

**NORTHAMPTON COUNTY
JACKSON, NORTH CAROLINA**

BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2011

**NORTHAMPTON COUNTY
JACKSON, NORTH CAROLINA**

**BASIC FINANCIAL STATEMENTS
JUNE 30, 2011**

BOARD OF COMMISSIONERS

Fannie P. Greene - Chairwoman

James Hester - Vice-Chairman

Robert V. Carter

Chester J. Deloatch, Sr.

Virginia Spruill

COUNTY MANAGER

Wayne Jenkins

FINANCE DIRECTOR

Dorothy Vick

NORTHAMPTON COUNTY, NORTH CAROLINA

BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2011

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
	Independent Auditors' Report	1-2
	Management's Discussion and Analysis	3-11
	Basic Financial Statements:	
	Government-Wide Financial Statements:	
A	Statement of Net Assets	12
B	Statement of Activities	13-14
	Fund Financial Statements:	
C	Balance Sheet - Governmental Funds	15
D	Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	16
E	Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities	17
F	Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund	18
G	Statement of Net Assets - Proprietary Funds	19
H	Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	20
I	Statement of Cash Flows - Proprietary Funds	21
J	Statement of Fiduciary Net Assets - Fiduciary Funds	22
	Notes to the Financial Statements	23-61
	Required Supplementary Information:	
A-1	Law Enforcement Officers' Special Separation Separation Allowance	62
A-2	Other Post-Employment Benefits- Retiree Health Plan	63

NORTHAMPTON COUNTY, NORTH CAROLINA

BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2011

TABLE OF CONTENTS

<u>Schedule</u>		<u>Page</u>
	Supplementary Information:	
1	General Fund Consolidated - Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual	64
2	General Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	65-80
3	Revaluation Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	81
4	Revolving Loan Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual	82
5	Nonmajor Governmental Funds - Combining Balance Sheet	83
6	Nonmajor Governmental Funds - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	84
7	Nonmajor Special Revenue Funds - Combining Balance Sheet	85
8	Nonmajor Special Revenue Funds - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	86
9	Mid-Atlantic Distribution Park Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	87
10	Emergency Telephone System Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	88
11	Fire District Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	89

NORTHAMPTON COUNTY, NORTH CAROLINA

BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2011

TABLE OF CONTENTS

<u>Schedule</u>		<u>Page</u>
12	CDBG Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	90
13	Nonmajor Capital Project Funds - Combining Balance Sheet	91-92
14	Nonmajor Capital Project Funds - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	93-94
15	Nonmajor Capital Project Fund - Wellness and Recreation Centers - Schedule of Revenues and Expenditures - Budget and Actual	95
16	Nonmajor Capital Project Fund - First Responder Training Center - Schedule of Revenues and Expenditures - Budget and Actual	96
17	Nonmajor Capital Project Fund - EDC Grant Project Fund - Schedule of Revenues and Expenditures - Budget and Actual	97
18	Nonmajor Capital Project Fund - Library Renovations Project Fund - Schedule of Revenues and Expenditures - Budget and Actual	98
19	Nonmajor Capital Project Fund - DSS Building Project Fund - Schedule of Revenues and Expenditures - Budget and Actual	99
20	Capital Reserve Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	100
21	Ambulance Capital Reserve Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	101
22	EDC Capital Reserve Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	102

NORTHAMPTON COUNTY, NORTH CAROLINA

BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2011

TABLE OF CONTENTS

<u>Schedule</u>		<u>Page</u>
23	Public Schools Building Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	103
24	EDC Reep Project - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	104
25	Nonmajor Debt Service Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	105
26	Enterprise Fund - Water and Sewer Fund - Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)	106-107
27	Enterprise Fund - Solid Waste Fund - Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)	108-109
28	Agency Funds - Combining Statement of Changes in Assets and Liabilities	110-111
	Additional Financial Data:	
29	General Fund - Schedule of Ad Valorem Taxes Receivable	112
30	Analysis of Current Tax Levy	113
31	Analysis of Current Tax Levy - County-Wide Levy	114
32	Ten Largest Taxpayers	115
33	Northampton County Tourism Development Authority (A Component Unit of Northampton County, North Carolina) Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget and Actual	116

MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

"A Professional Association of Certified Public Accountants and Management Consultants"

INDEPENDENT AUDITORS' REPORT

To the Board of County Commissioners
Northampton County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Northampton County, North Carolina, as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Northampton County's management. Our responsibility is to express an opinion on these basic financial statements based on our audit. We did not audit the financial statements of the Northampton County ABC Board which represents 91 percent, 87 percent, and 96 percent, respectively, of the assets, net assets, and revenues of the discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us and; our opinion, insofar as it relates to the amounts included for the Northampton 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 basic financial statements are free of material misstatement. The financial statements of the Northampton County ABC Board and the Northampton County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Northampton County, North Carolina, as of June 30, 2011, and the respective changes in financial position and cash flows, where appropriate thereof, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

NORTHAMPTON COUNTY TOURISM DEVELOPMENT AUTHORITY
(A COMPONENT UNIT OF NORTHAMPTON COUNTY, NORTH CAROLINA)

SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	<u>2011</u>			<u>2010</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
Revenues:				
Other taxes and licenses	\$ 42,000	\$ 39,594	\$ (2,406)	\$ 42,962
Investment earnings	-	17	17	12
Total revenues	<u>42,000</u>	<u>39,611</u>	<u>(2,389)</u>	<u>42,974</u>
Expenditures:				
Current:				
Economic and physical development:				
Professional services	-	-	-	-
Other operating expenditures	<u>45,622</u>	<u>39,719</u>	<u>5,903</u>	<u>39,093</u>
Total expenditures	<u>45,622</u>	<u>39,719</u>	<u>5,903</u>	<u>39,093</u>
Revenues over (under) expenditures	<u>(3,622)</u>	<u>(108)</u>	<u>3,514</u>	<u>3,881</u>
Other Financing Sources (Uses):				
Transfers out	(1,260)	-	1,260	-
Appropriated fund balance	<u>4,882</u>	-	<u>(4,882)</u>	-
Total other financing sources (uses)	<u>3,622</u>	-	<u>(3,622)</u>	-
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>(108)</u>	<u>\$ (108)</u>	<u>3,881</u>
Fund Balance:				
Beginning of year - July 1		<u>20,499</u>		<u>16,618</u>
End of year - June 30		<u>\$ 20,391</u>		<u>\$ 20,499</u>