

CAMDEN COUNTY, NORTH CAROLINA

ANNUAL FINANCIAL REPORT

Year Ended June 30, 2014

BOARD OF COMMISSIONERS

Garry W. Meiggs, Chairman

P. Michael McLain, Vice Chairman

Sandy Duckwall

Clayton Riggs

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
Lisa Anderson

Sheriff
Tony E. Perry

County Attorney
John Morrison

CAMDEN COUNTY
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FINANCIAL SECTION



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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 units, each major fund, and the aggregate remaining fund information of Camden County, North Carolina, as of and for the year then ended June 30, 2014, 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 and the Camden County TDA 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'

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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 units, each major fund, and the aggregate remaining fund information of Camden County, North Carolina as of June 30, 2014, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Courthouse and Shiloh FD, 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 December 16, 2014 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
December 16, 2014

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, 2014. 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.

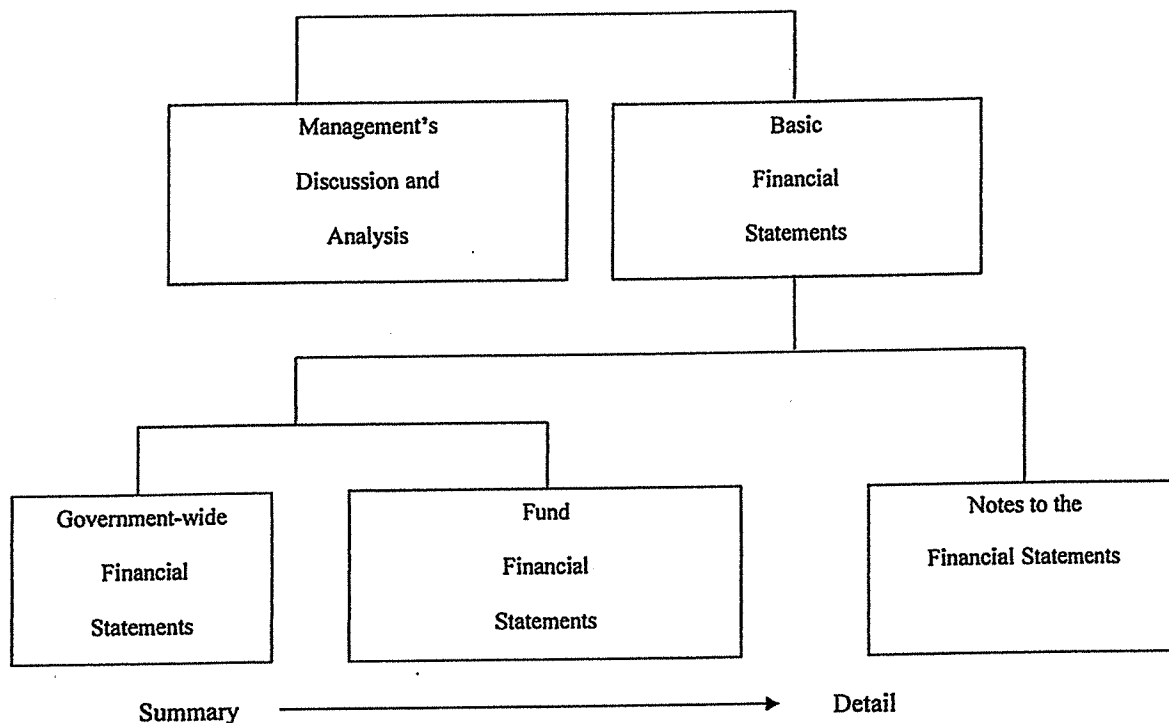
Financial Highlights

- 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 \$10,266,728 (*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 \$13,656,925 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 \$12,391,816, a increase of \$1,032,724 in comparison with the prior year. Approximately \$6,580,619 remains as unassigned fund balance.
- At the end of the fiscal year, fund balance (before any reserves or designations) for the General Fund was \$7,286,598 or 64.49% total General Fund expenditures for the current fiscal year.
- The County's total debt decreased during the fiscal year by \$1,397,341 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 16, 2014 the Camden County Board of Commissioners adopted the Camden County Capital Improvement Plan for fiscal years 2014/2015 thru 2018/2019.

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

The next statements (Exhibits 3&4) 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 it has 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. These include the water & sewer services offered by the County. 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. 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 three categories: governmental funds, proprietary funds, and fiduciary fund.

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

Management Discussion and Analysis
Camden County

Proprietary Funds - The County has one kind of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. 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.

Fiduciary Funds - Fiduciary 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 Position
Figure 2

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 13,365,084	\$12,390,360	\$ 1,473,571	\$ 843,660	\$14,838,655	\$13,234,020
Restricted Cash	-	-	-	-	-	-
Capital assets	13,418,971	13,417,376	22,541,278	21,608,189	35,960,249	35,025,565
Total assets	<u>26,784,055</u>	<u>25,807,736</u>	<u>24,014,849</u>	<u>22,451,849</u>	<u>50,798,904</u>	<u>48,259,585</u>
Long-term liabilities outstanding	14,226,568	15,410,839	2,594,711	2,816,305	16,821,279	18,227,144
Other liabilities	2,279,422	2,145,759	1,539,904	612,341	3,819,326	2,758,100
Deferred inflows of resources	11,337	14,032	-	-	11,337	14,032
Total liabilities	<u>16,517,327</u>	<u>17,570,630</u>	<u>4,134,615</u>	<u>3,428,646</u>	<u>20,651,942</u>	<u>20,999,276</u>
Net Position:						
Net investment						
in capital assets	11,664,407	10,172,901	19,724,973	18,572,052	31,389,380	28,744,953
Restricted	1,996,546	5,860,265	-	-	1,996,546	5,860,265
Unrestricted	(3,394,225)	(7,796,060)	140,261	451,151	(3,253,964)	(7,344,909)
Total net position	<u>\$ 10,266,728</u>	<u>\$ 8,237,106</u>	<u>\$19,865,234</u>	<u>\$19,023,203</u>	<u>\$30,131,962</u>	<u>\$27,260,309</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 and deferred inflows of resources by \$30,131,962 as of June 30, 2014. Net position is reported in three net categories: net investment in capital assets of \$31,389,380 restricted assets of \$1,996,546 and unrestricted net position \$(3,253,964). The County's net position increased by \$2,871,653 for the fiscal year ending June 30, 2014. 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, 2014, 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, 2014, the total unrestricted net deficit of \$(3,253,964) 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 \$14 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 96.49%.

Camden County
Changes in Net Position
Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program Revenues						
Charges for Services	\$ 1,111,444	\$ 1,004,747	\$ 1,086,608	\$ 1,054,985	\$ 2,198,052	\$ 2,059,732
Operating grants and contributions	2,022,685	1,607,352	-	-	2,022,685	1,607,352
Capital grants and contributions	-	943,911	1,119,504	1,628,978	1,119,504	2,572,889
General revenues:						
Property taxes	7,411,472	7,559,290	-	-	7,411,472	7,559,290
Other taxes	3,779,729	3,001,081	-	-	3,779,729	3,001,081
Investment earnings	103,559	110,160	6,759	4,226	110,318	114,386
Other	36,069	-	-	-	36,069	-
Total revenues	14,464,958	14,226,541	2,212,871	2,688,189	16,677,829	16,914,730
Expenses:						
General government	2,589,029	1,986,856	-	-	2,589,029	1,986,856
Public Safety	3,600,058	3,530,940	-	-	3,600,058	3,530,940
Economic and physical development	766,661	817,336	-	-	766,661	817,336
Human services	1,348,177	1,374,889	-	-	1,348,177	1,374,889
Cultural and recreation	1,023,558	1,289,955	-	-	1,023,558	1,289,955
Education	1,888,622	1,949,000	-	-	1,888,622	1,949,000
Interest on long-term debt	439,303	473,569	-	-	439,303	473,569
Environmental protection	506,952	543,030	-	-	506,952	543,030
Water	-	-	1,534,100	1,484,906	1,534,100	1,484,906
Total expenses	12,162,360	11,965,575	1,534,100	1,484,906	13,696,460	13,450,481
Increase (decrease) in net position before transfers and special items	2,302,598	2,260,966	678,771	1,203,283	2,981,369	3,464,249
Transfers	(272,976)	(145,379)	163,260	145,379	(109,716)	-
Increase (decrease) in net position	2,029,622	2,115,587	842,031	1,348,662	2,871,653	3,464,249
Net position, July 1	8,237,106	6,121,519	19,023,203	17,674,541	27,260,309	23,796,060
Net position, June 30	\$ 10,266,728	\$ 8,237,106	\$ 19,865,234	\$ 19,023,203	\$ 30,131,962	\$ 27,260,309

Governmental activities: Governmental activities increased the County's net position by \$2,029,622.

Business-type activities: Business-type activities increased the County's net position by \$842,031.

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, the County's fund balance available in the General Fund was \$7,286,598 while total fund balance reached \$12,391,816. The County currently has an available fund balance of 50% of GF expenditures while total fund balance represents 94% of the same amount.

At June 30, 2014, the governmental funds of the County reported a combined fund balance of \$12,391,816, a 9% increase over last year.

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 \$499,725 (0.5%) 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 \$842,031. The primary factors affecting the increase was the capital grants received in the amount of \$1,119,504.

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, 2014, totals \$35,960,249 (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	
	2014	2013	2014	2013	2014	2013
Land	\$ 5,015,871	\$ 4,785,809	\$ 768,380	\$ 718,380	\$ 5,784,251	\$ 5,504,189
Buildings	3,913,891	4,118,643	-	-	3,913,891	4,118,643
Furniture, fixtures and equipment, vehicles	1,056,155	1,111,518	67,310	67,400	1,123,465	1,178,918
Other improvements	3,348,450	2,265,565	19,858,120	20,059,101	23,206,570	22,324,666
Construction in Progress	84,604	1,135,841	1,847,468	763,308	1,932,072	1,899,149
Total	\$ 13,418,971	\$13,417,376	\$22,541,278	\$21,608,189	\$35,960,249	\$35,025,565

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, 2014, the South Camden Water & Sewer District had total bonded debt outstanding of \$1,194,213. Other outstanding loans include: Drinking Water State Revolving Loan, \$325,432; State Clean Water Bond Loan, \$708,348. Camden County has \$13,656,925 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, 2014 is shown below:

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

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
General Obligation Debt	\$ -	\$ -	\$ 2,816,305	\$ 3,036,137	\$ 2,816,305	\$ 3,036,137
Installment Purchases	15,410,839	16,588,348	-	-	15,410,839	16,588,348
Total	\$ 15,410,839	\$16,588,348	\$ 2,816,305	\$ 3,036,137	\$18,227,144	\$19,624,485

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 \$81,449,812. 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 6.0% on June 30, 2014, compared with a federal rates of 6.1% and a State rate of 6.4%. The rate for Camden County was 7.4% at the end of the prior fiscal year.
- New residential unit construction was 27 units this year. Total new construction increased by \$6,749,650 for this fiscal year.

Budget Highlights for the Fiscal Year Ending June 30, 2015

Governmental Activities: The County has approved a \$11,322,134 general budget for the fiscal year 2015. 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 \$1,977,565 coming from General Fund. Capital outlay for the schools through Camden Plantation Funds is budgeted at \$298,783 and the debt service related to the school construction and renovation are budgeted at \$695,232 and will be funded from the School Capital Reserve Fund which gets its revenue from a portion of the state sales tax.

Following several years of anemic growth across the country and particularly within the eastern region of North Carolina, there are now positive indications of economic recovery. The unemployment rate in the County has decreased from 7.4% at the end of fiscal year 2012-2013 to approximately 6% on June 30, 2014. Additionally, the County experienced modest growth in the construction of 27 new residential units amounting to an increase in total tax valuation of \$6,749,650. The County is also experiencing an increase in commercial retail investment as new businesses begin to commit to the area. The County also continues to actively market and recruit industrial development to its Eco-Industrial Park. This increased commercial and industrial investment is significant as the County strives to diversify its tax base and increase revenues in order to continue to provide outstanding services and programs to its 10,174 residents. Even with the improved economic forecast, large scale infrastructure projects identified within the County's Capital Improvement Plan will most likely be delayed pending the identification of grants or other special funding methods.

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 1-252-338-6363 for more information.

BASIC FINANCIAL STATEMENTS

Camden County, North Carolina
Statement of Net Position
June 30, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 11,548,052	\$ 777,440	\$ 12,325,492
Restricted cash	472,942	-	472,942
Taxes receivable, net	403,410	-	403,410
Accounts receivable, net	873,368	140,164	1,013,532
Inventories	-	-	-
Restricted assets: Grant receivable	-	555,967	555,967
Prepaid expenses	-	-	-
Accrued interest on taxes receivable	67,312	-	67,312
Capital assets:			
Land, non-depreciable improvements, and construction in progress	5,100,475	2,615,848	7,716,323
Other capital assets, net of depreciation	8,318,496	19,925,430	28,243,926
Total assets	<u>26,784,055</u>	<u>24,014,849</u>	<u>50,798,904</u>
LIABILITIES			
Accounts payable and accrued liabilities	491,209	1,229,615	1,720,824
Accrued interest payable	97,681	21,974	119,655
Compensated absences payable	80,808	15,000	95,808
Other postemployment benefits	299,824	50,381	350,205
Current-portion of long-term liabilities	1,184,271	221,594	1,405,865
Long-term liabilities			
Compensated absences payable	125,629	16,340	
Due in more than one year	14,226,568	2,594,711	16,821,279
Total liabilities	<u>16,505,990</u>	<u>4,149,615</u>	<u>20,513,636</u>
DEFERRED INFLOWS OF RESOURCES			
Prepaid taxes	11,337	-	11,337
Total deferred inflows of resources	<u>11,337</u>	<u>-</u>	<u>11,337</u>
NET POSITION			
Net investment in capital assets	11,664,407	19,724,973	31,389,380
Stabilization by State Statute	785,607	-	785,607
Register of Deeds	13,978	-	13,978
Fire Protection	724,019	-	724,019
School Capital	472,942	-	472,942
Capital Improvement	-	-	-
Unrestricted	(3,394,225)	140,261	(3,253,964)
Total net position	<u>\$ 10,266,728</u>	<u>\$ 19,865,234</u>	<u>\$ 30,131,962</u>

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

<u>Component Units</u>	
<u>Camden County ABC Board</u>	<u>Camden County TDA</u>
\$ 41,244	\$ 95,377
-	-
-	4,890
135,131	-
14,685	-
-	-
25,405	-
64,829	-
<u>281,294</u>	<u>100,267</u>
26,888	-
-	-
-	-
-	-
-	-
<u>26,888</u>	<u>-</u>
-	-
<u>-</u>	<u>-</u>
90,235	-
-	4,890
-	-
-	-
-	-
7,616	-
156,555	95,377
<u>\$ 254,406</u>	<u>\$ 100,267</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, 2014

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental Activities:				
General government	\$ 2,589,029	\$ 311,666	\$ -	\$ -
Public safety	3,600,058	798,437	152,652	-
Cultural and recreation	1,023,558	-	-	-
Economic and physical development	766,661	-	506,625	-
Human services	1,348,177	-	863,794	-
Education	1,888,622	-	450,000	-
Environmental protection	506,952	1,341	49,614	-
Interest on long-term debt	439,303	-	-	-
Total governmental activities	12,162,360	1,111,444	2,022,685	-
Business-type activities:				
Water	1,534,100	1,086,608	-	1,119,504
Total business-type activities	1,534,100	1,086,608	-	1,119,504
	\$ 13,696,460	\$ 2,198,052	\$ 2,022,685	\$ 1,119,504
Component units:				
TDA	\$ 55,602	\$ -	\$ -	\$ -
ABC Board	1,130,776	1,132,119	-	-
Total component units	\$ 1,130,776	\$ 1,132,119	\$ -	\$ -
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				
Transfer to component unit				
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	Camden County TDA
\$ (2,277,363)	\$ -	\$ (2,277,363)		
(2,648,969)	-	(2,648,969)		
(1,023,558)	-	(1,023,558)		
(260,036)	-	(260,036)		
(484,383)	-	(484,383)		
(1,438,622)	-	(1,438,622)		
(455,997)	-	(455,997)		
(439,303)	-	(439,303)		
<u>(9,028,231)</u>	<u>-</u>	<u>(9,028,231)</u>		
-	672,012	672,012		
-	672,012	672,012		
\$ <u>(9,028,231)</u>	\$ <u>672,012</u>	\$ <u>(8,356,219)</u>		
			\$ -	\$ (55,602)
			1,343	-
			<u>1,343</u>	<u>(55,602)</u>
7,411,472	-	7,411,472	-	-
1,040,229	-	1,040,229	-	-
2,739,500	-	2,739,500	-	43,923
-	-	-	-	-
103,559	6,759	110,318	9	980
36,069	-	36,069	-	1,250
(109,716)	-	(109,716)	-	109,716
(163,260)	163,260	-	-	-
<u>11,057,853</u>	<u>170,019</u>	<u>11,227,872</u>	<u>9</u>	<u>155,869</u>
2,029,622	842,031	2,871,653	1,352	100,267
8,237,106	19,023,203	27,260,309	253,054	-
\$ <u>10,266,728</u>	\$ <u>19,865,234</u>	\$ <u>30,131,962</u>	\$ <u>254,406</u>	\$ <u>100,267</u>

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

Camden County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2014

	Major				NonMajor Other Governmental Funds	Total Governmental Funds
	General Fund	Courthouse and Shiloh FD	Special Capital Fund	ECO Park Capital Project Fund		
ASSETS						
Cash, including time deposits	\$ 6,874,671	\$ 470,231	\$ 2,589,319	\$ -	\$ 1,613,831	\$ 11,548,052
Restricted cash	-	-	-	-	472,942	472,942
Accounts receivable, net	1,098,664	14,134	-	-	163,980	1,276,778
Due from other funds	-	-	-	-	-	-
Total assets	\$ 7,973,335	\$ 484,365	\$ 2,589,319	\$ -	\$ 2,250,753	\$ 13,297,772
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	282,715	101,311	-	-	107,183	491,209
Due to other funds	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	282,715	101,311	-	-	107,183	491,209
DEFERRED INFLOWS OF RESOURCES						
Property taxes receivable	392,685	5,203	-	-	5,522	403,410
Prepaid taxes	11,337	-	-	-	-	11,337
Total deferred inflows of resources	404,022	5,203	-	-	5,522	414,747
Fund balances:						
Restricted						
Stabilization by State Statute	705,979	14,134	-	-	65,494	785,607
Register of Deeds	-	-	-	-	13,978	13,978
Fire Protection	-	363,717	-	-	360,302	724,019
School Capital	-	-	-	-	472,942	472,942
Committed						
Capital Reserve	-	-	-	-	-	-
Tax Revaluation	-	-	-	-	479,433	479,433
Economic Development	-	-	2,589,319	-	745,899	3,335,218
Unassigned	6,580,619	-	-	-	-	6,580,619
Total fund balances	7,286,598	377,851	2,589,319	-	2,138,048	12,391,816
Total liabilities, deferred inflows of resources and fund balances	\$ 7,973,335	\$ 484,365	\$ 2,589,319	\$ -	\$ 2,250,753	

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.	403,410
Other assets are not available to pay for current-period expenditures and therefore are not accrued as income in the funds.	67,312
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	13,418,971
Long-term debt included as net position below (includes the addition of long-term debt and principal payments during the year.)	(16,014,781)
Net position of governmental activities	\$ 10,266,728

Camden County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2014

	Major			ECO Park Capital Project Fund	Non Major	Total Governmental Funds
	General Fund	Courthouse and Shiloh FD	Special Capital Fund		Other Governmental Funds	
REVENUES						
Ad valorem taxes	\$ 7,363,897	\$ 75,399	\$ -	\$ -	\$ 97,802	\$ 7,537,098
Other taxes and licenses	2,251,001	293,648	407,234	-	788,055	3,739,938
Unrestricted intergovernmental	100,726	-	-	-	-	100,726
Restricted intergovernmental	1,032,688	-	-	-	474,779	1,507,467
Local Contributions	-	-	-	-	450,000	450,000
Permits and fees	897,432	37,000	-	27,058	-	961,490
Sales and services	91,028	-	-	-	19,784	110,812
Investment earnings	51,421	4,921	26,040	-	21,177	103,559
Miscellaneous	45,977	2,300	-	6,149	26,008	80,434
Total revenues	11,834,170	413,268	433,274	33,207	1,877,605	14,591,524
EXPENDITURES						
Current:						
General government	1,784,685	-	712,891	-	95,267	2,592,843
Public safety	3,113,160	211,911	-	-	195,935	3,521,006
Environmental protection	473,053	-	-	-	19,892	492,945
Economic and physical development	669,671	-	-	14,940	54,071	738,682
Culture and recreation	575,225	-	-	-	569,223	1,144,448
Human services	1,288,434	-	-	-	-	1,288,434
Intergovernmental:						
Education	1,883,000	-	-	-	5,622	1,888,622
Debt service:						
Principal	1,177,509	-	-	-	75,388	1,252,897
Interest	333,821	-	-	-	32,126	365,947
Total expenditures	11,298,558	211,911	712,891	14,940	1,047,524	13,285,824
Excess (deficiency) of revenues over expenditures	535,612	201,357	(279,617)	18,267	830,081	1,305,700
OTHER FINANCING SOURCES						
Proceeds of long-term debt	-	-	-	-	-	-
Transfer to component unit	-	-	-	-	(109,716)	(109,716)
Transfers to other funds	(826,460)	-	-	-	(1,241,032)	(2,067,492)
Transfers from other funds	1,241,032	-	-	80,238	582,962	1,904,232
Total other financing sources and uses	414,572	-	-	80,238	(767,786)	(272,976)
Net change in fund balance	950,184	201,357	(279,617)	98,505	62,295	1,032,724
Fund balances-beginning	6,336,414	176,494	2,868,936	(98,505)	2,075,753	11,359,092
Fund balances-ending	\$ 7,286,598	\$ 377,851	\$ 2,589,319	\$ -	\$ 2,138,048	\$ 12,391,816

Camden County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2014

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

Net changes in fund balance - total government funds	\$ 1,032,724
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.	2,535
Cost of asset disposed of during the year	(940)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(125,626)
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.	1,177,509
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>(56,580)</u>
Total changes in net position of governmental activities	<u>\$ 2,029,622</u>

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, 2014

	General Fund			Variance With Final Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Ad valorem taxes	\$ 7,249,964	\$ 7,249,964	\$ 7,363,897	\$ 113,933
Other taxes and licenses	1,895,100	1,895,100	2,251,001	355,901
Unrestricted intergovernmental revenues	41,600	41,600	100,726	59,126
Restricted intergovernmental revenues	1,074,169	1,074,169	1,032,688	(41,481)
Permits and fees	819,287	819,287	897,432	78,145
Sales and services	88,944	88,944	91,028	2,084
Local contributions	-	-	-	-
Investment earnings	36,000	36,000	51,421	15,421
Miscellaneous	43,000	43,000	45,977	2,977
Total revenues	<u>11,248,064</u>	<u>11,248,064</u>	<u>11,834,170</u>	<u>586,106</u>
Expenditures				
Current:				
General government	2,186,497	2,186,497	1,784,685	401,812
Public safety	3,186,085	3,186,085	3,113,160	72,925
Economic and physical development	571,764	571,764	473,053	98,711
Environmental protection	746,752	746,452	669,671	76,781
Human Services	1,398,088	1,398,088	1,288,434	109,654
Cultural and recreational	632,189	632,189	575,225	56,964
Intergovernmental:				
Education	1,883,000	1,883,000	1,883,000	-
Debt service:				
Principal retirement	1,177,323	1,177,623	1,177,509	114
Interest	333,821	333,821	333,821	-
Total expenditures	<u>12,115,519</u>	<u>12,115,519</u>	<u>11,298,558</u>	<u>816,961</u>
Revenues over (under) expenditures	(867,455)	(867,455)	535,612	1,403,067
Other financing sources (Uses)				
Proceeds from installment purchases	-	-	-	-
Transfers from other funds	-	-	1,241,032	-
Transfers to other funds	-	-	(826,460)	-
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>867,455</u>	<u>867,455</u>	<u>414,572</u>	<u>(452,883)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>950,184</u>	<u>\$ 950,184</u>
Fund Balances - Beginning			6,336,414	
Fund Balances - Ending			<u>\$ 7,286,598</u>	

Courthouse and Shiloh FD				Special Capital Fund			
Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
\$ 71,108	\$ 71,108	\$ 75,399	\$ 4,291	\$ -	\$ -	\$ -	\$ -
284,432	284,432	293,648	9,216	175,000	175,000	407,234	232,234
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
39,000	39,000	37,000	(2,000)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,000	2,000	4,921	2,921	18,000	18,000	26,040	8,040
-	-	2,300	2,300	-	-	-	-
<u>396,540</u>	<u>396,540</u>	<u>413,268</u>	<u>16,728</u>	<u>193,000</u>	<u>193,000</u>	<u>433,274</u>	<u>240,274</u>
-	-	-	-	1,084,840	1,084,840	712,891	371,949
396,540	511,540	211,911	299,629	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>396,540</u>	<u>511,540</u>	<u>211,911</u>	<u>299,629</u>	<u>1,084,840</u>	<u>1,084,840</u>	<u>712,891</u>	<u>371,949</u>
-	(115,000)	201,357	316,357	(891,840)	(891,840)	(279,617)	612,223
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	115,000	-	(115,000)	891,840	891,840	-	(891,840)
<u>-</u>	<u>115,000</u>	<u>-</u>	<u>(115,000)</u>	<u>891,840</u>	<u>891,840</u>	<u>-</u>	<u>(891,840)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>201,357</u>	<u>\$ 201,357</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(279,617)</u>	<u>\$ (279,617)</u>
		176,494				2,868,936	
		<u>\$ 377,851</u>				<u>\$ 2,589,319</u>	

**Camden County, North Carolina
Statement of Fund Net Position
Proprietary Fund
June 30, 2014**

Exhibit 6

	Major
	Water
Assets	
Current Assets:	
Cash and cash equivalents	\$ 777,440
Accounts receivable, net	140,164
Total Current Assets	917,604
Noncurrent assets:	
Restricted assets: Grant receivable	555,967
Noncurrent Assets:	
Capital assets:	
Land and non-depreciable assets	2,615,848
Other capital assets, net of depreciation	19,925,430
Capital assets (net)	22,541,278
Total noncurrent assets	22,541,278
Total Assets	24,014,849
Liabilities	
Current Liabilities:	
Accounts payable & accrued liabilities	31,042
Current portion of long-term debt	221,594
Compensated absences	15,000
Due to other funds	-
Total Current Liabilities	267,636
Noncurrent liabilities:	
Compensated absences	16,340
Accrued interest	21,974
Liabilities payable from restricted assets	1,198,573
Other postemployment benefits	50,381
General obligation bonds payable	2,594,711
Total noncurrent liabilities	3,881,979
Total Liabilities	4,149,615
Net Position	
Net investment in capital assets	19,724,973
Unrestricted	140,261
Total Net Position	\$ 19,865,234

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, 2014

Exhibit 7

	Major Water
Operating revenues:	
Charges for Services - Water	\$ 965,610
Charges for Services - Sewer	66,036
Hook-up connection fees and taps	25,900
Miscellaneous	29,062
Total Operating Revenues	1,086,608
Operating expenses:	
Reverse osmosis plant	333,951
Water distribution	395,916
Wastewater operations	233,355
Depreciation	498,250
Total operating expenses	1,461,472
Total Operating Income (Loss)	(374,864)
Nonoperating Revenues(Expenses):	
Interest income	6,759
Interest expense	(72,628)
Total Nonoperating Revenues (Expenses)	(65,869)
Capital Contributions	1,119,504
Transfers from other funds	163,260
Changes in net position	842,031
Net Position, beginning	19,023,203
Net Position, ending	\$ 19,865,234

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, 2014

Exhibit 8

	Major
	Water
Cash Flows From Operating Activities:	
Cash Received from Customers/others	\$ 1,121,047
Cash paid to suppliers for goods and services	(440,751)
Cash paid to employees for services	(505,908)
Net cash provided by (used for) operating activities	174,388
Cash Flows from (use by) capital and related financing activities:	
Capital contributions	
Federal and State grants	1,119,504
Principal repayments on long-term debt	(219,832)
Proceeds of Notes Payable	-
Increase (decrease) in restricted payables	924,240
Decrease (increase) in grant receivable	(321,917)
Acquisition of capital assets	(1,431,339)
Interest income	6,759
Interest expense	(72,628)
Net cash flows provided (used) by noncapital financing activities	4,787
Cash Flows from (used for) noncapital financing activities:	
Change in due to/froms	-
Transfers in/out (net)	163,260
	163,260
Net increase (decrease) in cash and cash equivalents	342,435
Cash and cash equivalents, beginning of year	435,005
Cash and cash equivalents, end of year	\$ 777,440
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (374,864)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	498,250
Changes in Assets and Liabilities:	
Decrease (increase) in accounts receivable - trade	34,439
Increase (decrease) in accounts payable & accrued expenses	17,155
Increase (decrease) in accrued vacation pay	(592)
Net cash provided (used) by operating activities	\$ 174,388

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

Camden County, North Carolina
Statement of Fiduciary Net Position
June 30, 2014

Exhibit 9

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ <u>10,555</u>
Liabilities and Net Position	
Miscellaneous liabilities	10,555
Due to governmental units	<u>-</u>
Total liabilities	<u>10,555</u>
Net Position	\$ <u>-</u>

NOTES TO THE FINANCIAL STATEMENTS

CAMDEN COUNTY, NORTH CAROLINA
 NOTES TO THE FINANCIAL STATEMENTS
 For the Year Ended June 30, 2014

I. Summary of Significant Accounting Policies

The accounting policies of Camden County and its component units conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The County, which is governed by a five-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component units, legally separate entities for which the County is financially accountable. 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*) and Camden County TDA, which has a June 30 year-end, are presented as if they are separate proprietary funds 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 TDA	Discrete	The members of the TDA Board's governing board are appointed by the County.	Camden County Finance P.O. Box 190 Camden, NC 27921
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 units. 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 units. 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.

Courthouse and Shiloh FD - This fund is used to account for the fire needs.

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

ECO Park Capital Project Fund - This fund is used to account for a park project.

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, which accounts of funds that are billed and collected by the County for special tax districts within the County but that are no revenue to the County.

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 for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. As of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013 and for limited registration plates are shown as a receivable in these financial statements and are offset by deferred inflows of resources.

Sales taxes and certain intergovernmental revenues, such as 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, Fire Districts, and Special Capital 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, Camden County TDA, and Camden County ABC Board are made in board-designated official depositories and are secured as required by G.S. 159-31. The County, the TDA, 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, the TDA, 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, Camden County TDA, 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, Camden County TDA, 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, 2013. 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 TDA has no employees.

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. Restricted Assets

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

School Capital Projects Fund	
Monies	\$ <u>472,942</u>

11. 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:

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

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

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

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 position**

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 \$(2,193,049) 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)	\$ 19,207,348
Less accumulated depreciation	<u>(5,789,026)</u>
Net capital assets	13,418,322
Liabilities for deferred inflows of resources reported in the fund statements but not the government-wide	403,410
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are unavailable in the fund statements	67,312
Other assets not available for current expenditures	-
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	(15,410,839)
Accrued interest payable	(97,681)
OPEB payable	(299,824)
Compensated absences	<u>(206,437)</u>
Total adjustment	<u>\$ (2,193,049)</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 \$996,249 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	\$ 571,431
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	(569,545)
Cost of asset disposed of during the year	(940)
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	1,177,509
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	-
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in fund statements	
Increase/Decrease in deferred inflows of resources- taxes receivable- at year end	(125,626)
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>(56,580)</u>
Total adjustment	<u>\$ 996,249</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

None.

C. Excess of Expenditures over Appropriations

None.

III. Detail Notes on All Funds

A. Assets

1. Deposits

All of the County's, TDA'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, TDA'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, TDA, 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, TDA, 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 TDA and ABC Board have no formal policy regarding custodial credit risk for deposits.

At June 30, 2014, the County's deposits had a carrying amount of \$12,236,511 and a bank balance of \$12,356,730. Of the bank balance, \$1,376,577 was covered by federal depository insurance, the remainder was covered by the pooling method.

At June 30, 2014, Camden County had a carrying and bank balance amount of \$10,555 in the fiduciary fund.

At June 30, 2014, Camden County had \$480 of cash on hand.

At June 30, 2014, the carrying amount of deposits for Camden County ABC Board was \$41,244. All of these amounts were covered by federal depository insurance.

At June 30, 2014, the carrying amount of deposits for Camden County TDA was \$95,377. All of these amounts were covered by federal depository insurance.

2. Investments

As of June 30, 2014, the County's investments consisted of \$561,443 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, 2014.

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

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

Year Levied	Tax	Interest	Total
2011	\$ 1,312,918	\$ 311,818	\$ 1,624,736
2012	1,325,695	195,540	1,521,235
2013	1,332,752	-	1,332,752
Total	\$ 3,971,365	\$ 507,358	\$ 4,478,723

4. Receivables

Receivables at the government-wide level at June 30, 2014 were as follows:

	Accounts	Taxes & Related Accrued Interest	Due From Other Governments	Total
Governmental Activities:				
General	\$ 700,457	\$ 583,997	\$ -	\$ 1,284,454
Other Governmental	8,931	10,725	163,980	183,636
Total Receivables	709,388	594,722	-	1,304,110
Allowance for Doubtful Accounts	-	(124,000)	-	(124,000)
Total Governmental Activities	\$ 709,388	\$ 470,722	\$ 163,980	\$ 1,344,090
Business-Type Activities:				
Water/Sewer receivables	\$ 190,403	\$ -	\$ 555,967	\$ 746,370
Allowance for Doubtful Accounts	(50,239)	-	-	(50,239)
Total Business-Type Activities	\$ 140,164	\$ -	\$ 555,967	\$ 696,131

5. Capital Assets**Primary Government**

Capital asset activity for the year ended June 30, 2014, was as follows:

	Beginning Balances July 1, 2013	Increases	Decreases	Ending Balances June 30, 2014
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 4,785,809	\$ 230,062	\$ -	\$ 5,015,871
Construction in Progress	1,135,840	84,606	(1,135,842)	84,604
Total capital assets not being depreciated	5,921,649	314,668	(1,135,842)	5,100,475
Capital assets being depreciated:				
Buildings	5,712,475	-	-	5,712,475
Other improvements	3,106,831	1,207,742	-	4,314,573
Equipment	1,445,855	41,185	(15,649)	1,471,391
Vehicles and motor equipment	2,488,932	143,678	(24,176)	2,608,434
Total capital assets being depreciated	12,754,093	1,392,605	(39,825)	14,106,873
Less accumulated depreciation for:				
Buildings	1,593,832	204,752	-	1,798,584
Other improvements	841,266	124,857	-	966,123
Equipment	883,670	68,787	(14,710)	937,747
Vehicles and motor equipment	1,939,599	170,500	(24,176)	2,085,923
Total accumulated depreciation	5,258,367	\$ 568,896	\$ (38,886)	5,788,377
Total capital assets being depreciated, net	7,495,726			8,318,496
Governmental activity capital assets, net	\$ 13,417,375			\$ 13,418,971

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

General government	\$ 153,079
Public Safety	245,642
Environmental Protection	8,757
Economic and Physical Development	25,500
Human Services	44,936
Cultural and Recreational	90,982
Total Depreciation Expense	<u>\$ 568,896</u>

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type Activities				
Water & Sewer District				
Capital assets not being depreciated:				
Land	\$ 718,380	\$ 50,000	\$ -	\$ 768,380
Construction in progress	763,308	1,201,386	(117,226)	1,847,468
Total capital assets not being depreciated	<u>1,481,688</u>	<u>1,251,386</u>	<u>(117,226)</u>	<u>2,615,848</u>
Capital assets being depreciated:				
Plant and distribution systems	23,892,853	284,542	-	24,177,395
Furniture and equipment	75,458	12,637	-	88,095
Vehicles and motor equipment	150,420	-	(21,192)	129,228
Total capital assets being depreciated	<u>24,118,731</u>	<u>297,179</u>	<u>(21,192)</u>	<u>24,394,718</u>
Less accumulated depreciation for:				
Plant and distribution systems	3,833,752	485,523	-	4,319,275
Furniture and equipment	55,930	3,591	-	59,521
Vehicles and motor equipment	102,548	9,136	(21,192)	90,492
Total accumulated depreciation	<u>3,992,230</u>	<u>498,250</u>	<u>(21,192)</u>	<u>4,469,288</u>
Total capital assets being depreciated, net	<u>20,126,501</u>			<u>19,925,430</u>
Total Water and Sewer Fund District, Net	<u>\$ 21,608,189</u>			<u>\$ 22,541,278</u>

Discretely presented component unit
ABC Board:

Land	\$ 25,405
Buildings	161,798
Equipment	42,600
Less A/D	(139,569)
Property and Equipment, net	<u>\$ 90,234</u>

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2014, were as follows:

	Vendors	Accrued Interest	Total
Governmental Activities	\$ 491,209	\$ 97,681	\$ 588,890
Business-type Activities	\$ 1,229,615	\$ 21,974	\$ 1,251,589

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 Policy - Plan members are required to contribute six percent of their annual covered salary to the System. The County and the ABC Board are required to contribute at an actuarially determined rate. For the County, the current rate for employees not engaged in law enforcement and for law enforcement officers is 7.07% and 7.28%, 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, 2014, 2013, and 2012 were \$209,130, \$191,530, and \$182,487, respectively. The ABC Board's contributions to LGERS for the years ended June 30, 2014, 2013, and 2012 were \$2,697, \$2,574, and \$2,650, 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, 2013, 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, 2014 were \$207,971, which consisted of \$144,245 from the County and \$63,726 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, 2014, the County's required and actual contributions were \$825.

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. If hired after January 8, 2013 no health benefits will be paid for retirees.

Membership of the HCB Plan consisted of the following at December 31, 2013, 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	<u>52</u>	<u>15</u>

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>(5,317)</u>
Annual OPEB cost (expense)	70,429
Contributions made	<u>-</u>
Increase (decrease) in net OPEB obligation	70,429
Net OPEB obligation, beginning of year	279,776
Net OPEB obligation, end of year	<u><u>\$ 350,205</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, 2014 were as follows:

Funded Status and Funding Progress. As of June 30, 2014 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
2012	\$ 70,438	0.00%	\$ 209,338
2013	\$ 70,438	0.00%	\$ 279,776
2014	\$ 70,429	0.00%	\$ 350,205

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 December 31, 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)	\$ -	\$ 11,337
Taxes receivable, net (General), less penalties	392,685	-
Taxes receivable, net (Special Revenue)	10,725	-
Total	\$ 403,410	\$ 11,337

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, 2014, 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. \$ 3,026,210

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.	469,354
\$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.	876,660
\$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.	185,049
\$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.	252,615
\$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.	616,250
\$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.	600,000
\$600,000 loan from Morrisete 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.	100,000
\$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.	9,284,701
	<u>\$ 15,410,839</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, 2014, 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%.	\$ 1,194,213
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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 2013 with a principal amount of \$406,791 with varying annual installments plus interest at 2.19%. Matures in 2032.	325,432
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State DWSRF Revolving Loan: A loan of \$1,367,122 calling for 20 annual principal payments of \$68,356 plus interest at 2.50%. At year end \$1,307,360 has been drawn down on the loan amount. 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. Matures in 2032.	588,312
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State Clean Water Bond Loan: A loan of \$1,922,657 calling for 19 annual principal payments of \$101,192 plus interest at 4.02%. This Note was refinanced during the year with a principal amount of \$910,732 with varying annual installments plus interest at 2.09%. Matures in 2023.

708,348

Total

\$ 2,816,305

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
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	964,064	390,710	229,351	48,605
2020-2024	2,044,490	1,793,108	795,507	171,495
2025-2029	1,333,656	1,523,339	535,762	95,127
2030-2034	1,436,663	1,240,109	358,045	20,485
2035-2039	1,669,660	930,340	-	-
2040-2044	2,043,634	556,366	-	-
2045-2049	1,438,329	120,140	-	-
Total	<u>\$ 15,410,839</u>	<u>\$ 8,220,511</u>	<u>\$ 2,816,305</u>	<u>\$ 579,955</u>

At June 30, 2014 Camden County had a legal debt margin of \$81,449,812.

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, 2014:

	Balance 6/30/2013	Increases	Decreases	Balance 6/30/2014	Current Portion
Governmental Activities:					
Installment Purchases	\$ 16,588,348	\$ -	\$ (1,177,509)	\$ 15,410,839	\$ 1,184,271
OPEB	240,656	59,168	-	299,824	-
Compensated absences	206,993	80,252	(80,808)	206,437	80,808
Total governmental activities	<u>\$ 17,035,997</u>	<u>\$ 139,420</u>	<u>\$ (1,258,317)</u>	<u>\$ 15,917,100</u>	<u>\$ 1,265,079</u>
	Balance 6/30/2012	Additions	Retirements	Balance 6/30/2014	Current Portion
Business Type Activities:					
General obligation debt	\$ 3,036,137	\$ -	\$ (219,832)	\$ 2,816,305	\$ 221,594
OPEB	39,111	11,270	-	50,381	-
Compensated Absences	31,932	-	(592)	31,340	15,000
Total business type activities	<u>\$ 3,107,180</u>	<u>\$ 11,270</u>	<u>\$ (220,424)</u>	<u>\$ 2,898,026</u>	<u>\$ 236,594</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 \$1,753,914 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, 2014 consists of the following:

From the General fund to:

Capital Project Eco Park Fund (Expenditures)	\$ 80,238
Community Park Trust Fund (Expenditures)	112,169
Water and Sewer Fund (Expenditures)	163,260
Special Revenue Eco Park Fund (Expenditures)	50,000
School Capital Fund (Expenditures)	420,793

From School Capital Fund to:	
General Fund (school debt)	1,241,032

Totals	\$ 2,067,492
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From Camden County to:	
Camden TDA (monies due to TDA)	\$ 109,716

Interfund Balances and Activity

None for June 30, 2014.

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	\$ 7,286,598
Less:	
Stabilization by State Statute	705,979
Remaining Fund Balance	\$ 6,580,619

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

Encumbrances	General Fund	Non-Major Funds
\$	-	\$ -

III. Joint Ventures

Developmental Disabilities & Substance abuse Services

The County participates in a joint venture to provide mental health services. East Carolina Behavioral Health (ECBH) coordinates these services through third party providers. The County is one of nineteen county governments participating as a joint venture. Camden County appointed one board member (commissioner) to the ECBH's finance committee. The venture 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 \$20,000 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, 2014. Complete financial statements 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 \$203,361 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, 2014. 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, 2014. Complete financial statements for the Jail can be obtained from the Jail's office at 320 S. Hughes Blvd., Elizabeth City, North Carolina 27907.

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 \$6,449 to the Commission during the fiscal year ended June 30, 2014.

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 \$190,754 to the Facility during the fiscal year ended June 30, 2014.

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, 2014. 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, 2014. 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.

Notes to the Financial Statements

	Federal	State
Foster Care	\$ 5,900	\$ 2,950
Adoption Assistance	19,162	8,921
Low Income Energy Assistance	32,100	-
Medicaid	4,330,441	2,406,820
NC Health Choice	111,341	35,113
WIC	27,511	-

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. Significant Effects of Subsequent Events

There are no subsequent events that would have a material affect on the financial statements. Subsequent events have been analyzed through the date that the financial statements were available to be issued.

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)	UAAAL 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%
12/31/2013	-	\$ 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**

<u>Year Ended June 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2012	70,438	0.00%
2013	70,438	0.00%
2014	70,190	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, 2013
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, 2014**

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad Valorem Taxes:			
Taxes	\$	\$ 7,363,897	\$
Penalties and Interest			
Total	<u>7,249,964</u>	<u>7,363,897</u>	<u>113,933</u>
Other Taxes and Licenses:			
Local option sales tax		1,040,229	
Franchise tax		379,268	
Scrap tire disposal tax		21,880	
Video programming		68,746	
White goods tax		5,847	
Medicaid hold harmless		734,891	
Privilege licenses		140	
Total	<u>1,895,100</u>	<u>2,251,001</u>	<u>355,901</u>
Unrestricted Intergovernmental revenues:			
Beer and wine tax		43,883	
Payments in lieu of taxes		2,454	
ABC profit distribution		54,389	
Total	<u>41,600</u>	<u>100,726</u>	<u>59,126</u>
Restricted Intergovernmental:			
State and Federal Grants		999,310	
Other		6,805	
ABC profits for law enforcement		3,799	
Court facilities fees		22,774	
Total	<u>1,074,169</u>	<u>1,032,688</u>	<u>(41,481)</u>
Permits and Fees:			
Franchise fees		77,525	
Pet licenses		200	
Gun permits		12,870	
Fines and forfeitures		70,451	
Register of Deeds		135,403	
Other fees		8,739	
Building permits and inspections, including land use fees		592,244	
Total	<u>819,287</u>	<u>897,432</u>	<u>78,145</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, 2014**

	Final Budget	Actual	Variance Positive (Negative)
Sales and Services:			
Rent and Concessions		50,214	
Jail fees		6,525	
Officer fees		34,289	
Total	<u>88,944</u>	<u>91,028</u>	<u>2,084</u>
Investment Earnings: Interest	<u>36,000</u>	<u>51,421</u>	<u>15,421</u>
Miscellaneous:			
Sale of fixed assets		2,021	
Sheriff's fundraisers and Christmas Fund			
OLF relief		1,341	
Insurance proceeds		8,752	
Sale of recyclables		20,086	
Other		13,777	
Total	<u>43,000</u>	<u>45,977</u>	<u>2,977</u>
TOTAL REVENUES	<u>11,248,064</u>	<u>11,834,170</u>	<u>586,106</u>
Expenditures:			
General Government:			
Governing body		84,749	
Administration		397,957	
Finance		194,533	
Tax administration		358,412	
Personnel		61,550	
Legal		6,008	
Register of deeds		245,503	
Elections		113,472	
Public buildings		291,629	
Court facilities		30,872	
Total general government	<u>2,186,497</u>	<u>1,784,685</u>	<u>401,812</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, 2014**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Public Safety:			
Sheriff		1,485,331	
Jail		405,920	
Regional jail		190,754	
Juvenile justice and delinquency program		68,867	
School resource officer		62,681	
Inspections		113,591	
Contribution to fire districts		474,657	
Emergency management		106,898	
Central communications		203,361	
Medical examiner		1,100	
Total	<u>3,186,085</u>	<u>3,113,160</u>	<u>72,925</u>
Economic and physical development:			
Economic development		95,369	
Agricultural extension		64,747	
Planning		234,282	
Albemarle commission		6,449	
Resource conservation and development		750	
Public transportation authority		11,208	
Soil/water conservation		60,248	
Total	<u>571,764</u>	<u>473,053</u>	<u>98,711</u>
Human services:			
Health:			
Nutrition programs		24,252	
Mosquito control		2,714	
Albemarle helpline		1,500	
Camden food pantry		2,000	
Regional health		35,820	
Other health programs		10,332	
Total human services	<u>90,455</u>	<u>76,618</u>	<u>13,837</u>
Mental Health:			
Regional mental health		20,000	
Total	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Transportation: Traffic	<u>2,560</u>	<u>1,241</u>	<u>1,319</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, 2014**

	Final Budget	Actual	Variance Positive (Negative)
Social services:			
Administration		874,306	
Day care		116,233	
Medical assistance		21,695	
County provided assistance		46,946	
Adoptions		6,309	
Aid to the blind program		881	
Foster care		34,424	
Crisis intervention		22,011	
Work first program		34,649	
LIEAP expenses		32,100	
Other assistance		1,021	
Total social services	<u>1,285,073</u>	<u>1,190,575</u>	<u>94,498</u>
Total Human Services	<u>1,398,088</u>	<u>1,288,434</u>	<u>109,654</u>
Cultural and Recreational:			
Recreation		246,836	
Library		174,374	
College of the Albemarle		40,000	
Senior citizens services		114,015	
Total Cultural and Recreational	<u>632,189</u>	<u>575,225</u>	<u>56,964</u>
Environmental protection:			
Public works administration		34,266	
Forestry program		46,696	
Beaver management assistance program		5,295	
Sanitation		583,414	
Total environmental protection	<u>746,452</u>	<u>669,671</u>	<u>76,781</u>
Education:			
Public Schools:			
Current Expense		1,703,000	
Capital Outlay		180,000	
Total Education	<u>1,883,000</u>	<u>1,883,000</u>	<u>-</u>
Debt Service:			
Principal Retirement		1,177,509	
Interest and Fees		333,821	
Total Debt Service	<u>1,511,444</u>	<u>1,511,330</u>	<u>114</u>
TOTAL EXPENDITURES	<u>12,115,519</u>	<u>11,298,558</u>	<u>816,961</u>
Revenues over Expenditures	<u>(867,455)</u>	<u>535,612</u>	<u>1,403,067</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, 2014**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Other financing sources (uses):			
Proceeds From Capital Leases		-	
Fund Balance Appropriated		-	
Transfers (to)/from Other Funds:			
Special revenue - school capital fund		1,241,032	
Special revenue - school capital fund		(420,793)	
Special revenue - Eco park fund		(50,000)	
Capital projects - Eco park fund		(80,238)	
Water and sewer district		(163,260)	
Special revenue - community park trust		(112,169)	
Total Other Financing Sources (Uses)	<u>867,455</u>	<u>414,572</u>	<u>(452,883)</u>
Net change in fund balance	\$ <u>-</u>	950,184	\$ <u>950,184</u>
Fund balances:			
Beginning of year, July 1		<u>6,336,414</u>	
End of year, June 30		\$ <u>7,286,598</u>	

OTHER MAJOR GOVERNMENTAL FUNDS

Major Governmental Funds - Fire Districts Fund- Courthouse & Shiloh
Major Governmental Funds - Special Capital Fund
Major Governmental Funds - ECO Park Capital Fund

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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 75,399	\$
Other taxes		293,648	
Investment earnings		4,921	
Other fees		37,000	
Miscellaneous		2,300	
Total Revenues	<u>396,540</u>	<u>413,268</u>	<u>16,728</u>
Expenditures:			
Public safety:			
Salaries and benefits		5,510	
Operating expenses		206,401	
Capital outlay		-	
Debt service: Principal and Interest		-	
Total Expenditures	<u>511,540</u>	<u>211,911</u>	<u>299,629</u>
Revenues Over (Under) Expenditures	<u>(115,000)</u>	<u>201,357</u>	<u>316,357</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	(115,000)	201,357	316,357
Fund Balance Appropriated	<u>115,000</u>	<u>-</u>	<u>(115,000)</u>
Net change in fund balance	\$ <u><u>-</u></u>	201,357	\$ <u><u>201,357</u></u>
Fund Balance:			
Beginning of Year, July 1		<u>176,494</u>	
End of Year, June 30		<u>\$ 377,851</u>	

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, 2014

	2014		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Other taxes	\$	\$ 407,234	\$
Land sale		-	
Investment earnings		26,040	
Total Revenue	<u>193,000</u>	<u>433,274</u>	<u>240,274</u>
Expenditures			
Operating expenses		712,891	
Capital outlay		-	
Total Expenditures	<u>1,084,840</u>	<u>712,891</u>	<u>371,949</u>
Revenues Over (Under) Expenditures	<u>(891,840)</u>	<u>(279,617)</u>	<u>612,223</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>(891,840)</u>	<u>(279,617)</u>	<u>612,223</u>
Fund Balance Appropriated	<u>891,840</u>	<u>-</u>	<u>(891,840)</u>
Net change in fund balance	\$ <u>-</u>	(279,617)	\$ <u>(279,617)</u>
Fund Balance:			
Beginning of Year, July 1		<u>2,868,936</u>	
End of Year, June 30		\$ <u>2,589,319</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, 2014

	Project Author - ization	Actual		Total to Date	Variance Favorable (Unfavorable)
		Prior Years	Current Year		
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	-	-	33,207	33,207	33,207
Interest Income	-	-	-	-	-
Total Revenues	<u>1,075,000</u>	<u>943,911</u>	<u>33,207</u>	<u>977,118</u>	<u>(97,882)</u>
Expenditures:					
Construction:					
Construction	1,065,000	1,042,416	14,940	1,057,356	7,644
Fund reserves	10,000	-	-	-	10,000
Total	<u>1,075,000</u>	<u>1,042,416</u>	<u>14,940</u>	<u>1,057,356</u>	<u>17,644</u>
Revenues over expenditures	-	(98,505)	18,267	(80,238)	(80,238)
Other Financing Sources (Uses):					
Fund balance appropriated	-	-	-	-	-
Revolving loan funds	-	-	-	-	-
Transfers In	-	-	80,238	80,238	(80,238)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>80,238</u>	<u>80,238</u>	<u>(80,238)</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (98,505)</u>	98,505	<u>\$ -</u>	<u>\$ -</u>
Fund Balance:					
Beginning of Year, July 1			<u>(98,505)</u>		
End of Year, June 30			<u>\$ -</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
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2014

	Automation Enhancement and Preserva- tion Fund	Tourism Development	Dismal Swamp Visitor Center	School Cap Fund	South Mills	Joyce Creek Drainage Fund
Assets:						
Cash and investments	\$ 13,978	\$ -	\$ 87,158	\$ -	\$ 361,994	\$ 207,377
Restricted Cash	-	-	-	472,942	-	-
Accounts receivable	-	-	415	58,824	5,854	335
Taxes receivable (net)	-	-	-	-	2,333	3,189
Total Assets	\$ 13,978	\$ -	\$ 87,573	\$ 531,766	\$ 370,181	\$ 210,901
Liabilities and Fund Balances:						
Current liabilities:						
Accounts payable	\$ -	\$ -	\$ 5,852	\$ -	\$ 1,692	\$ 3
Due from other funds	-	-	-	-	-	-
Total liabilities	-	-	5,852	-	1,692	3
Deferred Inflows of Resources						
Property taxes receivable	-	-	-	-	2,333	3,189
Total deferred inflows of resources	-	-	-	-	2,333	3,189
Fund Balances:						
Restricted						
Stabilization by State Statute	-	-	415	58,824	5,854	335
Register of Deeds	13,978	-	-	-	-	-
Fire Protection	-	-	-	-	360,302	-
Committed						
Tax Revaluation	-	-	-	-	-	-
School capital	-	-	-	472,942	-	-
Economic development	-	-	81,306	-	-	207,374
Total fund balances	13,978	-	81,721	531,766	366,156	207,709
Total liabilities, deferred inflows of resources, and fund balances	\$ 13,978	\$ -	\$ 87,573	\$ 531,766	\$ 370,181	\$ 210,901

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
\$ 297,700	\$ 112,670	\$ 37,772	\$ 495,182	\$ 1,613,831	\$ -	\$ -	\$ 1,613,831
-	-	-	-	472,942	-	-	472,942
19	-	-	47	65,494	92,964	92,964	158,458
-	-	-	-	5,522	-	-	5,522
<u>\$ 297,719</u>	<u>\$ 112,670</u>	<u>\$ 37,772</u>	<u>\$ 495,229</u>	<u>\$ 2,157,789</u>	<u>\$ 92,964</u>	<u>\$ 92,964</u>	<u>\$ 2,250,753</u>
\$ 9,790	\$ -	\$ -	\$ 15,749	\$ 33,086	\$ 74,097	\$ 74,097	\$ 107,183
-	-	-	-	-	-	-	-
<u>9,790</u>	<u>-</u>	<u>-</u>	<u>15,749</u>	<u>33,086</u>	<u>74,097</u>	<u>74,097</u>	<u>107,183</u>
-	-	-	-	5,522	-	-	5,522
-	-	-	-	5,522	-	-	5,522
19	-	-	47	65,494	-	-	65,494
-	-	-	-	13,978	-	-	13,978
-	-	-	-	360,302	-	-	360,302
-	-	-	479,433	479,433	-	-	479,433
-	-	-	-	472,942	-	-	472,942
<u>287,910</u>	<u>112,670</u>	<u>37,772</u>	<u>-</u>	<u>727,032</u>	<u>18,867</u>	<u>18,867</u>	<u>745,899</u>
<u>287,929</u>	<u>112,670</u>	<u>37,772</u>	<u>479,480</u>	<u>2,119,181</u>	<u>18,867</u>	<u>18,867</u>	<u>2,138,048</u>
<u>\$ 297,719</u>	<u>\$ 112,670</u>	<u>\$ 37,772</u>	<u>\$ 495,229</u>	<u>\$ 2,157,789</u>	<u>\$ 92,964</u>	<u>\$ 92,964</u>	<u>\$ 2,250,753</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, 2014

	Auto Enhancement and Preserva- tion Fund	Tourism Development	Dismal Swamp Visitor Center	School Cap Fund	South Mills	Joyce Creek Drainage Fund
Revenues:						
Ad Valorem Taxes	\$ -	\$ -	\$ -	\$ -	\$ 46,289	\$ 51,513
Other taxes	-	-	-	344,006	181,009	-
Local contributions	-	-	-	450,000	-	-
Donations	-	-	-	-	-	-
Investment earnings	105	-	-	8,683	3,411	1,864
Sales	-	-	19,784	-	-	-
Miscellaneous	5,196	-	10,000	10,812	-	-
Federal and State grants	-	-	142,857	-	28,419	-
Fees	-	-	-	-	-	-
Total revenues	<u>5,301</u>	<u>-</u>	<u>172,641</u>	<u>813,501</u>	<u>259,128</u>	<u>53,377</u>
Expenditures:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	195,935	-
Environmental protection	-	-	-	-	-	19,892
Economic and physical development	-	-	-	-	-	-
Cultural and recreation	-	-	170,482	-	-	-
Education	-	-	-	5,622	-	-
Debt service:						
Principal retirement	-	-	-	-	75,388	-
Interest and fees	-	-	-	-	32,126	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>170,482</u>	<u>5,622</u>	<u>303,449</u>	<u>19,892</u>
Revenues Over (Under) Expenditures	<u>5,301</u>	<u>-</u>	<u>2,159</u>	<u>807,879</u>	<u>(44,321)</u>	<u>33,485</u>
Other Financing Sources (Uses):						
Proceeds of long-term debt	-	-	-	-	-	-
Transfers from (to) other sources	-	-	-	(1,241,032)	-	-
Transfers from (to) CU	-	(109,716)	-	-	-	-
Transfers from (to) other sources	-	-	-	420,793	-	-
Total other financing sources (uses)	<u>-</u>	<u>(109,716)</u>	<u>-</u>	<u>(820,239)</u>	<u>-</u>	<u>-</u>
Net change in Fund Balance	<u>5,301</u>	<u>(109,716)</u>	<u>2,159</u>	<u>(12,360)</u>	<u>(44,321)</u>	<u>33,485</u>
Fund balances:						
Beginning of Year, July 1	<u>8,677</u>	<u>109,716</u>	<u>79,562</u>	<u>544,126</u>	<u>410,477</u>	<u>174,224</u>
End of year, June 30	<u>\$ 13,978</u>	<u>\$ -</u>	<u>\$ 81,721</u>	<u>\$ 531,766</u>	<u>\$ 366,156</u>	<u>\$ 207,709</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
\$ -	\$ -	\$ -	\$ -	\$ 97,802	\$ -	\$ -	\$ 97,802
251,840	-	11,200	-	788,055	-	-	788,055
-	-	-	-	450,000	-	-	450,000
-	-	-	-	-	-	-	-
918	697	304	5,195	21,177	-	-	21,177
-	-	-	-	19,784	-	-	19,784
-	-	-	-	26,008	-	-	26,008
65,000	-	-	-	236,276	238,503	238,503	474,779
-	-	-	-	-	-	-	-
<u>317,758</u>	<u>697</u>	<u>11,504</u>	<u>5,195</u>	<u>1,639,102</u>	<u>238,503</u>	<u>238,503</u>	<u>1,877,605</u>
-	-	-	95,267	95,267	-	-	95,267
-	-	-	-	195,935	-	-	195,935
-	-	-	-	19,892	-	-	19,892
-	54,071	-	-	54,071	-	-	54,071
180,929	-	-	-	351,411	217,812	217,812	569,223
-	-	-	-	5,622	-	-	5,622
-	-	-	-	75,388	-	-	75,388
-	-	-	-	32,126	-	-	32,126
<u>180,929</u>	<u>54,071</u>	<u>-</u>	<u>95,267</u>	<u>829,712</u>	<u>217,812</u>	<u>217,812</u>	<u>1,047,524</u>
<u>136,829</u>	<u>(53,374)</u>	<u>11,504</u>	<u>(90,072)</u>	<u>809,390</u>	<u>20,691</u>	<u>20,691</u>	<u>830,081</u>
-	-	-	-	-	-	-	-
-	-	-	-	(1,241,032)	-	-	(1,241,032)
-	-	-	-	(109,716)	-	-	(109,716)
112,169	50,000	-	-	582,962	-	-	582,962
<u>112,169</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>(767,786)</u>	<u>-</u>	<u>-</u>	<u>(767,786)</u>
248,998	(3,374)	11,504	(90,072)	41,604	20,691	20,691	62,295
38,931	116,044	26,268	569,552	2,077,577	(1,824)	(1,824)	2,075,753
<u>\$ 287,929</u>	<u>\$ 112,670</u>	<u>\$ 37,772</u>	<u>\$ 479,480</u>	<u>\$ 2,119,181</u>	<u>\$ 18,867</u>	<u>\$ 18,867</u>	<u>\$ 2,138,048</u>

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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Fees	\$	\$ 5,196	\$
Investment Earnings		105	
Other income		-	
Total revenues	<u>3,100</u>	<u>5,301</u>	<u>2,201</u>
Expenditures:			
Operating expenses		-	
Total Expenditures	<u>3,100</u>	<u>-</u>	<u>3,100</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>5,301</u>	<u>5,301</u>
Other Financing Sources (Uses):			
Transfers from Other Funds		-	
Transfers to Other Funds		-	
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>-</u>	<u>5,301</u>	<u>5,301</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	\$ 5,301	\$ <u>5,301</u>
Fund Balance:			
Beginning of Year, July 1		<u>8,677</u>	
End of Year, June 30		<u>\$ 13,978</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Other taxes	\$	\$ -	\$
Investment earnings	-	-	-
Total revenues	-	-	-
Expenditures:			
Operating expenses	-	-	-
Total Expenditures	-	-	-
Revenues Over (Under) Expenditures	-	-	-
Net change in fund balance	-	-	-
Transfer to CU	-	(109,716)	(109,716)
Net change in fund balance	\$ -	(109,716)	\$ (109,716)
Fund Balance:			
Beginning of Year, July 1		109,716	
End of Year, June 30		\$ -	

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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Restricted Intergovernmental	\$	\$ 142,857	\$
Sales		19,784	
Miscellaneous		10,000	
Total Revenue		<u>177,000</u>	<u>(4,359)</u>
Expenditures			
Salaries and benefits		137,280	
Operating expenses		33,202	
Total Expenditures		<u>177,000</u>	<u>6,518</u>
Revenues Over (Under) Expenditures		<u>2,159</u>	<u>2,159</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	-	2,159	2,159
Fund Balance Appropriated		<u>-</u>	<u>-</u>
Net change in fund balance	\$	<u>2,159</u>	\$ <u>2,159</u>
Fund Balance:			
Beginning of Year, July 1		<u>79,562</u>	
End of Year, June 30		<u>\$ 81,721</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, 2014

	2014		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Other taxes	\$	\$ 344,006	\$
Restricted intergovernmental revenues		450,000	
Miscellaneous		10,812	
Investment earnings		8,683	
Total Revenues	<u>309,000</u>	<u>813,501</u>	<u>504,501</u>
Expenditures:			
Education:			
Operating expenses		5,622	
Debt service: Principal		-	
Debt service: Interest		-	
Total Expenditures	<u>1,250,847</u>	<u>5,622</u>	<u>1,245,225</u>
Revenues Over (Under) Expenditures	<u>(941,847)</u>	<u>807,879</u>	<u>1,749,726</u>
Other Financing Sources (Uses):			
Transfer from other funds	420,793	420,793	-
Transfer to other funds	-	<u>(1,241,032)</u>	<u>(1,241,032)</u>
Total Other Financing Sources (Uses)	<u>420,793</u>	<u>(820,239)</u>	<u>(1,241,032)</u>
Revenues and Other Financing Sources Over (Under) Uses	<u>(521,054)</u>	<u>(12,360)</u>	508,694
Fund Balance Appropriated	<u>521,054</u>	-	<u>(521,054)</u>
Net change in fund balance	\$ <u>-</u>	(12,360)	\$ <u>(12,360)</u>
Fund Balance:			
Beginning of Year, July 1		<u>544,126</u>	
End of Year, June 30		<u>\$ 531,766</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 46,289	\$
Other taxes		181,009	
Investment earnings		3,411	
Other grants		28,419	
Other fees		-	
Total Revenues	<u>246,745</u>	<u>259,128</u>	<u>12,383</u>
Expenditures:			
Public safety:			
Salaries and benefits		7,125	
Operating expenses		188,810	
Capital outlay		-	
Debt service: Principal and Interest		107,514	
Total Expenditures	<u>325,745</u>	<u>303,449</u>	<u>22,296</u>
Revenues Over (Under) Expenditures	<u>(79,000)</u>	<u>(44,321)</u>	<u>34,679</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	(79,000)	(44,321)	34,679
Fund Balance Appropriated	<u>79,000</u>	<u>-</u>	<u>(79,000)</u>
Net change in fund balance	\$ <u>-</u>	(44,321)	\$ <u>(44,321)</u>
Fund Balance:			
Beginning of Year, July 1		<u>410,477</u>	
End of Year, June 30		<u>\$ 366,156</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues:			
Ad valorem taxes	\$	\$ 51,513	\$
Investment earnings		1,864	
Total Revenues	<u>55,548</u>	<u>53,377</u>	<u>(2,171)</u>
Expenditures:			
Environmental Protection:			
Operating expenses		19,892	
Capital outlay		-	
Total Expenditures	<u>55,548</u>	<u>19,892</u>	<u>35,656</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>33,485</u>	<u>33,485</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	-	33,485	33,485
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	33,485	\$ <u>33,485</u>
Fund Balance:			
Beginning of Year, July 1		<u>174,224</u>	
End of Year, June 30		<u>\$ 207,709</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Restricted Intergovernmental	\$	\$ 65,000	\$
Other taxes		251,840	
Investment earnings		918	
Total Revenue	<u>507,241</u>	<u>317,758</u>	<u>(189,483)</u>
Expenditures			
Operating expenses		180,929	
Capital outlay		-	
Total Expenditures	<u>619,410</u>	<u>180,929</u>	<u>438,481</u>
Revenues Over (Under) Expenditures	<u>(112,169)</u>	<u>136,829</u>	<u>248,998</u>
Other Financing Sources (Uses):			
Transfers from other funds	112,169	112,169	-
Proceeds from Lease Purchase	-	-	-
Total Other Financing Sources (Uses)	<u>112,169</u>	<u>112,169</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>248,998</u>	<u>248,998</u>
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>248,998</u>	<u>\$ 248,998</u>
Fund Balance:			
Beginning of Year, July 1		<u>38,931</u>	
End of Year, June 30		<u>\$ 287,929</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Fees	\$	\$ -	\$
Investment earnings		697	
Total Revenue	<u>1,000</u>	<u>697</u>	<u>(303)</u>
Expenditures			
Operating expenses		-	
Capital outlay		54,071	
Total Expenditures	<u>167,000</u>	<u>54,071</u>	<u>112,929</u>
Revenues Over (Under) Expenditures	<u>(166,000)</u>	<u>(53,374)</u>	<u>112,626</u>
Other Financing Sources (Uses):			
Transfers from other funds	50,000	50,000	-
Proceeds from Lease Purchase	-	-	-
Total Other Financing Sources (Uses)	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>(116,000)</u>	<u>(3,374)</u>	<u>112,626</u>
Fund Balance Appropriated	<u>116,000</u>	<u>-</u>	<u>(116,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>(3,374)</u>	<u>\$ (3,374)</u>
Fund Balance:			
Beginning of Year, July 1		<u>116,044</u>	
End of Year, June 30		<u>\$ 112,670</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Tax penalties and interest	\$	\$ 11,200	\$
Investment earnings		304	
Total Revenue	<u>11,000</u>	<u>11,504</u>	<u>504</u>
Expenditures			
Operating expenses		-	
Capital outlay		-	
Total Expenditures	<u>36,000</u>	<u>-</u>	<u>36,000</u>
Revenues Over (Under) Expenditures	<u>(25,000)</u>	<u>11,504</u>	<u>36,504</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>(25,000)</u>	<u>11,504</u>	<u>36,504</u>
Fund Balance Appropriated	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>11,504</u>	<u>\$ 11,504</u>
Fund Balance:			
Beginning of Year, July 1		<u>26,268</u>	
End of Year, June 30		<u>\$ 37,772</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, 2014

	2014		Variance Favorable (Unfavorable)
	Final Budget	Actual	
Revenues			
Ad Valorem taxes	\$	\$ -	\$
Investment earnings		5,195	
Total Revenue	<u>2,500</u>	<u>5,195</u>	<u>2,695</u>
Expenditures			
Operating expenses		95,267	
Capital outlay		-	
Total Expenditures	<u>203,000</u>	<u>95,267</u>	<u>107,733</u>
Revenues Over (Under) Expenditures	<u>(200,500)</u>	<u>(90,072)</u>	<u>110,428</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>(200,500)</u>	<u>(90,072)</u>	<u>110,428</u>
Fund Balance Appropriated	<u>200,500</u>	<u>-</u>	<u>(200,500)</u>
Net change in fund balance	<u>\$ -</u>	<u>(90,072)</u>	<u>\$ (90,072)</u>
Fund Balance:			
Beginning of Year, July 1		<u>569,552</u>	
End of Year, June 30		<u>\$ 479,480</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, 2014

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Restricted - infrastructure hook-up 08-C-1844	\$ 37,289	\$ -	\$ -	\$ -	\$ 37,289
Restricted - CDBG grant 08-C-1817	900,000	-	220,327	220,327	679,673
Restricted - SRSF grant	350,000	-	18,176	18,176	331,824
Total Revenues	<u>1,287,289</u>	<u>1,184,068</u>	<u>238,503</u>	<u>1,422,571</u>	<u>135,282</u>
Expenditures:					
Current:					
Economic and physical development:	<u>1,287,289</u>	<u>1,188,024</u>	<u>217,812</u>	<u>1,405,836</u>	<u>(118,547)</u>
Revenues over expenditures	<u>-</u>	<u>(3,956)</u>	<u>20,691</u>	<u>16,735</u>	<u>16,735</u>
Other Financing Sources (Uses):					
Transfers in (out)	-	-	-	-	-
Local contribution	<u>-</u>	<u>2,132</u>	<u>-</u>	<u>2,132</u>	<u>(2,132)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>2,132</u>	<u>-</u>	<u>2,132</u>	<u>(2,132)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (1,824)</u>	<u>\$ 20,691</u>	<u>\$ 18,867</u>	<u>\$ 18,867</u>
Fund Balance:					
Beginning of Year, July 1			<u>(1,824)</u>		
End of Year, June 30			<u>\$ 18,867</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, 2014

	2014		Variance Positive (Negative)
	Final Budget	Actual	
Revenues:			
Operating Revenues			
Water sales	\$	\$ 965,610	\$
Tap on Fees		25,900	
Miscellaneous			
Total water sales	<u>1,250,000</u>	<u>991,510</u>	<u>(258,490)</u>
Waste water sales		55,195	
Miscellaneous		-	
Total waste water sales	<u>80,451</u>	<u>55,195</u>	<u>(25,256)</u>
Total Operating Revenues	<u>1,330,451</u>	<u>1,046,705</u>	<u>(283,746)</u>
Nonoperating Revenues			
Interest on Investments	<u>7,500</u>	<u>6,759</u>	<u>(741)</u>
Total Revenues	<u>1,337,951</u>	<u>1,053,464</u>	<u>(284,487)</u>
Expenditures:			
Reverse osmosis plant			
Salaries and employee benefits		175,169	
Repairs and maintenance		18,207	
Chemicals		33,448	
Utilities		73,972	
Operating expenses		33,155	
Total	<u>370,233</u>	<u>333,951</u>	<u>36,282</u>
Water distribution:			
Salaries and employee benefits		198,051	
Repairs and maintenance		16,686	
Supplies		14,133	
Contracted services		32,072	
Operating expenses		122,062	
Total	<u>384,045</u>	<u>383,004</u>	<u>1,041</u>
Waste Water treatment:			
Salaries and employee benefits		132,688	
Repairs and maintenance		22,768	
Utilities		26,637	
Contracted services		5,320	
Supplies		4,946	
Operating expenses		34,996	
Total	<u>228,946</u>	<u>227,355</u>	<u>1,591</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, 2014

	2014		Variance Positive (Negative)
	Final Budget	Actual	
Budgetary Appropriations:			
Capital Outlay		221,953	
Interest Paid		72,628	
Debt Principal		219,832	
Total	<u>517,987</u>	<u>514,413</u>	<u>3,574</u>
Total Expenditures	<u>1,501,211</u>	<u>1,458,723</u>	<u>42,488</u>
Revenues Over (Under) Expenditures	<u>(163,260)</u>	<u>(405,259)</u>	<u>(241,999)</u>
Other Financing Sources and (Uses):			
Debt Proceeds		-	-
Capital Contributions			-
Transfer from other funds		163,260	-
Total Other Financing Sources (Uses)	<u>163,260</u>	<u>163,260</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	-	(241,999)	(241,999)
Appropriated Fund Balance			-
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (241,999)</u>	<u>\$ (241,999)</u>

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

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	<u>\$ (241,999)</u>
Reconciling items:	
Capital Outlay	221,953
Principal Payments	219,832
Debt Proceeds	-
Increase in accrued vacation pay	(592)
Other revenues from capital projects	10,841
Increase in accrued OPEB	11,270
Change in accrued interest	(526)
Expenditures in capital project	-
Capital contributions from capital projects	1,119,504
Depreciation	(498,250)
Total reconciling items	<u>1,084,032</u>
Change in net position	<u>\$ 842,033</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, 2014

	Project Author - ization	Actual		Total to Date	Variance Favorable (Unfavorable)
		Prior Years	Current Year		
Revenues:					
Restricted intergovernmental - Rural Center	\$ 3,400,000	\$ 3,489,950	\$ -	\$ 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	190,562	-	190,562	114,657
Interest Income	-	7,349	-	7,349	7,349
Total Revenues	7,639,916	7,383,868	-	7,383,868	(256,048)
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	1,367,078	-	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	11,089,899	8,946,134	-	8,946,134	2,143,765
Revenues over expenditures	(3,449,983)	(1,562,266)	-	(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	950,000	582,291	-	582,291	367,709
Total Other Financing Sources (Uses)	3,449,983	1,890,100	-	1,890,100	1,559,883
Revenues, Other Sources Over (Under) Expenditures and Other Uses	\$ -	\$ 327,834	-	\$ 327,834	\$ 327,834

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, 2014

	Project Author - ization	Actual		Total to Date	Variance Favorable (Unfavorable)
		Prior Years	Current Year		
Revenues:					
Restricted intergovernmental - Gold Leaf Grant	\$ 1,999,100	\$ 1,980,189	\$ -	\$ 1,980,189	\$ (18,911)
Restricted intergovernmental - RC Grant	160,000	160,000	-	160,000	-
Other	-	57,209	-	57,209	57,209
Interest Income	-	-	-	-	-
Total Revenues	2,159,100	2,197,398	-	2,197,398	38,298
Expenditures:					
Sewer improvements	2,990,000	2,541,784	-	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	3,424,100	2,828,235	-	2,828,235	595,865
Revenues over expenditures	(1,265,000)	(630,837)	-	(630,837)	634,163
Other Financing Sources (Uses):					
Fund balance appropriated	525,000	-	-	-	525,000
Transfers In	740,000	630,837	-	630,837	109,163
Total Other Financing Sources (Uses)	1,265,000	630,837	-	630,837	634,163
Revenues, Other Sources Over (Under) Expenditures and Other Uses	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2014

	Project Author - ization	Actual		Total to Date	Variance Favorable (Unfavorable)
		Prior Years	Current Year		
Revenues:					
Restricted intergovernmental - CWMTF	\$ 1,464,100	\$ 152,197	\$ 288,324	\$ 440,521	\$ (1,023,579)
Restricted intergovernmental - RC Grant	649,875	48,609	554,312	602,921	(46,954)
Restricted intergovernmental - DOT Grant	269,810	-	276,868	276,868	7,058
Other	-	7,526	10,841	18,367	18,367
Interest Income	-	-	-	-	-
Total Revenues	<u>2,383,785</u>	<u>208,332</u>	<u>1,130,345</u>	<u>1,338,677</u>	<u>(1,045,108)</u>
Expenditures:					
Sewer improvements	2,419,510	746,542	1,201,386	1,947,928	471,582
Professional services	115,000	16,764	-	16,764	98,236
Fund reserves	-	-	-	-	-
Total	<u>2,534,510</u>	<u>763,306</u>	<u>1,201,386</u>	<u>1,964,692</u>	<u>569,818</u>
Revenues over expenditures	(150,725)	(554,974)	(71,041)	(626,015)	(475,290)
Other Financing Sources (Uses):					
Fund balance appropriated	35,725	-	-	-	35,725
Transfers In	115,000	150,725	-	150,725	(35,725)
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>(404,249)</u>	<u>(71,041)</u>	\$ <u>(475,290)</u>	\$ <u>(475,290)</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, 2014

	<u>Balance</u> <u>July 1, 2013</u>	<u>Net</u> <u>Change</u>	<u>Balance</u> <u>June 30, 2014</u>
Social Services Fund:			
Cash and Investments	\$ <u>6,673</u>	\$ <u>2,348</u>	\$ <u>9,021</u>
Liabilities	\$ <u>6,673</u>	\$ <u>2,348</u>	\$ <u>9,021</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>
Motor Vehicle Tax Fund:			
Cash and Investments	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Liabilities	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total - All Agency Funds:			
Cash and Investments	\$ <u>8,207</u>	\$ <u>2,348</u>	\$ <u>10,555</u>
Liabilities	\$ <u>8,207</u>	\$ <u>2,348</u>	\$ <u>10,555</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, 2014

Fiscal Year	Uncollected Balance July 1, 2013	Additions	Collections And Credits	Uncollected Balance June 30, 2014
2013-2014	\$	\$ 7,143,473	\$ 6,890,725	\$ 252,748
2012-2013	308,374	28,265	252,193	84,446
2011-2012	110,205	82	64,398	45,889
2010-2011	59,551	32	28,546	31,037
2009-2010	32,796	-	16,678	16,118
2008-2009	23,964	-	9,721	14,243
2007-2008	20,754	-	3,958	16,796
2006-2007	18,444	-	2,378	16,066
2005-2006	28,159	-	1,215	26,944
2004-2005	12,542	-	145	12,397
2003-2004	11,347	-	11,347	-
TOTALS	\$ 626,136	\$ 7,171,852	\$ 7,281,304	\$ 516,684

Less: Allowance for uncollectable taxes (124,000)

Ad valorem taxes - General Fund \$ 392,684

Reconciliation with revenues:

Ad valorem taxes - General Fund \$ 7,363,897

Ad valorem taxes - Revaluation Fund -

Reconciling items:

Penalties and Interest (99,805)

Collection of Old Taxes (382)

Release 17,594

Total Reconciling Items (82,593)

Total Collections and Credits \$ 7,281,304

Camden County, North Carolina
 Analysis of Current Tax Levy
 County - Wide Levy
 For the Fiscal Year Ended June 30, 2014

	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	\$ 1,211,536,102	0.5900%	\$ 7,148,063	\$ 6,495,624	\$ 652,439
Total Original Levy	<u>1,211,536,102</u>		<u>7,148,063</u>	<u>6,495,624</u>	<u>652,439</u>
Discoveries:					
Current year taxes	2,143,390	0.5900%	12,646	12,646	-
Total Discoveries	<u>2,143,390</u>		<u>12,646</u>	<u>12,646</u>	<u>-</u>
Abatements					
Current Year Taxes	(2,921,356)	0.5900%	(17,236)	(3,474)	(13,762)
Total Abatements	<u>(2,921,356)</u>		<u>(17,236)</u>	<u>(3,474)</u>	<u>(13,762)</u>
Total for Year	<u>\$ 1,210,758,136</u>		7,143,473	6,504,796	638,677
Uncollected taxes at June 30, 2014			<u>252,748</u>	<u>228,003</u>	<u>24,745</u>
Current year's taxes collected			<u>\$ 6,890,725</u>	<u>\$ 6,276,793</u>	<u>\$ 613,932</u>
Current levy collection percentage			<u>96.46%</u>	<u>96.49%</u>	<u>96.13%</u>

Camden County, North Carolina
Analysis of Current Tax Levy
County - wide Levy
For the Fiscal Year Ended June 30, 2014

Secondary Market Disclosures:

Assessed Valuation:	
Assessment Ratio ¹	100 %
Real Property	\$ 1,051,424,377
Personal Property ³	146,087,077
Public Service Companies ²	<u>18,037,346</u>
Total Assessed Valuation	<u>1,215,548,800</u>
Tax Rate per \$100	0.59
Levy (includes discoveries, releases and abatements) ³	<u><u>\$ 7,143,473</u></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><u>\$ 103,208</u></u>
---------------------------	--------------------------

¹ Percentage of appraised value has been established by statute.

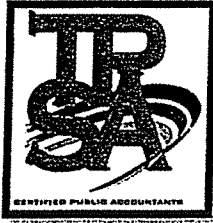
² Valuation of railroads, telephone companies and other utilities as determined by the North Carolina Property Tax Commission.

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, 2014

Taxpayer	Type of Business	2013 Assessed Valuation	Percentage of Total Assessed Valuation
E & J Holding LLC	Training Facility	\$ 47,091,017	3.87% %
Blue Sky Development, LLC	Apartment Complex	6,686,441	0.55%
Albemarle Elec Membership Corp	Utility	6,563,051	0.54%
Black Bear Disposal, LLC	Real Estate	6,209,661	0.51%
Dominion North Carolina Power	Utility	5,904,237	0.49%
George Wood Farms, Inc.	Farm	4,945,593	0.41%
Academi Training Center, Inc.	Training Facility	3,959,322	0.33%
Camden Square Associates	Real Estate	3,665,085	0.30%
Carolina Telephone & Telegraph	Utility	3,297,797	0.27%
Abner Wayne Staples	Farm	3,167,458	0.26%
Total		\$ 91,489,662	7.53% %

COMPLIANCE SECTION



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

Independent 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 units, each major fund, and the aggregate remaining fund information of Camden County, North Carolina, as of and for the year ended June 30, 2014, 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 December 16, 2014. 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 and Camden County TDA 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
December 16, 2014



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**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, 2014. 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.

Members
American Institute of CPAs – N.C. Association of CPAs – AICPA Division of Firms

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, 2014.

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 that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 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
December 16, 2014*



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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 Camden County, North Carolina's, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina* issued by the Local Government Commission, that could have a direct and material effect on each of the Camden County's major state programs for the year ended June 30, 2014. 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 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, 2014.

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
December 16, 2014*

Camden County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2014

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: Unmodified.

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.

NC Department of Public Instruction: Public School Building Capital Fund Lottery Proceeds
NC Department of Department of Commerce: Rural Center Grant

Camden County, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2014

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, 2014

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, 2014**

Status: N/A

Camden County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2014

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	81,461	-	81,461
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	27,511	-	-
		<u>108,972</u>	<u>-</u>	<u>81,461</u>
Total U.S. Dept. of Agriculture				
<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	21,289	-	-
Highway Safety Program	20.609	-	-	-
		<u>21,289</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Health & Human Services</u>				
<u>Division of Social Services</u>				
Temporary Assistance for Needy Families Cluster	93.558	29,387	-	14,950
Work First Administration	93.558	58,104	-	56,524
Work First Service	93.558	39,773	-	-
TANF Payment and Penalties	93.558	127,264	-	71,474
Total TANF Cluster		<u>127,264</u>	<u>-</u>	<u>71,474</u>
Child Support Enforcement Section	93.563	61,431	-	31,647
Low-Income Home Energy Assistance:				
Administration	93.568	4,346	-	-
Energy Assistance Payments- Direct Benefit Payments	93.568	32,100	-	-
Crisis Intervention Program	93.568	22,011	-	-
Child Welfare Services-State Grants				
- Permanency Planning - Families for Kids	93.645	1,468	-	489
Social Services Block Grant - Other Service and Training	93.667	23,853	3,211	9,021
In Home Services	93.667	288	-	27
Independent Living Grant	93.674	580	145	-

Camden County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2014

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	35,510	4,183	23,453
Foster Care-Direct Benefit Payments	93.658	5,900	2,950	2,950
Adoption Assistance-Direct Benefit Payments	93.659	19,162	8,921	6,306
Total Foster Care and Adoption Cluster		<u>60,572</u>	<u>16,054</u>	<u>32,709</u>
Division of Child Development:				
Subsidized Child Care (Note 2)				
Child Care Development Fund Cluster				
Division of Social Services:				
Child Care Development Fund-Administration	93.596	41,866	-	-
Division of Child Development:				
Child Care and Development Block Grant	93.575	48,517	-	-
Child Care and Development Fund - Mandatory	93.596	32,592	-	-
Child Care and Development Fund - Match	93.596	6,264	-	-
Total Child Care Development Fund Cluster		<u>129,239</u>	<u>-</u>	<u>-</u>
Foster Care IV-E	93.658	1,583	829	-
Temporary Assistance for Needy Families	93.558	29,291	-	-
State Appropriations		-	5,263	-
TANF - MOE		-	3,961	-
Total Subsidized Child Care Cluster		<u>160,113</u>	<u>10,053</u>	<u>-</u>
Centers for Medicare and Medicaid Services				
Passed-through the N.C. Dept. of Health and Human Services:				
Division of Medical Assistance:				
Direct Benefit Payments:				
Medical Assistance Program	93.778	4,330,441	2,406,820	-
State Children's Insurance Program - N.C. Health Choice	93.767	111,341	35,113	-
Division of Social Services:				
Administration:				
Medical Assistance Program	93.778	229,491	7,939	199,158
State Children's Insurance Program - N.C. Health Choice	93.767	11,675	299	3,388
Total U.S. Dept. of Health and Human Services		<u>5,176,974</u>	<u>2,479,634</u>	<u>347,913</u>
U.S. Dept. of Housing and Urban Development(HUD)				
Passed-through N.C. Department of Commerce:				
CDBG- Small Cities Program				
Scattered Site Housing Grant	14.229	217,812	-	-
Total Dept. of Housing and Urban Development(HUD)		<u>217,812</u>	<u>-</u>	<u>-</u>
Total Federal Awards		<u>5,525,047</u>	<u>2,479,634</u>	<u>429,374</u>

Camden County, North Carolina
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2014

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		-	-	106,057
State/County Special Assistance for Adults		-	46,946	46,946
Passed through Albemarle Commission:				
Senior Center Grant		-	4,768	-
Division of Social Services:				
State Foster Care Benefits Program		-	9,567	5,722
Total N. C. Department of Health and Human Services		-	<u>61,281</u>	<u>158,725</u>
<u>N.C. Dept. of Juvenile Justice and Delinquency Prevention</u>				
Juvenile Crime Prevention		-	55,797	-
Total Office of Governor		-	<u>55,797</u>	-
<u>N. C. Housing Finance Agency</u>				
Urgent Repair Housing Projects		-	18,176	-
<u>N.C. Dept. of Transportation</u>				
Camden ECO Park Access Road		-	276,868	-
Dismal Swamp Welcome/Visitor Center	DOT - 13	-	142,857	-
Total N. C. Dept. Of Transportation		-	<u>419,725</u>	-
<u>N.C. Dept. of Public Instruction</u>				
Public School Building Capital Fund Lottery Proceeds		-	317,235	-
<u>N.C. Department of Environment and Natural Resources</u>				
White Goods Grant		-	3,117	-
Soil and Water Conservation Funds		-	3,600	-
Solid Waste Disposal		-	6,805	-
Parks and Recreation Trust Fund		-	65,000	-
Scrap Tire Grant		-	12,344	-
Clean Water Management Trust Fund		-	288,324	-
Total N.C. Dept. EHNR		-	<u>379,189</u>	-
<u>North Carolina Department of Commerce</u>				
Rural Center Grant	2010-237	-	554,312	-
<u>N.C Dept. of Insurance</u>				
SHIP Grant		-	4,338	-
South Mills Fire Grant		-	28,000	28,000
Total N.C. Dept. of Insurance		-	<u>32,338</u>	<u>28,000</u>
Total State Awards		-	<u>1,819,877</u>	<u>186,725</u>
Total Federal and State Awards		<u>\$ 5,525,047</u>	<u>\$ 4,299,511</u>	<u>\$ 616,099</u>

Camden County, North Carolina
 Schedule of Expenditures of Federal and State Awards
 For the Year Ended June 30, 2014

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 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.

