u>25,360</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	(314,828)	(289,468)	25,360
Fund Balance Appropriated	<u>314,828</u>	<u>-</u>	<u>(314,828)</u>
Net change in fund balance	\$ <u>-</u>	\$ (289,468)	\$ <u>(289,468)</u>
Fund Balance:			
Beginning of Year, July 1		<u>315,736</u>	
End of Year, June 30		\$ <u>26,268</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, 2013

	2013		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Ad Valorem taxes	\$	\$ 75,000	\$
Investment earnings		5,098	
Total Revenue	<u>77,500</u>	<u>80,098</u>	<u>2,598</u>
Expenditures			
Operating expenses		2,520	
Capital outlay		-	
Total Expenditures	<u>527,500</u>	<u>2,520</u>	<u>524,980</u>
Revenues Over (Under) Expenditures	<u>(450,000)</u>	<u>77,578</u>	<u>527,578</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	(450,000)	77,578	527,578
Fund Balance Appropriated	<u>450,000</u>	<u>-</u>	<u>(450,000)</u>
Net change in fund balance	\$ <u>-</u>	77,578	\$ <u>77,578</u>
Fund Balance:			
Beginning of Year, July 1		<u>491,974</u>	
End of Year, June 30		\$ <u><u>569,552</u></u>	

CAPITAL PROJECTS FUNDS

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

**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, 2013**

	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		167,571	167,571	732,429
Restricted - SRSF grant	350,000		-	-	350,000
Total Revenues	<u>1,287,289</u>	<u>1,016,497</u>	<u>167,571</u>	<u>1,184,068</u>	<u>(103,221)</u>
Expenditures:					
Current:					
Economic and physical development:	<u>1,287,289</u>	<u>1,018,629</u>	<u>169,395</u>	<u>1,188,024</u>	<u>99,265</u>
Revenues over expenditures	-	(2,132)	(1,824)	(3,956)	(3,956)
Other Financing Sources (Uses):					
Transfers in (out)	-	-	-	-	-
Local contribution	-	2,132	-	2,132	(2,132)
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>	\$ (1,824)	\$ <u>(1,824)</u>	\$ <u>(1,824)</u>
Fund Balance:					
Beginning of Year, July 1			<u>-</u>		
End of Year, June 30			<u>\$ (1,824)</u>		

PROPRIETARY FUNDS

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.

Camden County, North Carolina
Enterprise Fund - Water & Sewer District
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Operating Revenues			
Water sales	\$	\$ 914,170	\$
Tap on Fees		18,508	
Miscellaneous		-	
Total water sales	<u>956,200</u>	<u>932,678</u>	<u>(23,522)</u>
Waste water sales		71,273	
Miscellaneous		-	
Total waste water sales	<u>95,236</u>	<u>71,273</u>	<u>(23,963)</u>
Total Operating Revenues	<u>1,051,436</u>	<u>1,003,951</u>	<u>(47,485)</u>
Nonoperating Revenues			
Interest on Investments	<u>3,000</u>	<u>2,573</u>	<u>(427)</u>
Total Revenues	<u>1,054,436</u>	<u>1,006,524</u>	<u>(47,912)</u>
Expenditures:			
Reverse osmosis plant			
Salaries and employee benefits		184,294	
Repairs and maintenance		6,774	
Chemicals		31,588	
Utilities		68,876	
Operating expenses		28,130	
Total	<u>422,131</u>	<u>319,662</u>	<u>102,469</u>
Water distribution:			
Salaries and employee benefits		198,704	
Repairs and maintenance		13,436	
Supplies		11,200	
Contracted services		28,958	
Operating expenses		78,132	
Total	<u>339,248</u>	<u>330,430</u>	<u>8,818</u>
Waste Water treatment:			
Salaries and employee benefits		129,818	
Repairs and maintenance		12,159	
Utilities		25,379	
Contracted services		3,990	
Supplies		5,699	
Operating expenses		28,771	
Total	<u>240,615</u>	<u>205,816</u>	<u>34,799</u>

Camden County, North Carolina
Enterprise Fund - Water & Sewer District
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance Positive (Negative)
	Final Budget	Actual	
Budgetary Appropriations:			
Capital Outlay		196,545	
Interest Paid		146,863	
Debt Principal		3,454,268	
Total	<u>4,522,371</u>	<u>3,797,676</u>	<u>724,695</u>
Total Expenditures	<u>5,524,365</u>	<u>4,653,584</u>	<u>870,781</u>
Revenues Over (Under) Expenditures	<u>(4,469,929)</u>	<u>(3,647,060)</u>	<u>822,869</u>
Other Financing Sources and (Uses):			
Debt Proceeds	3,422,280	2,591,523	-
Capital Contributions	715,000	706,367	-
Transfer from other funds	145,379	145,379	-
Total Other Financing Sources (Uses)	<u>4,282,659</u>	<u>3,443,269</u>	<u>(839,390)</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	(187,270)	(203,791)	(16,521)
Appropriated Fund Balance	<u>187,270</u>	<u>-</u>	<u>(187,270)</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (203,791)</u>	<u>\$ (203,791)</u>

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

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ <u>(203,791)</u>
Reconciling items:	
Capital Outlay	196,545
Principal Payments	3,454,268
Debt Proceeds	(2,591,523)
Increase in accrued vacation pay	655
Other revenues from capital projects	51,034
Interest from capital projects	1,653
Increase in accrued OPEB	11,270
Change in accrued interest	(7,185)
Expenditures in capital project	(2,794)
Capital contributions from capital projects	922,611
Depreciation	<u>(484,081)</u>
Total reconciling items	1,552,453
Change in net position	\$ <u>1,348,662</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, 2013

	Project Author - ization	Actual			Variance Favorable (Unfavorable)
		Prior Years	Current Year	Total to Date	
Revenues:					
Restricted intergovernmental - Rural Center	\$ 3,400,000	\$ 3,400,000	\$ 89,950	\$ 3,489,950	\$ 89,950
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	171,490	19,072	190,562	114,657
Interest Income	-	5,696	1,653	7,349	7,349
Total Revenues	<u>7,639,916</u>	<u>7,273,193</u>	<u>110,675</u>	<u>7,383,868</u>	<u>(256,048)</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	2,794	1,367,078	138,951
Construction	6,818,822	6,780,889	-	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>8,943,340</u>	<u>2,794</u>	<u>8,946,134</u>	<u>2,143,765</u>
Revenues over expenditures	(3,449,983)	(1,670,147)	107,881	(1,562,266)	1,887,717
Other Financing Sources (Uses):					
Fund balance appropriated	1,132,861	-	-	-	1,132,861
Revolving loan funds	1,367,122	1,307,809	-	1,307,809	59,313
Transfers In	<u>950,000</u>	<u>582,291</u>	<u>-</u>	<u>582,291</u>	<u>367,709</u>
Total Other Financing Sources (Uses)	<u>3,449,983</u>	<u>1,890,100</u>	<u>-</u>	<u>1,890,100</u>	<u>1,559,883</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 219,953</u>	<u>107,881</u>	<u>\$ 327,834</u>	<u>\$ 327,834</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, 2013

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted intergovernmental - Gold Leaf Grant	\$ 1,999,100	\$ 1,440,256	\$ 539,933	\$ 1,980,189	\$ (18,911)
Restricted intergovernmental - RC Grant	160,000	68,078	91,922	160,000	-
Other	-	32,773	24,436	57,209	57,209
Interest Income	-	-	-	-	-
Total Revenues	<u>2,159,100</u>	<u>1,541,107</u>	<u>656,291</u>	<u>2,197,398</u>	<u>38,298</u>
Expenditures:					
Sewer improvements	2,990,000	1,879,544	662,240	2,541,784	448,216
Water improvements	400,000	274,368	-	274,368	125,632
Administration	34,100	12,083	-	12,083	22,017
Fund reserves	-	-	-	-	-
Total	<u>3,424,100</u>	<u>2,165,995</u>	<u>662,240</u>	<u>2,828,235</u>	<u>595,865</u>
Revenues over expenditures	(1,265,000)	(624,888)	(5,949)	(630,837)	634,163
Other Financing Sources (Uses):					
Fund balance appropriated	525,000	-	-	-	525,000
Transfers In	740,000	486,630	144,207	630,837	109,163
Total Other Financing Sources (Uses)	<u>1,265,000</u>	<u>486,630</u>	<u>144,207</u>	<u>630,837</u>	<u>634,163</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (138,258)</u>	<u>138,258</u>	<u>\$ -</u>	<u>\$ -</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, 2013

	Project Author - ization	Actual			Variance Favorable (Unfavorable)
		Prior Years	Current Year	Total to Date	
Revenues:					
Restricted intergovernmental - CWMTF	\$ 1,464,100	\$ -	\$ 152,197	\$ 152,197	\$ (1,311,903)
Restricted intergovernmental - RC Grant	649,875	-	48,609	48,609	(601,266)
Other	269,810	-	7,526	7,526	(262,284)
Interest Income	-	-	-	-	-
Total Revenues	<u>2,383,785</u>	<u>-</u>	<u>208,332</u>	<u>208,332</u>	<u>(2,175,453)</u>
Expenditures:					
Sewer improvements	2,419,510	121,688	624,854	746,542	1,672,968
Professional services	115,000	-	16,764	16,764	98,236
Fund reserves	-	-	-	-	-
Total	<u>2,534,510</u>	<u>121,688</u>	<u>641,618</u>	<u>763,306</u>	<u>1,771,204</u>
Revenues over expenditures	(150,725)	(121,688)	(433,286)	(554,974)	(404,249)
Other Financing Sources (Uses):					
Fund balance appropriated	35,725	-	-	-	35,725
Transfers In	<u>115,000</u>	<u>150,725</u>	<u>-</u>	<u>150,725</u>	<u>(35,725)</u>
Total Other Financing Sources (Uses)	<u>150,725</u>	<u>150,725</u>	<u>-</u>	<u>150,725</u>	<u>-</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	\$ <u>-</u>	\$ <u>29,037</u>	<u>(433,286)</u>	\$ <u>(404,249)</u>	\$ <u>(404,249)</u>

AGENCY FUNDS

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

Camden County, North Carolina
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Net</u> <u>Change</u>	<u>Balance</u> <u>June 30, 2013</u>
Social Services Fund:			
Cash and Investments	\$ <u>19,739</u>	\$ <u>(13,066)</u>	\$ <u>6,673</u>
Liabilities	\$ <u>19,739</u>	\$ <u>(13,066)</u>	\$ <u>6,673</u>
Nancy M. and H. Clay Ferebee Fund			
Cash and Investments	\$ <u>1,534</u>	\$ <u>-</u>	\$ <u>1,534</u>
Liabilities	\$ <u>1,534</u>	\$ <u>-</u>	\$ <u>1,534</u>
School Tax Fund:			
Cash and Investments	\$ <u>315,736</u>	\$ <u>(315,736)</u>	\$ <u>-</u>
Liabilities	\$ <u>315,736</u>	\$ <u>(315,736)</u>	\$ <u>-</u>
Motor Vehicle Tax Fund:			
Cash and Investments	\$ <u>291</u>	\$ <u>(291)</u>	\$ <u>-</u>
Liabilities	\$ <u>291</u>	\$ <u>(291)</u>	\$ <u>-</u>
Total - All Agency Funds:			
Cash and Investments	\$ <u>337,300</u>	\$ <u>(328,802)</u>	\$ <u>8,498</u>
Liabilities	\$ <u>337,300</u>	\$ <u>(328,802)</u>	\$ <u>8,498</u>

OTHER SCHEDULES

This section includes additional information on property taxes.

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

Camden County, North Carolina
General Fund
Schedule of Ad Valorem Taxes Receivable
June 30, 2013

<u>Fiscal Year</u>	<u>Uncollected Balance July 1, 2012</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2013</u>
2012-2013	\$ -	\$ 6,933,734	\$ 6,625,360	\$ 308,374
2011-2012	266,421	8,986	165,202	110,205
2010-2011	91,508	9,314	41,271	59,551
2009-2010	43,756	8,075	19,035	32,796
2008-2009	28,969	7,660	12,665	23,964
2007-2008	23,682	-	2,928	20,754
2006-2007	20,913	-	2,469	18,444
2005-2006	29,999	-	1,840	28,159
2004-2005	13,015	-	473	12,542
2003-2004	11,867	-	520	11,347
2002-2003	9,220	-	9,220	-
TOTALS	\$ <u>539,350</u>	\$ <u>6,967,769</u>	\$ <u>6,880,983</u>	\$ 626,136
				<u>(124,000)</u>
				\$ <u>502,136</u>
 <u>Reconciliation with revenues:</u>				
			\$	6,868,293
Ad valorem taxes - General Fund				75,000
Ad valorem taxes - Revaluation Fund				
<u>Reconciling items:</u>				
Penalties and Interest				(73,824)
Collection of Old Taxes				(896)
Release				12,410
Total Reconciling Items				<u>(62,310)</u>
Total Collections and Credits			\$	<u>6,880,983</u>

Camden County, North Carolina
 Analysis of Current Tax Levy
 County - Wide Levy
 For the Fiscal Year Ended June 30, 2013

	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	\$ 1,177,505,424	0.5900%	\$ 6,947,282	\$ 6,434,942	\$ 512,340
Total Original Levy	<u>1,177,505,424</u>		<u>6,947,282</u>	<u>6,434,942</u>	<u>512,340</u>
Discoveries:					
Current year taxes	1,826,949	0.5900%	10,779	10,779	-
Total Discoveries	<u>1,826,949</u>		<u>10,779</u>	<u>10,779</u>	<u>-</u>
Abatements					
Current Year Taxes	(4,123,220)	0.5900%	(24,327)	(5,539)	(18,788)
Total Abatements	<u>(4,123,220)</u>		<u>(24,327)</u>	<u>(5,539)</u>	<u>(18,788)</u>
Total for Year	\$ <u>1,175,209,153</u>		6,933,734	6,440,182	493,552
Uncollected taxes at June 30, 2013			<u>308,374</u>	<u>239,389</u>	<u>68,985</u>
Current year's taxes collected			\$ <u>6,625,360</u>	\$ <u>6,200,793</u>	\$ <u>424,567</u>
Current levy collection percentage			<u>95.55%</u>	<u>96.28%</u>	<u>86.02%</u>

Camden County, North Carolina
Analysis of Current Tax Levy
County - wide Levy
For the Fiscal Year Ended June 30, 2013

Secondary Market Disclosures:

Assessed Valuation:	
Assessment Ratio ¹	100 %
Real Property	\$ 1,043,085,143
Personal Property ³	115,393,355
Public Service Companies ²	<u>16,730,655</u>
Total Assessed Valuation	<u>1,175,209,153</u>
Tax Rate per \$100	0.59
Levy (includes discoveries, releases and abatements) ³	<u>\$ 6,933,734</u>

In addition to the County-wide rate, the following table lists the levies by the County on behalf and fire protection districts for the fiscal year ended June 30:

Fire Protection Districts	\$ <u>103,208</u>
---------------------------	-------------------

¹ Percentage of appraised value has been established by statute.

² Valuation of railroads, telephone companies and other utilities as determined by the North Carolina Property Tax Commission.

³ The levy includes penalties and multi-rate for motor vehicles.

Camden County, North Carolina
Schedule of Ten Largest Taxpayers
For the Fiscal Year Ended June 30, 2013

Taxpayer	Type of Business	2012 Assessed Valuation	Percentage of Total Assessed Valuation
E & J Holding LLC	Training Facility	\$ 44,773,051	50.58% %
Blue Sky Development, LLC	Apartment Complex	6,687,119	7.55%
Black Bear Disposal, LLC	Real Estate	6,209,661	7.02%
Dominion North Carolina Power	Utility	5,523,220	6.24%
Albemarle Elec Membership Corp	Utility	5,389,153	6.09%
Camden Square Associates	Real Estate	5,045,593	5.70%
George Wood Farms, Inc.	Farm	5,004,915	5.65%
Carolina Telephone & Telegraph	Utility	3,413,390	3.86%
Tark & Associates	Construction	3,327,966	3.76%
Academi Training Center, Inc.	Training Facility	3,144,068	3.55%
Total		\$ <u>88,518,136</u>	<u>100.00% %</u>

COMPLIANCE SECTION



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
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***

Independent Auditor's Report

To the Board of County Commissioners
Camden County, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, 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, 2013, and the related notes to the financial statements, which collectively comprises the Camden County's basic financial statements, and have issued our report thereon dated October 10, 2013. Our report includes a reference to other auditors who 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 Camden County ABC Board were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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*.

Purpose of this Report

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

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

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

Wilmington, North Carolina

October 10, 2013



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

Report On Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; In Accordance With OMB Circular A-133 and the State Single Audit Implementation Act

Independent Auditor's Report

To the Board of County Commissioners
Camden County, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Camden County's, 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, 2013. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Camden County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by 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 on compliance for each major federal program. However, our audit does not provide a legal determination on the Camden County's compliance with those requirements.

Opinion on Each Major Federal Program

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 major federal programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of Camden County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, 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 Authority'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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

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

*Thompson, Price, Scott, Adams & Co., P.A.
Wilmington, North Carolina
October 10, 2013*



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

Report On Compliance For Each Major State Program; Report on Internal Control Over Compliance; In accordance with OMB Circular A-133; and the State Single Audit Implementation Act

Independent Auditor's Report

To the Board of County Commissioners
Camden County, North Carolina

Report on Compliance for Each Major State Program

We have audited the Camden County, North Carolina, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina* issued by the Local Government Commission, that could have a direct and material effect on each of the Camden County's major state programs for the year ended June 30, 2013. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Camden County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133 and applicable sections of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, as described in the *Audit Manual for Governmental Auditors in North Carolina*, 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 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 on compliance for each major state program. However, our audit does not provide a legal determination of Camden County's compliance.

Opinion on Each Major State Program

In our opinion, Camden County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the Camden County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Camden County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with 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 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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

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

*Thompson, Price, Scott, Adams & Co., P.A.
Wilmington, North Carolina
October 10, 2013*

Camden County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2013

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

Auditee qualified as low-risk auditee? ___yes X no

State Awards

Internal control over major state programs:

- Material weakness(es) identified? ___yes X no

- Significant Deficiency(s) identified
that are not considered to be
material weaknesses ___yes X none 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 X no

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
NC Department of Commerce Industrial Development Fund
NC Department of Transportation ECO Park Access Road Funds

Camden County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2013

Section II - Financial Statement Findings

None reported.

Section III - Federal Award Findings and Questioned Costs

None reported.

Section IV - State Award Findings and Questioned Costs

None reported.

Camden County, North Carolina
Corrective Action Plan
For the Fiscal Year Ended June 30, 2013

Section II - Financial Statement Findings

None reported.

Section III - Federal Award Findings and Questioned Costs

None reported.

Section IV - State Award Findings and Questioned Costs

None reported.

Camden County, North Carolina
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2013

Status: N/A

Camden County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2013

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards:				
<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:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	71,237	-	71,237
Passed-through the N.C. Dept. of Health and Human Services:				
Division of Public Health:				
Direct Benefit Payments:				
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557	18,948	-	-
Total U.S. Dept. of Agriculture		<u>90,185</u>	<u>-</u>	<u>71,237</u>
<u>U.S. Dept. of Transportation</u>				
<u>Federal Transit Administration</u>				
Passed-through the N.C. Department of Transportation:				
Highway Safety Program	20.600	16,684	-	-
Highway Safety Program	20.609	49,306	-	-
		<u>65,990</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Health & Human Services</u>				
<u>Administration of Children & Families</u>				
Temporary Assistance for Needy Families Cluster				
Work First Administration	93.558	25,268	-	19,788
Work First Service	93.558	75,879	-	78,979
TANF Payment and Penalties	93.558	44,850	-	1,144
Total TANF Cluster		<u>145,997</u>	<u>-</u>	<u>99,911</u>
N. C. Child Support Enforcement Section	93.563	76,456	-	39,386
Low-Income Home Energy Assistance Block Grant:				
Administration	93.568	4,641	-	-
Energy Assistance Payments- Direct Benefit Payments	93.568	15,200	-	-
Crisis Intervention Program	93.568	34,710	-	-
Child Welfare Services-State Grants				
- Permanency Planning - Families for Kids	93.645	4,679	131	1,603
Social Services Block Grant - Other Service and Training	93.667	30,070	3,211	11,093
In Home Services	93.667	1,353	-	194
Independent Living Grant	93.674	1,433	358	-

Camden County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2013

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	14,287	7,435	7,702
Foster Care-Direct Benefit Payments	93.658	3,932	1,966	1,966
Adoption Assistance-Direct Benefit Payments	93.659	20,450	5,037	6,226
Total Foster Care and Adoption Cluster		38,669	14,438	15,894
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	73,314	-	-
Division of Child Development:				
Child Care and Development Block Grant	93.575	53,379	-	-
Child Care and Development Fund - Mandatory	93.596	22,664	-	-
Child Care and Development Fund - Match	93.596	7,469	-	-
Total Child Care Development Fund Cluster		156,826	-	-
Foster Care IV-E	93.658	1,315	659	-
Temporary Assistance for Needy Families	93.558	28,506	-	-
ARRA - Emergency Contingency for SSBG	93.667	151	-	-
Temporary Assistance for Needy Families	93.714	-	-	-
State Appropriations		-	3,228	-
TANF - MOE		-	4,297	-
Total Subsidized Child Care Cluster		186,798	8,184	-
<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	4,682,535	2,613,002	-
Division of Social Services:				
Administration:				
Medical Assistance Program	93.778	200,838	6,727	194,631
State Children's Insurance Program - N.C. Health Choice	93.767	13,375	298	3,958
Total U.S. Dept. of Health and Human Services		5,436,754	2,646,349	366,670
<u>U.S. Dept. of Housing and Urban Development(HUD)</u>				
Passed-through N.C. Department of Commerce:				
CDBG- Small Cities Program				
Scattered Site Housing Grant	14.229	167,571	-	-
Total Dept. of Housing and Urban Development(HUD)		167,571	-	-
<u>Environmental Protection Agency</u>				
Passed-through N.C. Department of Environment and Natural Resources				
ARRA - Capitalization Grants for Clean Water State Revolving Funds (note 2)				
	66.458	653,680	-	-
Total Federal Awards		6,414,180	2,646,349	437,907

Camden County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2013

Grantor/Pass-through Grantor/Program Title State Awards:	Federal CFDA Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>N.C. Dept. of Health and Human Services</u>				
Division of Aging and Adult Services:				
County Funded Programs/Non Allocating costs		-	-	74,490
State/County Special Assistance for Adults		-	55,505	55,505
Passed through Albemarle Commission:				
Senior Center Grant		-	4,786	-
Senior Nutrition		-	7,201	-
Division of Social Services:				
State Foster Care Benefits Program		-	4,339	4,339
Total N. C. Department of Health and Human Services		-	71,831	134,334
<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		-	6,002	-
Total NC Dept of Administration		-	6,002	-
<u>Office of the Governor</u>				
<u>Office of State Budget and Management</u>				
Golden Leaf Grant		-	558,844	8,547
Total Office of Governor		-	558,844	8,547
<u>N.C. Dept. of Transportation</u>				
Camden ECO Park Access Road		-	425,000	-
Dismal Swamp Welcome/Visitor Center	DOT - 13	-	150,000	-
Total N. C. Dept. Of Transportation		-	575,000	-
<u>N.C. Dept. of Public Instruction</u>				
Public School Building Capital Fund		-	138,720	-
<u>N.C. Department of Environment and Natural Resources</u>				
White Goods Grant		-	3,067	-
Soil and Water Conservation Funds		-	25,781	-
Solid Waste Disposal		-	7,510	-
Scrap Tire Grant		-	8,500	-
Clean Water Management Trust Fund		-	152,197	-
Total N.C. Dept. EHNHR		-	44,858	-
<u>North Carolina Rural Economic Development Center</u>				
Innovation Grant		-	230,481	-
<u>North Carolina Department of Commerce</u>				
Industrial Development Fund	U-401	-	500,000	125,000
<u>N.C. Dept. of Insurance</u>				
SHIP Grant		-	5,152	-
South Mills Fire Grant		-	19,229	19,229
Total N.C. Dept. of Insurance		-	24,381	144,229
Total State Awards		-	2,202,024	412,110
Total Federal and State Awards		\$ 6,414,180	\$ 4,848,373	\$ 850,017

Camden County, North Carolina
 Schedule of Expenditures of Federal and State Awards
 For the Year Ended June 30, 2013

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

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 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.
3. Loans Outstanding
 Camden County had the following loan balances outstanding at June 30, 2013. These loan balances outstanding are also included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>Pass-through Grantor's Number</u>	<u>Amount Outstanding</u>
ARRA - Capitalization Grants for State Revolving Funds	E-SRG-T-09-0236	