

**NORTHAMPTON COUNTY  
JACKSON, NORTH CAROLINA**

**BASIC FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2009**

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

---

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

**NORTHAMPTON COUNTY  
JACKSON, NORTH CAROLINA**

**Financial Statements  
June 30, 2009**

**Board of Commissioners**

**Robert V. Carter -Chairman**

**Fannie P. Greene -Vice-Chairwoman**

**Virginia Spruill**

**Chester J. Deloatch, Sr.**

**James Hester**

**County Manager  
Wayne Jenkins**

**Finance Director  
Dorothy Vick**

# NORTHAMPTON COUNTY, NORTH CAROLINA

## BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
	<b>Independent Auditors' Report</b>	1-2
	<b>Management's Discussion and Analysis</b>	3-11
	<b>Basic Financial Statements:</b>	
	<b>Government-Wide Financial Statements:</b>	
A	Statement of Net Assets	12
B	Statement of Activities	13-14
	<b>Fund Financial Statements:</b>	
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	23-53

# NORTHAMPTON COUNTY, NORTH CAROLINA

## BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### TABLE OF CONTENTS

<u>Schedule</u>		<u>Page</u>
	<b>Required Supplementary Information:</b>	
A-1	Other Post-Employment Benefits- Retiree Health Plan	54
	<b>Supplementary Information:</b>	
1	General Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	55-70
2	Nonmajor Governmental Funds - Combining Balance Sheet	71
3	Nonmajor Governmental Funds - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	72
4	Nonmajor Special Revenue Funds - Combining Balance Sheet	73-74
5	Nonmajor Special Revenue Funds - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	75-76
6	Capital Reserve Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	77
7	Mid-Atlantic Distribution Park Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	78
8	Emergency Telephone System Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	79
9	Revaluation Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	80

# NORTHAMPTON COUNTY, NORTH CAROLINA

## BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### TABLE OF CONTENTS

<u>Schedule</u>		<u>Page</u>
10	Revolving Loan Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	81
11	Ambulance Capital Reserve Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	82
12	EDC Capital Reserve Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	83
13	Public Schools Building Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	84
14	Fire District Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	85
15	Tourism Development Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	86
16	CDBG Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	87
17	Nonmajor Capital Project Funds - Combining Balance Sheet	88
18	Nonmajor Capital Project Funds - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	89
19	Nonmajor Capital Project Fund - Wellness and Recreation Centers - Schedule of Revenues and Expenditures - Budget and Actual	90

# NORTHAMPTON COUNTY, NORTH CAROLINA

## BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### TABLE OF CONTENTS

<u>Schedule</u>		<u>Page</u>
20	Nonmajor Capital Project Fund - First Responder Training Center - Schedule of Revenues and Expenditures - Budget and Actual	91
21	Nonmajor Capital Project Fund - EDC Grant Project Fund - Schedule of Revenues and Expenditures - Budget and Actual	92
22	Nonmajor Debt Service Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	93
23	Enterprise Fund - Water and Sewer Fund - Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)	94-95
24	Enterprise Fund - Solid Waste Fund - Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)	96-97
25	Agency Funds - Combining Statement of Changes in Assets and Liabilities	98-99
<b>Additional Financial Data:</b>		
26	Schedule of Ad Valorem Taxes Receivable	100
27	Analysis of Current Tax Levy	101
28	Analysis of Current Tax Levy - County-Wide Levy	102
29	Ten Largest Taxpayers	103

# 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 unit, each major fund, and the aggregate remaining fund information of Northampton County, North Carolina as of and for the year ended June 30, 2009, 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 100 percent of the assets, net assets, and revenues of the discretely presented component unit. 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 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, 2009, 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.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 22, 2009 on our consideration of Northampton County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis and the Other Post-Employment Benefit schedules are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion thereon.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Northampton County, North Carolina. The combining and individual major and nonmajor fund financial statements and schedules, and additional financial data are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual major and nonmajor fund financial statements and schedules, and additional financial data, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
October 22, 2009

## **Management's Discussion and Analysis**

As management of Northampton County, we offer readers of Northampton County's financial statements this narrative overview and analysis of the financial activities of Northampton County for the fiscal year ended June 30, 2009. 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.

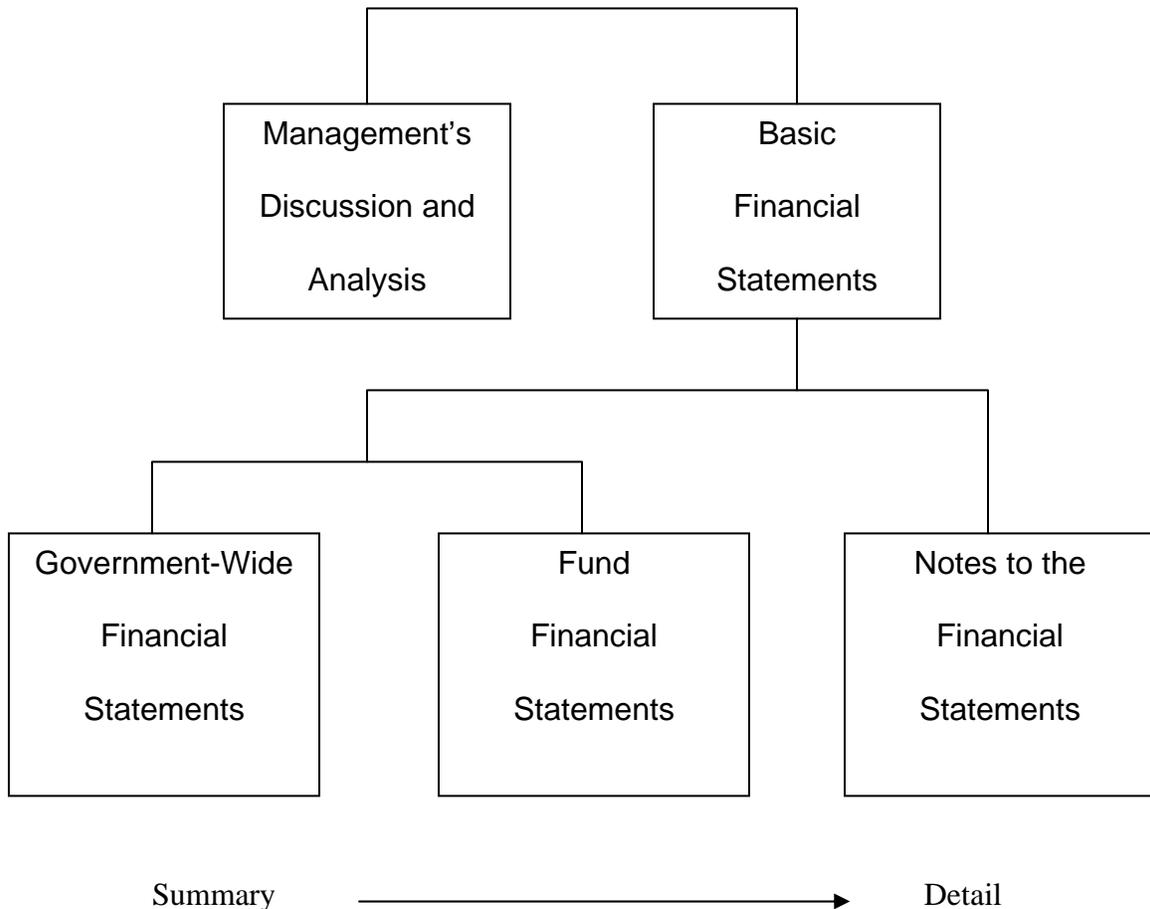
### **Financial Highlights**

- The assets of Northampton County exceeded its liabilities at the close of the fiscal year by \$14,953,714 (*net assets*).
- As of the close of the current fiscal year, Northampton County's governmental funds reported combined ending fund balances of \$5,841,100, an increase of \$210,349 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$3,419,376, or 13.5 percent of total General Fund expenditures for the fiscal year.
- Northampton County's total net debt increased by \$1,551,496 (5.7%) during the current fiscal year.

### **Overview of the Financial Statements**

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

**Required Components of Annual Financial Report  
Figure 1**



**Basic Financial Statements**

The first two statements (Exhibits A and B) 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 C through J) 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 governmental funds statements, 2) the budgetary comparison statements, 3) the proprietary fund statements, and 4) the fiduciary 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 nonmajor governmental funds, which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

## **Government-Wide Financial Statements**

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

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

The government-wide statements are divided into two categories: 1) governmental activities and 2) business-type activities. The governmental activities include most of the County's basic services such as public safety, human services, education and general government administration. Property taxes and State and federal grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water and sewer and solid waste services offered by Northampton County.

The government-wide financial statements are on Exhibits A and B of this report.

## **Fund Financial Statements**

The fund financial statements 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. Northampton 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 General Statutes or the County's budget ordinance. All of the funds of Northampton County can be divided into two categories: governmental funds and proprietary funds.

**Governmental Funds** – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in 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*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the County's programs. The relationship between government activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Northampton 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.

**Proprietary Funds** – Northampton 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. Northampton County uses enterprise funds to account for its water and sewer activity and for its landfill operations. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Assets and the Statement of Activities.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Northampton County has three fiduciary funds, all of which are agency funds.

**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. The notes to the financial statements start after Exhibit J of this report.

### **Government-Wide Financial Analysis**

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of Northampton County exceeded liabilities by \$14,953,714 as of June 30, 2009. The County's net assets increased by \$379,040 for the fiscal year ended June 30, 2009. The largest portion of the County's net assets reflects the County's investment in capital assets (e.g. buildings, equipment, and water infrastructure), less any related debt still outstanding that was issued to acquire those items. Northampton County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Northampton 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.

## Northampton County's Net Assets

**Figure 2**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Assets:</b>						
Current and other assets	\$ 7,672,358	\$ 7,311,057	\$ 436,859	\$ 589,600	\$ 8,109,217	\$ 7,900,657
Capital assets	<u>13,528,765</u>	<u>13,302,428</u>	<u>21,534,473</u>	<u>22,081,473</u>	<u>35,063,238</u>	<u>35,383,901</u>
Total assets	<u>21,201,123</u>	<u>20,613,485</u>	<u>21,971,332</u>	<u>22,671,073</u>	<u>43,172,455</u>	<u>43,284,558</u>
<b>Liabilities:</b>						
Current liabilities outstanding	1,859,785	1,834,406	284,636	684,947	2,144,421	2,519,353
Long-term liabilities outstanding	<u>15,167,473</u>	<u>15,327,730</u>	<u>10,906,847</u>	<u>10,862,801</u>	<u>26,074,320</u>	<u>26,190,531</u>
Total liabilities	<u>17,027,258</u>	<u>17,162,136</u>	<u>11,191,483</u>	<u>11,547,748</u>	<u>28,218,741</u>	<u>28,709,884</u>
<b>Net Assets:</b>						
Invested in capital assets, net of related debt	7,326,795	6,510,521	10,666,130	10,773,914	17,992,925	17,284,435
Restricted	141,544	168,640	-	-	141,544	168,640
Unrestricted	<u>(3,294,474)</u>	<u>(3,227,812)</u>	<u>113,719</u>	<u>349,411</u>	<u>(3,180,755)</u>	<u>(2,878,401)</u>
Total net assets	<u>\$ 4,173,865</u>	<u>\$ 3,451,349</u>	<u>\$ 10,779,849</u>	<u>\$ 11,123,325</u>	<u>\$ 14,953,714</u>	<u>\$ 14,574,674</u>

Several particular aspects of the County's financial operations positively influenced the total governmental net assets:

- Continued diligence in the collection of property taxes by maintaining collection percentages
- Continued low cost of debt due to low interest rates
- Decreases in outstanding debt amounts due to repayment of principal amounts and minimal current year borrowings

## Northampton County's Changes in Net Assets

### Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for services	\$ 2,901,824	\$ 3,256,153	\$ 4,567,600	\$ 4,471,862	\$ 3,783,069	\$ 7,728,015
Operating grants and contributions	7,561,599	7,115,277	-	-	-	7,115,277
Capital grants and contributions	375,087	878,871	791	430,289	325,443	1,309,160
<b>General Revenues:</b>						
Property taxes	15,160,869	15,315,290	-	-	-	15,315,290
Other taxes	2,609,720	3,351,070	-	-	-	3,351,070
Grants and contributions not restricted to specific programs	67,450	70,206	-	-	-	70,206
Other	64,798	144,082	994	16,877	11,834	160,959
<b>Total revenues</b>	<u>28,741,347</u>	<u>30,130,949</u>	<u>4,569,385</u>	<u>4,919,028</u>	<u>4,120,346</u>	<u>35,049,977</u>
<b>Expenses:</b>						
General government	3,268,334	2,993,338	-	-	-	2,993,338
Public safety	6,599,442	5,917,043	-	-	-	5,917,043
Transportation	14,750	30,750	-	-	-	30,750
Environmental protection	104,750	123,873	-	-	-	123,873
Economic and physical development	932,530	1,252,387	-	-	-	1,252,387
Human services	11,683,911	11,949,223	-	-	-	11,949,223
Cultural and recreation	340,983	311,683	-	-	-	311,683
Education	4,406,105	4,686,109	-	-	-	4,686,109
Interest and fees	668,026	559,050	-	-	-	559,050
Water and sewer	-	-	2,664,404	2,538,594	2,482,053	2,538,594
Solid waste	-	-	2,248,457	2,044,449	1,567,589	2,044,449
<b>Total expenses</b>	<u>28,018,831</u>	<u>27,823,456</u>	<u>4,912,861</u>	<u>4,583,043</u>	<u>4,049,642</u>	<u>32,406,499</u>
<b>Increase (decrease) in net assets</b>	722,516	2,307,493	(343,476)	335,985	379,040	2,643,478
<b>Net assets, July 1</b>	<u>3,451,349</u>	<u>1,143,856</u>	<u>11,123,325</u>	<u>10,787,340</u>	<u>14,574,674</u>	<u>11,931,196</u>
<b>Net assets, June 30</b>	<u>\$ 4,173,865</u>	<u>\$ 3,451,349</u>	<u>\$ 10,779,849</u>	<u>\$ 11,123,325</u>	<u>\$ 14,953,714</u>	<u>\$ 14,574,674</u>

**Governmental Activities.** Governmental activities increased the County's net assets by \$722,516. Key elements of this increase are as follows:

- Decreases in human services expenditures which more than off set the reduction in sales tax dollars, relating to the State assuming a larger portion of Medicaid costs
- Increases in operating grants

**Business-Type Activities:** Business-type activities decreased the County's net assets by \$343,476. Water and sewer revenues were comparable to the prior year, and the fund generated positive cash flows. The majority of the decrease (\$251,569) in net assets relates to activities of the Solid Waste Fund. Revenues were approximately 5% less than what was budgeted while expenditures were near budgeted amounts.

### **Financial Analysis of the County's Funds**

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

**Governmental Funds.** The focus of Northampton County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Northampton County's financing requirements. Specifically, unreserved fund balance 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 Northampton County. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$3,419,376, while total fund balance was \$4,868,851. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 13.5 percent of total General Fund expenditures, while total fund balance represents 19.3 percent of that same amount.

At June 30, 2009, the governmental funds of Northampton County reported a combined fund balance of \$5,841,100, a 4% percent increase over last year. The General Fund accounted for a decrease in net assets of approximately \$87,000 while all other governmental funds combined accounted for an increase in net assets of approximately \$297,000. Detailed schedules for the General Fund and each governmental fund follow the notes in this financial report.

**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. Total amendments to the General Fund increased revenues by approximately \$600,000, which was 2% more than originally budgeted. Restricted intergovernmental revenues were budgeted conservatively. This accounted for the primary difference between the originally adopted budget and the final budget.

**Proprietary Funds.** Northampton County’s proprietary funds provide the same type of information found in the government-wide statements but in more detail. The total change in net assets for the enterprise funds was a decrease of \$343,476. Factors concerning the finances of the enterprise funds have already been addressed in the discussion of Northampton County’s business-type activities.

### **Capital Asset and Debt Administration**

**Capital Assets.** Northampton County’s capital assets for its governmental and business-type activities as of June 30, 2009, totaled \$35,063,238 (net of accumulated depreciation). These assets include buildings, equipment, vehicles, water and sewer systems, and construction in progress.

**Major capital asset transactions during the year include:**

- Purchased new equipment for Public Safety functions
- Purchased new equipment for General Government functions
- Addition of construction in progress for the Wellness and Recreation Centers

### **Northampton County’s Capital Assets (net of depreciation)**

**Figure 4**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Construction in progress	\$ 4,428,678	\$ 4,235,929	\$ -	\$ -	\$ 4,428,678	\$ 4,235,929
Buildings and land	10,540,943	10,318,637	2,250	2,250	10,543,193	10,320,887
Equipment	991,175	889,118	414,493	414,493	1,405,668	1,303,611
Vehicles	1,930,996	1,995,782	355,738	341,962	2,286,734	2,337,744
Distribution system	-	-	26,723,233	26,723,233	26,723,233	26,723,233
	<u>17,891,792</u>	<u>17,439,466</u>	<u>27,495,714</u>	<u>27,481,938</u>	<u>45,387,506</u>	<u>44,921,404</u>
Accumulated depreciation	<u>(4,363,027)</u>	<u>(4,137,038)</u>	<u>(5,961,241)</u>	<u>(5,400,465)</u>	<u>(10,324,268)</u>	<u>(9,537,503)</u>
Total	<u>\$ 13,528,765</u>	<u>\$ 13,302,428</u>	<u>\$ 21,534,473</u>	<u>\$ 22,081,473</u>	<u>\$ 35,063,238</u>	<u>\$ 35,383,901</u>

Additional information on the County’s capital assets can be found in the notes to the Basic Financial Statements.

**Long-Term Debt.** As of June 30, 2009, Northampton County had total debt outstanding of \$25,837,970.

**Northampton County's Outstanding Debt  
Notes Payable and General Obligation Bonds**

**Figure 5**

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Installment notes payable	\$ 6,201,970	\$ 6,791,907	\$ -	\$ 11,759	\$ 6,201,970	\$ 6,803,666
General obligation bonds	<u>8,805,000</u>	<u>9,290,000</u>	<u>10,831,000</u>	<u>11,295,800</u>	<u>19,636,000</u>	<u>20,585,800</u>
Total	<u>\$ 15,006,970</u>	<u>\$ 16,081,907</u>	<u>\$ 10,831,000</u>	<u>\$ 11,307,559</u>	<u>\$ 25,837,970</u>	<u>\$ 27,389,466</u>

Additional information regarding Northampton County's long-term debt can be found in note 3.B of this audited financial report.

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

The County was experiencing an unemployment rate of 11.2% at June 30, 2009. This was higher than the non-seasonally adjusted State average of 11.3%.

**Budget Highlights for the Fiscal Year Ending June 30, 2010**

**Governmental Activities:** General Fund revenues are projected to decrease slightly yet remain comparable to 2009 actual amounts. The County did not appropriate any fund balance to balance the General Fund budget.

**Business-Type Activities:** Solid waste revenues are budgeted more conservatively compared to 2009 given significant operating losses in 2009. Water and sewer revenues are budgeted comparatively to 2009 amounts.

**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 (including information related to the Northampton County ABC Board, a discretely presented component unit) should be directed to the Director of Finance, Northampton County, PO Box 663, Jackson, North Carolina 27845.

## NORTHAMPTON COUNTY, NORTH CAROLINA

STATEMENT OF NET ASSETS  
JUNE 30, 2009

	<u>Primary Government</u>			<u>Component</u>
	<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>	<u>Unit</u>
	<u>Activities</u>	<u>Activities</u>		<u>Northampton</u>
				<u>County</u>
				<u>ABC Board</u>
<b>Assets:</b>				
Current assets:				
Cash and cash equivalents	\$ 5,350,809	\$ 47,850	\$ 5,398,659	\$ 80,872
Taxes receivable, net	802,324	-	802,324	-
Accounts receivable, net	965,842	389,009	1,354,851	56
Due from other governments	420,880	-	420,880	-
Inventories	-	-	-	118,953
Prepaid items	-	-	-	1,999
Restricted assets:				
Cash and cash equivalents	132,503	-	132,503	-
Capital assets:				
Land and construction in progress	5,628,678	-	5,628,678	-
Other capital assets, net	7,900,087	21,534,473	29,434,560	8,908
Total assets	<u>21,201,123</u>	<u>21,971,332</u>	<u>43,172,455</u>	<u>210,788</u>
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable	579,108	81,993	661,101	74,138
Customer deposits	-	186,758	186,758	-
Unearned revenues	33,218	11,607	44,825	-
Current portion of compensated absences	64,176	4,278	68,454	-
Long-term liabilities:				
Noncurrent portion of compensated absences	577,581	38,504	616,085	-
Due within one year	1,183,283	445,500	1,628,783	-
Due in more than one year	14,589,892	10,422,843	25,012,735	-
Total liabilities	<u>17,027,258</u>	<u>11,191,483</u>	<u>28,218,741</u>	<u>74,138</u>
<b>Net Assets:</b>				
Invested in capital assets, net of related debt	7,326,795	10,666,130	17,992,925	8,908
Restricted for:				
General government	54,656	-	54,656	-
Education	86,888	-	86,888	-
Unrestricted	(3,294,474)	113,719	(3,180,755)	127,742
Total net assets	<u>\$ 4,173,865</u>	<u>\$ 10,779,849</u>	<u>\$ 14,953,714</u>	<u>\$ 136,650</u>

The accompanying notes are an integral part of the financial statements.

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2009**

Functions/Programs	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
General government	\$ 3,268,334	\$ 171,178	\$ 288,735	\$ -
Public safety	6,599,442	1,138,093	218,045	-
Transportation	14,750	-	60,400	-
Environmental protection	104,750	-	16,172	-
Economic and physical development	932,530	89,745	63,355	-
Human services	11,683,911	1,502,808	6,310,524	-
Cultural and recreational	340,983	-	23,600	375,087
Education	4,406,105	-	580,768	-
Interest on long-term debt	668,026	-	-	-
Total governmental activities	<u>28,018,831</u>	<u>2,901,824</u>	<u>7,561,599</u>	<u>375,087</u>
<b>Business-Type Activities:</b>				
Water and sewer	2,664,404	2,570,807	-	-
Solid waste	2,248,457	1,996,793	-	791
Total business-type activities	<u>4,912,861</u>	<u>4,567,600</u>	<u>-</u>	<u>791</u>
Total primary government	<u>\$ 32,931,692</u>	<u>\$ 7,469,424</u>	<u>\$ 7,561,599</u>	<u>\$ 375,878</u>
<b>Component Unit:</b>				
ABC Board	<u>\$ 1,044,640</u>	<u>\$ 1,039,006</u>	<u>\$ -</u>	<u>\$ -</u>

**General Revenues:**

Ad valorem taxes  
 Local option sales tax  
 Other taxes and licenses  
 Unrestricted intergovernmental revenues-beer and wine tax  
 Interest earned on investments, unrestricted  
 Total general revenues

Change in net assets

**Net Assets:**

Beginning of year - July 1  
 End of year - June 30

*The accompanying notes are an integral part of the financial statements.*

**Exhibit B**

<u>Net (Expense) Revenue and Changes in Net Assets</u>			
<u>Primary Government</u>			<u>Component</u>
<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>	<u>Unit</u>
<u>Activities</u>	<u>Activities</u>		<u>Northampton</u>
			<u>County</u>
			<u>ABC Board</u>
\$ (2,808,421)	\$ -	\$ (2,808,421)	
(5,243,304)	-	(5,243,304)	
45,650	-	45,650	
(88,578)	-	(88,578)	
(779,430)	-	(779,430)	
(3,870,579)	-	(3,870,579)	
57,704	-	57,704	
(3,825,337)	-	(3,825,337)	
(668,026)	-	(668,026)	
<u>(17,180,321)</u>	<u>-</u>	<u>(17,180,321)</u>	
	(93,597)	(93,597)	
	(250,873)	(250,873)	
	(344,470)	(344,470)	
<u>(17,180,321)</u>	<u>(344,470)</u>	<u>(17,524,791)</u>	
			\$ (5,634)
15,160,869	-	15,160,869	-
2,535,874	-	2,535,874	-
73,846	-	73,846	-
67,450	-	67,450	-
64,798	994	65,792	339
<u>17,902,837</u>	<u>994</u>	<u>17,903,831</u>	<u>339</u>
722,516	(343,476)	379,040	(5,295)
<u>3,451,349</u>	<u>11,123,325</u>	<u>14,574,674</u>	<u>141,945</u>
<u>\$ 4,173,865</u>	<u>\$ 10,779,849</u>	<u>\$ 14,953,714</u>	<u>\$ 136,650</u>

*The accompanying notes are an integral part of the financial statements.*

## NORTHAMPTON COUNTY, NORTH CAROLINA

BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2009

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>			
Cash and cash equivalents	\$ 4,216,424	\$ 1,134,385	\$ 5,350,809
Taxes receivable, net	802,324	-	802,324
Accounts receivable, net	794,591	171,251	965,842
Due from other funds	373,994	169,720	543,714
Due from other governments	420,880	-	420,880
Restricted assets:			
Cash and cash equivalents	<u>68,340</u>	<u>64,163</u>	<u>132,503</u>
Total assets	<u>\$ 6,676,553</u>	<u>\$ 1,539,519</u>	<u>\$ 8,216,072</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable and accrued liabilities	\$ 520,906	\$ 58,202	\$ 579,108
Due to other funds	169,720	373,994	543,714
Deferred revenues	<u>1,117,076</u>	<u>135,074</u>	<u>1,252,150</u>
Total liabilities	<u>1,807,702</u>	<u>567,270</u>	<u>2,374,972</u>
<b>Fund Balances:</b>			
Reserved by State statute	1,307,931	27,927	1,335,858
Reserved for Register of Deeds	54,656	-	54,656
Reserved for education	86,888	-	86,888
Unreserved	3,419,376	-	3,419,376
Unreserved, reported in nonmajor:			
Special revenue funds	-	1,164,819	1,164,819
Capital project funds	-	(220,599)	(220,599)
Debt service fund	<u>-</u>	<u>102</u>	<u>102</u>
Total fund balances	<u>4,868,851</u>	<u>972,249</u>	<u>5,841,100</u>
Total liabilities and fund balances	<u>\$ 6,676,553</u>	<u>\$ 1,539,519</u>	

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	13,528,765
Long-term debt and compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.	(16,414,932)
Deferred revenues in the governmental funds are used to offset accounts receivable not expected to be available within 90 days of year-end. These receivables are a component of net assets in the Statement of Net Assets.	<u>1,218,932</u>
Net assets of governmental activities (Exhibit A)	<u>\$ 4,173,865</u>

*The accompanying notes are an integral part of the financial statements.*

## NORTHAMPTON COUNTY, NORTH CAROLINA

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	General	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>			
Ad valorem taxes	\$ 14,492,510	\$ 582,412	\$ 15,074,922
Other taxes and licenses	2,577,763	31,957	2,609,720
Unrestricted intergovernmental revenues	67,450	-	67,450
Restricted intergovernmental revenues	6,805,797	939,105	7,744,902
Permits and fees	204,320	-	204,320
Sales and services	2,423,830	293,026	2,716,856
Interest earned on investments	61,725	3,073	64,798
Special project revenue	20,180	-	20,180
Miscellaneous	91,479	80,125	171,604
Total revenues	<u>26,745,054</u>	<u>1,929,698</u>	<u>28,674,752</u>
<b>Expenditures:</b>			
Current:			
General government	2,871,304	63,944	2,935,248
Public safety	5,404,166	957,536	6,361,702
Transportation	14,750	-	14,750
Environmental protection	104,750	-	104,750
Economic and physical development	783,352	122,719	906,071
Human services	11,362,299	-	11,362,299
Cultural and recreation	337,645	292,870	630,515
Education	4,116,851	289,254	4,406,105
Debt service:			
Principal repayments	285,334	986,103	1,271,437
Interest	18,772	649,254	668,026
Total expenditures	<u>25,299,223</u>	<u>3,361,680</u>	<u>28,660,903</u>
Revenues over (under) expenditures	<u>1,445,831</u>	<u>(1,431,982)</u>	<u>13,849</u>
<b>Other Financing Sources (Uses):</b>			
Long-term debt issued	96,500	100,000	196,500
Transfers to (from) other funds	<u>(1,629,377)</u>	<u>1,629,377</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,532,877)</u>	<u>1,729,377</u>	<u>196,500</u>
Net change in fund balances	(87,046)	297,395	210,349
<b>Fund Balances:</b>			
Beginning of year - July 1	<u>4,955,897</u>	<u>674,854</u>	<u>5,630,751</u>
End of year - June 30	<u>\$ 4,868,851</u>	<u>\$ 972,249</u>	<u>\$ 5,841,100</u>

The accompanying notes are an integral part of the financial statements.

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2009**

Amounts reported for governmental activities in the Statement of Activities (Exhibit B) are different due to the following items:

Net change in fund balances - total governmental funds (Exhibit D)	\$ 210,349
<p>Exhibit D reports revenues using a current financial resources basis, which generally means revenue is recognized when collected or is expected to be collected within 90 days of year-end. Exhibit B reports revenues when the earning process is complete, regardless of when it is collected. This measurement difference causes timing of revenue recognition differences for the following revenue types:</p>	
Property taxes	85,947
Ambulance / other miscellaneous revenues	(19,350)
Expenses related to compensated absences that do not require current financial resources are not reported as expenditures in the governmental funds statement.	(89,497)
Expenses related to other post-employment benefits that do not require current financial resources are not reported as expenditures in the governmental funds statement.	(766,205)
Capital outlays are reported as expenditures in the governmental funds statement. However, in the Statement of Activities, capital outlay is not an expense, rather it is an increase in capital assets.	683,246
Depreciation expense allocates the costs of capital assets over their useful lives. It is not reported as an expenditure in the governmental funds statement.	(398,353)
Principal repayments are reported as expenditures in the governmental funds statement. However, in the Statement of Activities, these transactions are not an expense, rather they are a decrease in liabilities.	1,271,435
Proceeds from the issuance of debt are reported as revenues in the governmental funds statement. However, in the Statement of Activities, proceeds from the issuance of debt are not a revenue, rather they are an increase in liabilities.	(196,500)
Gain/(loss) on disposal of capital assets is reported in the Statement of Activities; however, proceeds from sale of assets are not affected by gain/(loss) in the governmental funds statement.	<u>(58,556)</u>
Change in net assets of governmental activities (Exhibit B)	<u>\$ 722,516</u>

*The accompanying notes are an integral part of the financial statements.*

## NORTHAMPTON COUNTY, NORTH CAROLINA

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual	Variance from
	Original	Final		Final Budget
				Over/Under
<b>Revenues:</b>				
Ad valorem taxes	\$ 14,192,781	\$ 14,192,781	\$ 14,492,510	\$ 299,729
Other taxes and licenses	2,968,178	2,968,178	2,577,763	(390,415)
Unrestricted intergovernmental revenues	77,000	77,000	67,450	(9,550)
Restricted intergovernmental revenues	7,157,524	7,699,958	6,805,797	(894,161)
Permits and fees	194,300	194,300	204,320	10,020
Sales and services	2,692,748	2,724,748	2,423,830	(300,918)
Investment earnings	126,200	126,200	61,725	(64,475)
Special project revenue	505,500	513,787	20,180	(493,607)
Miscellaneous	81,902	117,467	91,479	(25,988)
Total revenues	<u>27,996,133</u>	<u>28,614,419</u>	<u>26,745,054</u>	<u>(1,869,365)</u>
<b>Expenditures:</b>				
General government	3,088,025	3,212,159	2,871,304	340,855
Public safety	5,569,016	5,764,591	5,404,166	360,425
Transportation	14,750	14,750	14,750	-
Environmental protection	104,750	104,750	104,750	-
Economic and physical development	785,503	834,137	783,352	50,785
Human services	12,608,234	13,176,560	11,362,299	1,814,261
Cultural and recreation	325,607	346,421	337,645	8,776
Education	4,130,000	4,130,000	4,116,851	13,149
Debt service:				
Principal repayments	293,857	313,132	285,334	27,798
Interest	-	18,772	18,772	-
Total expenditures	<u>26,919,742</u>	<u>27,915,272</u>	<u>25,299,223</u>	<u>2,616,049</u>
Revenues over (under) expenditures	<u>1,076,391</u>	<u>699,147</u>	<u>1,445,831</u>	<u>746,684</u>
<b>Other Financing Sources (Uses):</b>				
Transfers to (from) other funds	(1,609,377)	(1,629,377)	(1,629,377)	-
Long-term debt issued	-	96,500	96,500	-
Appropriated fund balance	632,986	834,645	-	(834,645)
Contingency	(100,000)	(915)	-	915
Total other financing sources (uses)	<u>(1,076,391)</u>	<u>(699,147)</u>	<u>(1,532,877)</u>	<u>(833,730)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(87,046)	<u>\$ (87,046)</u>
<b>Fund Balance:</b>				
Beginning of year - July 1			<u>4,955,897</u>	
End of year - June 30			<u>\$ 4,868,851</u>	

The accompanying notes are an integral part of the financial statements.

## NORTHAMPTON COUNTY, NORTH CAROLINA

STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
JUNE 30, 2009

	<u>Enterprise Funds</u>		
	<u>Water and Sewer Fund</u>	<u>Solid Waste Fund</u>	<u>Total</u>
<b>Assets:</b>			
Current assets:			
Cash and cash equivalents	\$ 27,925	\$ 19,925	\$ 47,850
Accounts receivable, net	376,581	12,428	389,009
Due from other funds	<u>398,830</u>	<u>-</u>	<u>398,830</u>
Total current assets	<u>803,336</u>	<u>32,353</u>	<u>835,689</u>
Non-current assets:			
Other capital assets, net	<u>21,514,739</u>	<u>19,734</u>	<u>21,534,473</u>
Total assets	<u>22,318,075</u>	<u>52,087</u>	<u>22,370,162</u>
<b>Liabilities and Net Assets:</b>			
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable	78,071	3,922	81,993
Due to other funds	-	398,830	398,830
Unearned revenue	11,607	-	11,607
Customer deposits	186,758	-	186,758
Compensated absences - current	3,099	1,179	4,278
Current portion of long-term debt	<u>445,500</u>	<u>-</u>	<u>445,500</u>
Total current liabilities	<u>725,035</u>	<u>403,931</u>	<u>1,128,966</u>
Non-current liabilities:			
Compensated absences - non-current	27,892	10,612	38,504
Non-current portion of long-term debt	10,385,500	-	10,385,500
Other post-employment benefits	<u>28,768</u>	<u>8,575</u>	<u>37,343</u>
Total non-current liabilities	<u>10,442,160</u>	<u>19,187</u>	<u>10,461,347</u>
Total liabilities	<u>11,167,195</u>	<u>423,118</u>	<u>11,590,313</u>
<b>Net Assets:</b>			
Invested in capital assets, net of related debt	10,683,739	19,734	10,703,473
Unrestricted	<u>467,141</u>	<u>(390,765)</u>	<u>76,376</u>
Total net assets	<u>\$ 11,150,880</u>	<u>\$ (371,031)</u>	<u>\$ 10,779,849</u>

The accompanying notes are an integral part of the financial statements.

## NORTHAMPTON COUNTY, NORTH CAROLINA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
IN FUND NET ASSETS - PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Enterprise Funds</u>		<u>Total</u>
	<u>Water and Sewer Fund</u>	<u>Solid Waste Fund</u>	
<b>Operating Revenues:</b>			
Charges for services	\$ 2,527,678	\$ 1,927,390	\$ 4,455,068
Water and sewer taps	26,500	-	26,500
White goods and tire disposal tax	-	29,158	29,158
Solid waste disposal tax	-	8,298	8,298
Other operating revenues	16,629	31,947	48,576
Total operating revenues	<u>2,570,807</u>	<u>1,996,793</u>	<u>4,567,600</u>
<b>Operating Expenses:</b>			
Water distribution and sewage treatment	1,614,090	-	1,614,090
Solid waste	-	2,240,079	2,240,079
Depreciation	552,398	8,378	560,776
Total operating expenses	<u>2,166,488</u>	<u>2,248,457</u>	<u>4,414,945</u>
Operating income (loss)	<u>404,319</u>	<u>(251,664)</u>	<u>152,655</u>
<b>Non-Operating Revenues (Expenses):</b>			
Interest earned on investments	899	95	994
Interest and fees	(497,916)	-	(497,916)
Total non-operating revenues (expenses)	<u>(497,017)</u>	<u>95</u>	<u>(496,922)</u>
Income (loss) before capital contributions and transfers	(92,698)	(251,569)	(344,267)
Capital contributions	<u>-</u>	<u>791</u>	<u>791</u>
Change in net assets	(92,698)	(250,778)	(343,476)
<b>Net Assets:</b>			
Beginning of year - July 1	<u>11,243,578</u>	<u>(120,253)</u>	<u>11,123,325</u>
End of year - June 30	<u>\$ 11,150,880</u>	<u>\$ (371,031)</u>	<u>\$ 10,779,849</u>

The accompanying notes are an integral part of the financial statements.

## NORTHAMPTON COUNTY, NORTH CAROLINA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	<b>Enterprise Funds</b>		
	<b>Water and Sewer Fund</b>	<b>Solid Waste Fund</b>	<b>Total</b>
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers	\$ 2,585,137	\$ 2,014,802	\$ 4,599,939
Cash paid for goods and services	(1,103,919)	(2,104,155)	(3,208,074)
Cash paid to employees for services	(422,188)	(127,319)	(549,507)
Customer deposits received	12,095	-	12,095
Net cash provided (used) by operating activities	<u>1,071,125</u>	<u>(216,672)</u>	<u>854,453</u>
<b>Cash Flows from Noncapital Financing Activities:</b>			
Loans from (to) other funds	<u>(250,000)</u>	<u>240,400</u>	<u>(9,600)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Acquisition and construction of capital assets	(13,776)	-	(13,776)
Principal paid on long-term debt	(471,870)	(4,689)	(476,559)
Interest and fees	(497,916)	-	(497,916)
Capital contributions	<u>-</u>	<u>791</u>	<u>791</u>
Net cash provided (used) for capital and related financing activities	<u>(983,562)</u>	<u>(3,898)</u>	<u>(987,460)</u>
<b>Cash Flows from Investing Activities:</b>			
Interest on investments	<u>899</u>	<u>95</u>	<u>994</u>
Net increase (decrease) in cash and cash equivalents	(161,538)	19,925	(141,613)
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>189,463</u>	<u>-</u>	<u>189,463</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 27,925</u>	<u>\$ 19,925</u>	<u>\$ 47,850</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>			
Operating income (loss)	\$ 404,319	\$ (251,664)	\$ 152,655
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	552,398	8,378	560,776
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	2,723	18,005	20,728
Increase (decrease) in accounts payable and accrued liabilities	52,905	(1,103)	51,802
Increase (decrease) in unearned revenues	11,607	-	11,607
Increase (decrease) in customer deposits	12,095	-	12,095
Increase (decrease) in accrued vacation pay	6,310	1,137	7,447
Increase (decrease) in OPEB payable	<u>28,768</u>	<u>8,575</u>	<u>37,343</u>
Net cash provided (used) by operating activities	<u>\$ 1,071,125</u>	<u>\$ (216,672)</u>	<u>\$ 854,453</u>

The accompanying notes are an integral part of the financial statements.

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2009**

	<u>Agency Funds</u>
<b>Assets:</b>	
Cash and cash equivalents	\$ 126,911
Accounts receivable	<u>754,921</u>
Total assets	<u>\$ 881,832</u>
<b>Liabilities:</b>	
Intergovernmental payable	\$ 653,338
Accounts payable	<u>228,494</u>
Total liabilities	<u>\$ 881,832</u>

*The accompanying notes are an integral part of the financial statements.*

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### 1. Summary of Significant Accounting Policies

The accounting policies of Northampton 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. One component unit of the County has no financial transactions or account balances; therefore, it does not appear in the combined financial statements. The discretely presented component unit presented below is reported in a separate column in the County's financial statements in order to emphasize that it is legally separate from the County.

#### Discretely Presented Component Units

##### Northampton County Industrial Facilities and Pollution Control Financing Authority

Northampton County Industrial Facilities and Pollution Control Financing Authority (the "Authority") exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority is governed by a five-member Board of Commissioners, all of whom are appointed by the County Commissioners. The County can remove any commissioner of the Authority with or without cause. The Authority has no financial transactions or account balances; therefore, it is not presented in the combined financial statements. The Authority does not issue separate financial statements.

##### Northampton County ABC Board

The members of the ABC Board's governing board are appointed by the County. In addition, the ABC Board is required by State statute to distribute its surpluses to the General Fund of the County. The ABC Board, which has a June 30 year-end, is presented as if it were a proprietary fund (discrete presentation). Complete financial statements for the ABC Board may be obtained from the entity's administrative offices at the Northampton County ABC Board, Highway 158 East, Jackson, North Carolina 27845.

#### B. Basis of Presentation

*Government-Wide Statements:* The Statement of Net Assets and the Statement of Activities display information about the primary government and its component unit. These statements include the financial activities of the overall government, except for fiduciary activities.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

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. 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. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The County has the following fund categories (further divided by fund type):

### **Governmental Funds:**

Governmental funds are used to account for Northampton County's general governmental activities. Governmental funds include the following fund types:

**General Fund** - The General Fund is the general operating fund of the County. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, State grants, and various other taxes and licenses. The primary expenditures are for public safety, human services, and education.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

**Special Revenue Funds** - Special revenue funds account for specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes. The County maintains eleven special revenue funds: the Capital Reserve Fund, the Mid Atlantic Distribution Park Fund, the Emergency Telephone System Fund, the Revaluation Fund, the Revolving Loan Fund, the Ambulance Capital Reserve Fund, the EDC Capital Reserve Fund, the Public Schools Building Fund, the Fire District Fund, the Tourism Development, and the CDBG Fund.

**Capital Project Funds** – Capital project funds account for financial resources to be used for the acquisition and construction of major capital facilities (other than those financed by proprietary funds and trust funds). The County maintains three capital project funds: the Wellness and Recreation Centers Capital Project Fund, the First Responder Training Center Fund, and the EDC Grant Project Fund.

**Debt Service Fund** – The Debt Service Fund is used to account for all expenditures for principal and interest for all debt not accounted for in the enterprise funds. The other governmental fund types provide the resources to the Debt Service Fund to make the payments through transfers.

### **Proprietary Funds:**

**Enterprise Funds** - Enterprise funds account for those operations that (a) are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Northampton County has two enterprise funds: the Water and Sewer Fund and the Solid Waste Fund.

### **Fiduciary Funds:**

Fiduciary funds account for the assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Fiduciary funds include the following funds:

**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 five agency funds: the Social Services Fund, which accounts for monies deposited with the Department of Social Services for the benefit of certain individuals; the Inmate Trust Fund, which accounts for funds deposited by inmates of the County's jail; the Motor Vehicle Tax Fund, which accounts for registered motor vehicle property taxes that are billed and collected by the County for various municipalities within

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

the County; the Rescue Squad Fund, which accounts for rescue squad charges that are billed and collected by the County for the area rescue squads; and the 3% Interest Payable to State Fund, which accounts for interest on delinquent motor vehicles taxes which is required to be remitted to the State of North Carolina.

### **Major Funds:**

The General Fund, Water and Sewer Fund, and Solid Waste Fund are considered major funds for the year ended June 30, 2009.

### **C. Measurement Focus, Basis of Accounting**

In accordance with North Carolina General Statutes, all funds of the County are maintained during the year using 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 the agency funds which have no measurement focus. The government-wide, proprietary, 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 non-operating 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 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 non-operating revenues and expenses.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

*Governmental Fund Financial Statements.* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of January 1, 1993, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, Northampton County is responsible for billing and collecting the property taxes on all registered motor vehicles on behalf of all municipalities and special tax districts in the County. For registered motor vehicles, property taxes are due the first day of the fourth month after the vehicles are registered. The billed taxes are applicable to the fiscal year in which they become due. Therefore, the County's vehicle taxes for vehicles registered in Northampton County from March 2008 through February 2009 apply to the fiscal year ended June 30, 2009. Uncollected taxes that were billed during this period are shown as a receivable on these financial statements and are offset by deferred revenues.

Sales taxes 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. Grant revenues which are unearned at year-end are recorded as unearned revenues. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

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

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### **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, special revenue funds (excluding the Public Schools Building Fund and the CDBG Fund), and the enterprise funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the special revenue funds listed above, capital project funds, and the water and sewer capital projects. All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for the General Fund, special revenue funds, and enterprise funds, and at the object level for the capital project funds. The County Manager is authorized to transfer appropriations between departments within a fund up to \$5,000; however, any revisions that alter the total expenditures of any fund or exceed \$5,000 must be approved by the governing board. During the year, several amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

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

#### **Deposits and Investments**

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

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

The County's 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 value 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. Money market investments that have a remaining maturity at the time of purchase of one year or less are reported at amortized cost. Non-participating interest earning investment contracts are reported at cost.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### **Cash and Cash Equivalents**

The County pools money 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 all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash and cash equivalents.

### **Restricted Assets**

Unspent debt proceeds are classified as restricted assets within the General Fund and the Wellness and Recreation Centers Capital Project Fund because their use is completely restricted to the purpose for which the debts were originally issued.

### **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; however, interest does not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2008.

### **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.

### **Inventory**

The inventory of the County is immaterial; therefore, no amount is recorded.

### **Capital Assets**

The County's purchased or constructed capital assets are recorded at original cost or estimated historical cost. Donated assets are recorded at their estimated fair value at the date of donation. Certain items acquired before July 1, 1980, are recorded at an estimated original cost. The total of such estimates is not considered large enough that the errors would be material when capital assets are considered as a whole. Any interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

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

	<u>Years</u>
Buildings	20 - 75
Equipment	5 - 10
Vehicles	5 - 10
Water distribution system	20 - 50

### **Long-Term Obligations**

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

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

### **Net Assets / Fund Balances**

#### **Net Assets**

Net assets in government-wide and proprietary fund financial statements are classified as invested in capital assets, net of related debt; restricted; and unrestricted. Restricted net assets represent constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through State statutes.

Net assets are classified as follows:

#### **Restricted Net Assets**

**General Government** - portion of net assets constituting the Automation Enhancement and Preservation Fund, funded by 10% of the fees collected and maintained by the Register of Deeds' office. The funds are legally restricted for computer and imaging technology in the Register of Deeds' office.

**Education** - portion of fund balance representing monies legally restricted for public schools.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### **Fund Balances**

In the governmental fund financial statements, reservations or restrictions of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

State law [G.S. 159-13(b)(16)] restricts the appropriation of fund balance to an amount not to exceed the sum of cash and investments minus the sum of liabilities, encumbrances, and deferred revenues arising from cash receipts as those amounts stand at the close of the fiscal year preceding the budget year.

The governmental fund types classify fund balances as follows:

### **Reserved**

**Reserved by State Statute** - portion of fund balance, in addition to reserves for capital purchases and reserves for unemployment, which is not available for appropriation under State law [G.S. 159-8(a)]. This amount is usually comprised of accounts receivable and interfund receivables, which have not been offset by deferred revenues.

**Reserved for Register of Deeds** - portion of fund balance constituting the Automation Enhancement and Preservation Fund, funded by 10% of the fees collected and maintained by the register of deeds' office. The funds are available for appropriation but are legally restricted for computer and imaging technology in the Register of Deeds' office.

**Education** - portion of fund balance representing monies legally restricted for public schools.

## **F. Revenues, Expenditures, and Expenses**

### **Compensated Absences**

The vacation policy of the County provides for the accumulation of up to thirty days earned vacation leave with such leave being fully vested when earned. For the County's government-wide and proprietary funds, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned. The portion of that time that is estimated to be used in the next fiscal year has been designated as a current liability in the government-wide statements.

The County's sick leave policy provides 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 neither the County nor its component unit has any obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

### H. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the County's financial position and operations. Comparative totals have not been included on the statements where their inclusion would not provide enhanced understanding of the County's financial position and operations or would cause the statements to be unduly complex or difficult to understand. Also, certain amounts presented in the prior year's data have been reclassified to be consistent with the current year's presentation.

## 2. Stewardship, Compliance, and Accountability

### Excess of Expenditures over Appropriations

For the fiscal year ended June 30, 2009, expenditures exceeded the authorized appropriations made by the governing board as follows:

#### Special Revenue Funds:

Public Schools Building Fund - Expenditures \$340,298; however, total revenues and other financing sources exceeded expenditures and other financing uses.

**Corrective Action Plan** - Management will more closely monitor budget to ensure that expenditures do not exceed authorized appropriations made by the governing board.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Deficit Fund Balance or Net Assets of Individual Funds

The following funds had deficit fund balances, net assets at June 30, 2009:

**Special Revenue Fund:**

Fire District Fund - \$422

**Capital Project Fund:**

Wellness and Recreation Centers Capital Project - \$221,354

**Enterprise Fund:**

Solid Waste Fund - \$371,031

**Corrective Action Plan** - Deficits, caused by timing issues, will be eliminated with future revenues. Budgeted transfers will be made in a timely manner to eliminate deficit fund balances at year-end.

### 3. Detail Notes on All Funds

#### A. Assets

##### Deposits

All the deposits of the County and the ABC Board are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits that exceed the federal depository insurance coverage level are collateralized with securities held by the County's or the ABC Board's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and the ABC Board, these deposits are considered to be held by the County's and the ABC Board's agents in their names. 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, the ABC Board, or with the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the County and the ABC Board under the Pooling Method, the potential exists for undercollateralization, 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.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

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 County does not have a policy regarding custodial credit risk for deposits.

At June 30, 2009, the County's deposits had a carrying amount of \$846,832 and a bank balance of \$1,663,380. Of the bank balance, \$355,196 was covered by federal depository insurance, and \$1,308,184 in interest bearing deposits were covered by collateral held under the Pooling Method.

### Investments

At June 30, 2009, the County had \$4,811,241 invested with 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 policy regarding credit risk.

### Property Tax – Use-Value Assessment on Certain Land

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 three 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.

<u>Year</u> <u>Levied</u>	<u>Tax</u>	<u>Interest</u>	<u>Total</u>
2005	\$ 400,814	\$ 131,267	\$ 532,081
2006	402,827	95,671	498,498
2007	932,944	137,609	1,070,553
2008	953,322	54,816	1,008,138
Total	<u>\$ 2,689,907</u>	<u>\$ 419,363</u>	<u>\$ 3,109,270</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Receivables**

Receivables at Exhibit A at June 30, 2009, were as follows:

	<u>Accounts</u>	<u>Taxes</u>	<u>Due from other Governments</u>	<u>Total</u>
<b>Governmental Activities:</b>				
General	\$ 794,591	\$ 1,382,324	\$ 420,880	\$ 2,597,795
Other governmental	<u>171,251</u>	<u>-</u>	<u>-</u>	<u>171,251</u>
Total receivables	965,842	1,382,324	420,880	2,769,046
Allowance for doubtful accounts	<u>-</u>	<u>(580,000)</u>	<u>-</u>	<u>(580,000)</u>
 Total governmental activities	 <u>\$ 965,842</u>	 <u>\$ 802,324</u>	 <u>\$ 420,880</u>	 <u>\$ 2,189,046</u>
 <b>Business-Type Activities:</b>				
Solid Waste	\$ 404,570	\$ -	\$ -	\$ 404,570
Water and Sewer	<u>376,581</u>	<u>-</u>	<u>-</u>	<u>376,581</u>
Total receivables	781,151	-	-	781,151
Allowance for doubtful accounts	<u>(392,142)</u>	<u>-</u>	<u>-</u>	<u>(392,142)</u>
 Total business-type activities	 <u>\$ 389,009</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 389,009</u>

Due from other governments consisted of the following:

Local option sales tax	\$ 384,298
Sales tax refund	<u>36,582</u>
	<u>\$ 420,880</u>

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Capital Assets

A summary of changes in the County's governmental capital assets follows:

	<b>July 1, 2008</b>	<b>Additions</b>	<b>Retirements</b>	<b>June 30, 2009</b>
<b>Non-Depreciable Assets:</b>				
Construction in progress	\$ 4,235,929	\$ 292,870	\$ (100,121)	\$ 4,428,678
Land	1,200,000	-	-	1,200,000
<b>Depreciable Assets:</b>				
Buildings and improvements	9,118,637	222,306	-	9,340,943
Equipment	889,118	102,057	-	991,175
Vehicles and motor equipment	1,995,782	166,134	(230,920)	1,930,996
Total capital assets	17,439,466	783,367	(331,041)	17,891,792
<b>Less Accumulated Depreciation:</b>				
Buildings and improvements	(2,659,740)	(138,177)	-	(2,797,917)
Equipment	(378,453)	(85,856)	-	(464,309)
Vehicles and motor equipment	(1,098,845)	(174,320)	172,364	(1,100,801)
Total accumulated depreciation	(4,137,038)	\$ (398,353)	\$ 172,364	(4,363,027)
Capital assets, net	\$ 13,302,428			\$ 13,528,765

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

#### Governmental Activities:

General government	\$ 145,666
Public safety	205,949
Economic and physical development	26,139
Human services	19,063
Cultural and recreation	1,536
Total	\$ 398,353

#### Business-Type Activities:

Solid Waste	\$ 8,378
Water and Sewer	552,398
Total	\$ 560,776

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Summary of Proprietary Capital Assets

Capital assets for the proprietary funds of the County at June 30, 2009, are as follows:

	<b>July 1, 2008</b>	<b>Additions</b>	<b>Retirements</b>	<b>June 30, 2009</b>
<b>Water and Sewer Fund:</b>				
<b>Depreciable Assets:</b>				
Plant and distribution systems	26,723,233	-	-	26,723,233
Furniture and equipment	230,888	-	-	230,888
Vehicles	188,038	13,776	-	201,814
Total capital assets	27,142,159	13,776	-	27,155,935
<b>Less Accumulated Depreciation:</b>				
Plant and distribution systems	(4,712,162)	(536,045)	-	(5,248,207)
Furniture and equipment	(201,637)	(9,941)	-	(211,578)
Vehicles	(174,999)	(6,412)	-	(181,411)
Total accumulated depreciation	(5,088,798)	\$ (552,398)	\$ -	(5,641,196)
Total Water and Sewer Fund	\$ 22,053,361			\$ 21,514,739
<b>Solid Waste Fund:</b>				
<b>Depreciable Assets:</b>				
Buildings	\$ 2,250	\$ -	\$ -	\$ 2,250
Furniture and equipment	183,605	-	-	183,605
Vehicles	153,924	-	-	153,924
Total capital assets	339,779	-	-	339,779
<b>Less Accumulated Depreciation:</b>				
Buildings	(2,250)	-	-	(2,250)
Furniture and equipment	(165,129)	(4,031)	-	(169,160)
Vehicles	(144,288)	(4,347)	-	(148,635)
Total accumulated depreciation	(311,667)	\$ (8,378)	\$ -	(320,045)
Total Solid Waste Fund	\$ 28,112			\$ 19,734

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### B. Liabilities

#### Payables

Payables at Exhibit A at June 30, 2009, were as follows:

	<u>Vendors</u>
<b>Governmental Activities:</b>	
General	\$ 520,906
Other governmental	<u>58,202</u>
Total governmental activities	<u>\$ 579,108</u>
<b>Business-Type Activities:</b>	
Solid Waste	\$ 3,922
Water and Sewer	<u>78,071</u>
Total business-type activities	<u>\$ 81,993</u>

#### Pension Plan Obligations

##### Local Governmental Employees' Retirement System

**Plan Description** - Northampton County contributes to the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS 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. The County is 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 4.92% and 4.86%, respectively, of annual covered payroll. The contribution requirements of members and of Northampton County are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2009, 2008, and 2007 were \$482,195, \$415,125, and \$385,706, respectively. The contributions made by the County equaled the required contributions for each year.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Law Enforcement Officers' Special Separation Allowance

**Plan Description** - Northampton 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 December 31, 2007, the Separation Allowance's membership consisted of:

Retirees receiving benefits:	1
Terminated plan members entitled to, but not yet, receiving benefits:	-
Active plan members	<u>25</u>
Total	<u><u>26</u></u>

A separate report was not issued for the plan.

**Contributions** - The law enforcement separation allowance is a defined benefit pension plan; however, due to immateriality an actuarial study has not been performed. The County has chosen to fund the amount necessary to cover the benefits when the benefit payments are due and record these payments as General Fund expenditures. For the current year, the County made \$11,136 in benefit payments.

### 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 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 Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. 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.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

**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-end June 30, 2009, were \$55,332, which consisted of \$48,114 from the County and \$7,218 from the law enforcement officers.

### **Deferred Compensation Plan**

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation plan is not available to employees until termination, retirement, death, or unforeseeable emergency.

The County has complied with changes in the laws which govern the County's Deferred Compensation Plan, requiring all assets of the plan to be held in trust for the exclusive benefit of the participants and their beneficiaries. Formerly, the undistributed amounts which had been deferred by the plan participants were required to be reported as assets of the County. Effective for the current fiscal year and in accordance with GASB Statement 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans," the County's Deferred Compensation Plan is no longer reported within the County's Agency Funds.

### **Registers of Deeds' Supplemental Pension Fund**

**Plan Description** - Northampton County also contributes to the Registers of Deeds' Supplemental Pension Fund (Fund), a non-contributory, 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 who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. 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, 2009, the County's required and actual contributions were \$1,285.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Other Post-Employment Benefits

#### Healthcare Benefits

**Plan Description.** Under the terms of a County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB plan). This plan provides post-employment healthcare benefits to retirees of the County, provided they participate in the North Carolina Local Governmental Employees' Retirement System (System) and have thirty or more years of service, with a minimum of ten years of service with Northampton County, or early retire at age sixty with twenty-five years of service, with a minimum of twenty years of service with the County. Employees who qualify for a disability retirement benefit and have twenty years of creditable service, ten of which are with the County, are also eligible to participate. The County pays the full cost of coverage for these benefits. The Board of Commissioners may amend the benefit provisions. A separate report was not issued for the plan.

Membership of the HCB plan consisted of the following at December 31, 2008, the date of the latest actuarial valuation.

Retirees receiving benefits	20
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members, general employees	268
Active plan members, Law enforcement officers	<u>29</u>
Total	<u>317</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 Board of Commissioners. The County has chosen to fund the healthcare benefits on a pay-as-you-go basis.

The current ARC rate is 8.9% of annual covered payroll. For the current year, the County contributed \$75,176 or .8% of annual covered payroll. The County obtains healthcare coverage through private insurers. There were no contributions made by employees. The County's obligation to contribute to the HCB Plan is established and may be amended by the Board of Commissioners.

**Summary of Significant Accounting Policies.** Post-employment 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.

## NORTHAMPTON COUNTY, NORTH CAROLINA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

**Annual OPEB Cost and Net OPEB Obligation.** The County's annual 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 in the County's net OPEB obligation for the healthcare benefits.

Annual required contribution	\$ 878,724
Interest on net OPEB obligation	-
Adjustment to annual required contribution	<u>-</u>
Annual OPEB cost (expense)	878,724
Contributions made	<u>(75,176)</u>
Increase (decrease) in net OPEB obligation	803,548
Net OPEB obligation, beginning of year	<u>-</u>
Net OPEB obligation, end of year	<u><u>\$ 803,548</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 were as follows:

<u>For Year Ended</u> <u>June 30</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of Annual</u> <u>OPEB Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
2009	\$ 878,724	8.56%	\$ 803,548

**Funded Status and Funding Progress.** As of December 31, 2008, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and, thus, the unfunded actuarial accrued liability (UAAL) was \$10,090,152. The covered payroll (annual payroll of active employees covered by the plan) was \$9,900,282, and the ratio of the UAAL to the covered payroll was 101.9 percent. 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 multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

**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 at 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, 2008 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.00 percent 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 10.50 to 5.00 percent annually. The investment rate included a 3.75 percent 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 5-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, 2008, was 30 years.

### **Other Employee Benefits**

The County has also 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 12 highest months' salary in a row during the 24 months prior to the employee's death, but the benefit will be a minimum of \$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. Separate rates are set for employees not engaged in law enforcement and for law enforcement officers. Because the benefit payments are made by the Death Benefit Plan and not by the County, the County does not determine the number of eligible participants. For the fiscal year ended June 30, 2009, the County made contributions to the State for death benefits of \$11,967. The County's required contributions for employees not engaged in law enforcement and for law enforcement officers represented .11% and .14% of covered payroll, respectively. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Deferred / Unearned Revenues

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

	<u>Deferred Revenue</u>	<u>Unearned Revenue</u>
Prepaid taxes, not yet earned	\$ 33,218	\$ 33,218
Taxes receivable, net	802,324	-
Other receivables, net	416,608	11,607
	<u>\$ 1,252,150</u>	<u>\$ 44,825</u>

### 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 two self-funded risk financing pools administered by the North Carolina Association of County Commissioners. Through these pools, the County obtains property insurance coverage equal to replacement cost values of owned property subject to a limit of \$250 million per 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; and workers' compensation coverage up to statutory limits. The pools are audited annually by certified public accountants, and the audited financial statements are available to the County upon request. The pools are reinsured through commercial companies for single occurrence losses in excess of \$500,000 up to a \$2 million limit for general liability coverage; \$750,000 of aggregate annual losses in excess of \$250,000 per occurrence for property, auto physical damage, and crime coverage; and single occurrence losses of \$750,000 for workers' compensation.

The County carries commercial coverage for all other risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

The County does not carry flood insurance through the NFIP.

County employees handling cash are surety bonded in amounts exceeding those required by the North Carolina General Statutes.

### Claims and Judgments

At June 30, 2009, the County was a defendant to various lawsuits. In the opinion of the County's management and the County's attorney, the ultimate outcome of these legal matters will not have a material adverse effect on the County's financial position.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Long-Term Obligations

#### Installment Notes Payable

#### Governmental Activities:

#### Governmental Funds:

USDA Rural Development loan to finance various capital projects, due in equal annual installments of \$94,572, including interest at 4.75% through March 2032	\$ 1,303,618
USDA Rural Development loan to finance various capital projects. Total available amount \$130,570, total drawn at June 30, 2005, \$126,565. Payments due in equal annual installments, including interest at 4.625% through January 2033	113,534
Agreement to purchase land, due in ten (10) annual payments of \$120,000 plus interest at 3.62%, secured by land	720,000
Agreement to purchase land, due in ten (10) annual payments of \$180,000 plus interest at 3.75%, secured by land	1,260,000
Agreement to purchase office equipment, due in three (3) annual payments of \$53,712 including interest at 3.79%, secured by office equipment	51,750
USDA Rural Development loan to finance various capital projects, due in equal annual installments of \$92,646 including interest at 4.125% through May 2048	1,781,604
Agreement to purchase equipment (lighting), due in five (5) annual payments of \$129,103, plus interest at 3.74%, secured by equipment	516,412
Agreement to purchase equipment (vehicles and computers), due in three (3) annual payments of \$35,140, including interest at 3.19%, secured by equipment	67,055

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

Agreement to purchase vehicles, due in three (3) annual payments of \$111,236 including interest at 3.44%, secured by vehicles	211,497
Agreement to purchase an ambulance, due in three (3) annual payments of \$34,339 including interest at 3.34%, secured by vehicles	96,500
North Carolina Department of Commerce Economic Development no interest loan, due in 5 annual installments of \$20,000	<u>80,000</u>
	<u><u>\$ 6,201,970</u></u>

Annual debt service payments to maturity for the County's notes payable are as follows:

**Governmental Activities:**

**Governmental Funds:**

<b>Year Ending June 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2010	\$ 703,283	\$ 248,002	\$ 951,285
2011	679,660	242,271	921,931
2012	541,714	213,889	755,603
2013	511,172	190,087	701,259
2014	384,878	167,300	552,178
2015-2019	851,208	633,081	1,484,289
2020-2024	463,282	512,357	975,639
2025-2029	578,307	397,332	975,639
2030-2034	518,148	260,380	778,528
2035-2039	285,722	177,508	463,230
2040-2044	349,718	113,512	463,230
2045-2049	334,878	35,202	370,080
Total	\$ 6,201,970	\$ 3,190,921	\$ 9,392,891

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**General Obligation Indebtedness**

The County's general obligation bonds serviced by the governmental funds are collateralized by the full faith, credit, and taxing power of the County. Northampton County issues general obligation bonds to provide funds for the acquisition and construction of major water and sewer system capital improvements. These bonds, which are recorded in the Water and Sewer Fund, are also collateralized by the full faith, credit, and taxing power of the County. Principal and interest requirements are appropriated when due.

The County's general obligation bonds payable at June 30, 2009, are comprised of the following individual issues:

**General Obligations Bonds**

**Serviced by the General Fund:**

\$5,380,000 1996 General Obligation Refunding Bonds, due in annual installments of \$345,000 to \$365,000 through August 1, 2010; interest at 4.50% to 5.40%	\$ 345,000
\$9,000,000 2005 General Obligation Bonds, due in annual installments of \$135,000 to \$585,000 through June 1, 2026; interest at 4.00% to 5.00%	<u>8,460,000</u>
Total serviced by the General Fund	<u>\$ 8,805,000</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**General Obligation Bonds**

**Serviced by the Water and Sewer Fund:**

\$492,000 2000 Sanitary Sewer Bond issued on March 13, 2000, due in annual installments of \$5,500 to \$22,000 through June 1, 2039; interest at 5.00%	\$ 442,000
\$3,700,000 2002 Water Bond issued on April 1, 2002, due in annual installments of \$125,000 to \$250,000 through April 1, 2021; interest at 4.70% to 4.80%	2,950,000
\$2,870,000 2003 Water Bond issued on September 8, 2003, due in annual installments of \$32,000 to \$107,000 through June 1, 2043; interest at 4.25%	2,734,000
\$4,835,000 Refunding Series 2005 Water Bonds issued on May 1, 2005, due in annual installments of \$105,000 to \$290,000 through June 1, 2030; interest at 3.50% to 4.00%	4,335,000
\$430,000 Public Improvement Series 2005 Water Bonds issued on May 1, 2005, due in annual installments of \$15,000 to \$45,000 through June 1, 2025; interest at 4.00% to 5.00%	<u>370,000</u>
Total serviced by the Water and Sewer Fund	<u>\$ 10,831,000</u>

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

Annual debt service requirements to maturity for the County's general obligation bonds are as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2010	\$ 480,000	\$ 372,822	\$ 445,500	\$ 477,347
2011	485,000	347,442	458,000	458,006
2012	485,000	325,618	459,500	437,919
2013	485,000	303,792	471,500	417,403
2014	485,000	284,392	474,000	396,475
2015-2019	2,825,000	1,106,960	2,521,500	1,658,163
2020-2024	2,825,000	521,200	2,089,000	1,111,067
2025-2029	735,000	40,482	1,836,000	699,553
2030-2024	-	-	869,000	351,925
2025-2039	-	-	695,000	202,013
2040-2044	-	-	512,000	54,400
Total	<u>\$ 8,805,000</u>	<u>\$ 3,302,708</u>	<u>\$ 10,831,000</u>	<u>\$ 6,264,271</u>

At June 30, 2009, Northampton County had a legal debt margin of \$123,427,000.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### Changes in General Long-Term Debt

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2009:

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2009</u>	<u>Current</u> <u>Portion of</u> <u>Balance</u>
<b>Governmental Activities:</b>					
General obligation bonds	\$ 9,290,000	\$ -	\$ (485,000)	\$ 8,805,000	\$ 480,000
Installment note	6,791,907	196,500	(786,437)	6,201,970	703,283
Compensated absences	552,260	583,404	(493,907)	641,757	64,176
Post-employment benefits	-	766,205	-	766,205	-
Total governmental activities	<u>\$ 16,634,167</u>	<u>\$ 1,546,109</u>	<u>\$ (1,765,344)</u>	<u>\$ 16,414,932</u>	<u>\$ 1,247,459</u>
<b>Business-Type Activities:</b>					
General obligation bonds	\$ 11,295,800	\$ -	\$ (464,800)	\$ 10,831,000	\$ 445,500
Installment note	11,759	-	(11,759)	-	-
Compensated absences	35,336	31,527	(24,081)	42,782	4,278
Post-employment benefits	-	37,343	-	37,343	-
Total business-type activities	<u>\$ 11,342,895</u>	<u>\$ 68,870</u>	<u>\$ (500,640)</u>	<u>\$ 10,911,125</u>	<u>\$ 449,778</u>

Compensated absences 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.

### Conduit Debt Obligations

Northampton County Industrial Facilities and Pollution Control Financing Authority has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed as well as letters of credit and are payable solely from payments received from the private businesses involved. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the County, the Authority, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2009, there were two series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$5,500,000.

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**Interfund Balances and Activities**

	<u>Transfers</u>		<u>Purpose</u>
	<u>From</u>	<u>To</u>	
<b>Operating Transfers</b>			
<b>From/To Other Funds:</b>			
General Fund	\$ 1,629,377	\$ -	
Nonmajor special revenue funds	-	200,466	Resources for future projects, operations
Nonmajor Debt Service Fund	-	<u>1,428,911</u>	Debt service
Total transfers	<u>\$ 1,629,377</u>	<u>\$ 1,629,377</u>	

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
Capital Reserve Fund	General Fund	\$ 169,720	To finance future capital outlay
General Fund	Wellness/Recreation Centers		
	Capital Project Fund	366,779	To finance capital project activity
General Fund	Nonmajor special revenue funds	7,215	Operations, reimbursements
Water and Sewer Fund	Solid Waste Fund	<u>398,830</u>	For operations, cash overdrafts
		<u>\$ 942,544</u>	

**4. Related Organization**

The County's governing board is responsible for appointing the members of the board of Choanoke Area Development Association, Choanoke Public Transportation Authority, Roanoke River Basin Association, and the Lake Gaston Weed Control Council, but the County's accountability for these organizations does not extend beyond making these appointments.

**5. Joint Ventures**

The County participates in a joint venture to operate East Carolina Behavioral Health which serves as an area mental health authority. Northampton County appoints two of the eighteen members to board of the Organization. The County has an ongoing financial responsibility for the joint venture because the Organization's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Organization, so no equity interest has been reflected in the financial statements at June 30, 2009. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$81,614 to the Organization to supplement its activities. Complete financial statements for the Organization can be obtained from the Organization's office at 144 Community College Road, Ahoskie, North Carolina 27910.

## **NORTHAMPTON COUNTY, NORTH CAROLINA**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009**

The County also participates in a joint venture to operate the Albemarle Regional Library (the "Library") which serves a four-county district. Northampton County appoints three members to the ten-member district Library Board. The County has an ongoing financial responsibility for the joint venture because the Library's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Library, so no equity interest has been reflected in the financial statements at June 30, 2009. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$113,539 to the Library to supplement its activities. Complete financial statements for the Library can be obtained from the Library's office on 303 West Tyron Street, Winton, North Carolina 27986.

The County also participates in a joint venture to operate Choanoke Public Transit Authority (CPTA) with two other local governments. Each participating local government appoints three Board members to the nine-member Board of the CPTA. The County has an ongoing indirect financial interest in the joint venture because the CPTA's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in CPTA, so no equity interest has been reflected in the financial statements at June 30, 2009. The County appropriated \$13,000 to the CPTA to supplement its activities. Complete financial statements for the CPTA can be obtained from the offices at 106 North Main Street, Rich Square, North Carolina 27869.

The County also participates in the Tri-County Airport Authority (the "Airport Authority") with two other local governments (Hertford County and Bertie County). Northampton County appoints three members to the nine-member Board of the Airport Authority. The Airport Authority is a joint venture established to develop, maintain, operate, regulate, and improve the Tri-County Airport. The County has an ongoing financial responsibility for the joint venture because the Airport Authority's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Airport Authority, so no equity interest has been reflected in the financial statements at June 30, 2009. The County appropriated \$16,000 to the Airport Authority to supplement its activities. Complete financial statements for the Tri-County Airport Authority can be obtained from the offices at 140 Tri-County Airport Road, Aulander, North Carolina 27805.

The County also participates in the Halifax-Northampton Regional Airport Authority (the "Airport Authority") with two other local governments. Northampton County appoints two members to the nine-member Board of the Airport Authority. The Airport Authority is a joint venture established to develop, maintain, operate, regulate, and improve the Halifax-Northampton Regional Airport. The County has an ongoing financial responsibility for the joint venture because the Airport Authority's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Airport Authority, so no equity interest has been reflected in the financial statements at June 30, 2009. The County appropriated \$1,750 to the Airport Authority to supplement its activities.

# NORTHAMPTON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2009

### 6. Jointly Governed Organization

The County, in conjunction with five other counties, established the Region L Council of Governments (Council). The participating governments established the Council to coordinate various funding received from federal and State agencies. Each participating government appoints one member to the Council's governing board. The County paid membership fees of \$8,860 to the Council during the fiscal year ended June 30, 2009.

### 7. Benefit Payments Issued by the State

The amounts listed below were paid directly to individual recipients by the State from federal and State monies. County personnel are involved with certain functions, primarily eligibility determinations, that cause benefit payments to be issued by the State. These amounts disclose this additional aid to County recipients which do not appear in the general purpose financial statements, because they are not revenues and expenditures of the County.

	<u>Federal</u>	<u>State</u>
Medicaid	\$ 30,427,906	\$ 12,031,466
Women, Infants, and Children	434,912	-
Food Stamp Program	6,253,735	-
Temporary Assistance to Needy Families	419,367	(367)
Low Income Home Energy Assistance	242,915	-
Foster Care	46,833	16,642
Adoption Assistance	27,243	5,869
LINKS	1,451	-
State/County Special Assistance for Adults	-	383,583
CWS Adoption Subsidy	-	58,524
State Foster Home	-	13,369

### 8. Summary Disclosure of Significant Commitments and Contingencies

#### Federal and State Assisted Programs

The County has received proceeds from several 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 monies 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 monies.

## NORTHAMPTON COUNTY, NORTH CAROLINA

**OTHER POST-EMPLOYMENT BENEFITS -  
 RETIREE HEALTH PLAN  
 REQUIRED SUPPLEMENTARY INFORMATION  
 FOR THE YEAR ENDED JUNE 30, 2009**

**Schedule of Funding Progress**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability (AAL) Projected Unit Credit</b>	<b>Unfunded AAL (UAAL)</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>UAAL as a Percent of Covered Payroll</b>
12/31/2008	\$ -	\$ 10,090,152	\$ 10,090,152	0%	\$ 9,900,282	101.9%

**Schedule of Employer Contributions**

<b>Year Ended June 30</b>	<b>Annual Required Contribution (ARC)</b>	<b>Amount Contributed By Employer</b>	<b>Percentage of ARC Contributed</b>
2009	\$ 878,724	\$ -	0%

**Notes to the Required Schedules:**

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

Valuation date	12/31/2008
Actuarial cost method	Projected unit credit
Amortization method	Level percent of pay, open
Remaining amortization period	30 Years
Asset valuation method	Market Value of Assets
<b>Actuarial Assumptions:</b>	
Investment rate of return*	4.00%
Medical cost trend rate	10.50%-5.00%
Year of Ultimate trend rate	2016

\* Includes inflation at 3.75%

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	<u>2009</u>		<u>Variance Over /Under</u>	<u>2008</u>
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
<b>Revenues:</b>				
<b>Ad Valorem Taxes:</b>				
Taxes	\$ 14,047,781	\$ 14,315,464	\$ 267,683	\$ 14,480,343
Penalties and interest	145,000	177,046	32,046	184,122
Total	<u>14,192,781</u>	<u>14,492,510</u>	<u>299,729</u>	<u>14,664,465</u>
<b>Other Taxes and Licenses:</b>				
Privilege licenses	400	435	35	740
Local option sales tax	2,860,778	2,535,874	(324,904)	3,253,442
Excise tax	75,000	30,318	(44,682)	71,146
Utility franchise tax	32,000	11,136	(20,864)	25,742
Total	<u>2,968,178</u>	<u>2,577,763</u>	<u>(390,415)</u>	<u>3,351,070</u>
<b>Unrestricted Intergovernmental:</b>				
Beer and wine tax	65,000	67,450	2,450	70,206
Other	12,000	-	(12,000)	-
Total	<u>77,000</u>	<u>67,450</u>	<u>(9,550)</u>	<u>70,206</u>
<b>Restricted Intergovernmental:</b>				
Federal and State grants	7,515,858	6,603,440	(912,418)	6,293,969
Court facility fees	40,000	59,111	19,111	43,678
Fines and forfeitures	140,000	138,268	(1,732)	130,937
ABC bottles taxes	4,100	4,978	878	4,839
Total	<u>7,699,958</u>	<u>6,805,797</u>	<u>(894,161)</u>	<u>6,473,423</u>
<b>Permits and Fees:</b>				
Building permits	61,800	77,564	15,764	114,913
Mobile home decals	8,000	-	(8,000)	6,150
Register of Deeds	100,000	86,849	(13,151)	100,379
Other fees	24,500	39,907	15,407	31,703
Total	<u>194,300</u>	<u>204,320</u>	<u>10,020</u>	<u>253,145</u>
<b>Sales and Services:</b>				
Court costs and fees	22,000	26,753	4,753	25,929
Jail fees	5,500	6,137	637	6,922
Ambulance and rescue squad fees	470,000	633,467	163,467	475,997
Sheriff's fees	144,311	88,794	(55,517)	107,991
Health department fees	1,411,163	1,508,078	96,915	1,587,428

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	<u>2009</u>		<b>Variance Over /Under</b>	<u>2008</u>
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Inmate housing	550,000	135,517	(414,483)	448,479
Other fees	121,774	25,084	(96,690)	78,748
Total	<u>2,724,748</u>	<u>2,423,830</u>	<u>(300,918)</u>	<u>2,731,494</u>
<b>Investment Earnings</b>	<u>126,200</u>	<u>61,725</u>	<u>(64,475)</u>	<u>118,363</u>
<b>Special Project Revenue:</b>				
Fees and reimbursements	513,787	20,180	(493,607)	23,620
Total	<u>513,787</u>	<u>20,180</u>	<u>(493,607)</u>	<u>23,620</u>
<b>Miscellaneous:</b>				
Reimbursements	-	6,849	6,849	10,000
Miscellaneous DSS	6,013	4,670	(1,343)	8,211
Other	111,454	79,960	(31,494)	69,071
Total	<u>117,467</u>	<u>91,479</u>	<u>(25,988)</u>	<u>87,282</u>
Total revenues	<u>28,614,419</u>	<u>26,745,054</u>	<u>(1,869,365)</u>	<u>27,773,068</u>
<b>Expenditures:</b>				
<b>General Government:</b>				
<b>Governing Body:</b>				
Salaries and employee benefits	49,064	48,781		44,635
Other operating expenditures	49,025	39,052		51,414
Total	<u>98,089</u>	<u>87,833</u>	<u>10,256</u>	<u>96,049</u>
<b>Administration:</b>				
Salaries and employee benefits	191,369	187,255		185,356
Other operating expenditures	12,934	12,288		12,624
Total	<u>204,303</u>	<u>199,543</u>	<u>4,760</u>	<u>197,980</u>
<b>Human Resources:</b>				
Salaries and employee benefits	112,708	111,757		101,336
Other operating expenditures	23,906	23,473		23,717
Total	<u>136,614</u>	<u>135,230</u>	<u>1,384</u>	<u>125,053</u>

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>Finance:</b>				
Salaries and employee benefits	300,571	240,632		201,913
Other operating expenditures	202,903	171,828		253,031
Total	503,474	412,460	91,014	454,944
<b>Hospitalization - Retirees:</b>				
Operating expenditures	75,417	75,176	241	62,279
<b>Taxes:</b>				
Salaries and employee benefits	346,356	346,022		321,527
Other operating expenditures	162,615	161,463		151,647
Total	508,971	507,485	1,486	473,174
<b>Land Records:</b>				
Salaries and employee benefits	133,810	133,167		128,665
Other operating expenditures	24,775	19,606		23,330
Total	158,585	152,773	5,812	151,995
<b>Census Program:</b>				
Salaries and employee benefits	-	-		546
Other operating expenditures	100	79		4
Total	100	79	21	550
<b>Legal:</b>				
Other operating expenditures	41,429	35,418	6,011	34,178
Total	41,429	35,418	6,011	34,178
<b>Court Facilities:</b>				
Other operating expenditures	4,500	3,935	565	6,329
Total	4,500	3,935	565	6,329
<b>Elections:</b>				
Salaries and employee benefits	85,929	75,766		59,093
Other operating expenditures	67,317	30,670		44,981
Total	153,246	106,436	46,810	104,074

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>Register of Deeds:</b>				
Salaries and employee benefits	159,340	157,859		150,843
Other operating expenditures	44,111	40,237		44,313
Total	203,451	198,096	5,355	195,156
<b>Public Buildings:</b>				
Salaries and employee benefits	327,940	315,866		294,169
Other operating expenditures	395,881	346,494		244,479
Total	723,821	662,360	61,461	538,648
<b>Management Information Systems:</b>				
Salaries and employee benefits	115,148	112,470		109,439
Other operating expenditures	167,698	164,092		170,962
Total	282,846	276,562	6,284	280,401
<b>Central Garage:</b>				
Salaries and employee benefits	42,286	38,173		41,343
Other operating expenditures	10,027	(577)		927
Total	52,313	37,596	14,717	42,270
<b>Central Stores:</b>				
Operating expenditures	65,000	(19,678)	84,678	11,074
Total	65,000	(19,678)	84,678	11,074
Total general government	3,212,159	2,871,304	340,855	2,774,154
<b>Public Safety:</b>				
<b>Sheriff:</b>				
Salaries and employee benefits	1,475,456	1,436,769		1,280,911
Other operating expenditures	402,029	360,424		703,636
Total	1,877,485	1,797,193	80,292	1,984,547

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over /Under	Actual
<b>Sheriff - Governor's Highway Safety:</b>				
Salaries and employee benefits	44,005	10,813		12,094
Other operating expenditures	500	-		-
Total	44,505	10,813	33,692	12,094
<b>Sheriff - School Resource Officer:</b>				
Salaries and employee benefits	48,654	-	48,654	45,259
Total	48,654	-	48,654	45,259
<b>Sheriff - Execution Account:</b>				
Operating expenditures	57,000	52,716	4,284	43,925
Total	57,000	52,716	4,284	43,925
<b>Criminal Justice Partnership Program:</b>				
Salaries and employee benefits	58,036	57,597		54,026
Other operating expenditures	44,193	36,693		32,655
Total	102,229	94,290	7,939	86,681
<b>Jail:</b>				
Salaries and employee benefits	795,655	771,916		740,338
Other operating expenditures	364,926	348,255		417,792
Total	1,160,581	1,120,171	40,410	1,158,130
<b>Emergency Communications:</b>				
Salaries and employee benefits	621,358	601,406		473,404
Other operating expenditures	31,640	20,753		27,242
Total	652,998	622,159	30,839	500,646
<b>Emergency Management:</b>				
Salaries and employee benefits	46,001	45,917		44,206
Other operating expenditures	29,128	18,756		21,367
Total	75,129	64,673	10,456	65,573

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		2008
	Budget	Actual	Variance Over /Under
			Actual
<b>Fire:</b>			
Assistance to local fire departments	14,500	14,500	38,500
Contribution to N.C. Forestry	89,387	79,656	83,882
Total	103,887	94,156	122,382
<b>Building Inspections:</b>			
Salaries and employee benefits	141,555	138,815	131,263
Other operating expenditures	18,652	15,732	16,002
Total	160,207	154,547	147,265
<b>Housing and Mobile Home Cleaning:</b>			
Other operating expenditures	4,056	4,089	70,504
Total	4,056	4,089	70,504
<b>Medical Examiner:</b>			
Contracted services	10,000	8,800	6,400
<b>Ambulance Services:</b>			
Salaries and employee benefits	1,067,743	1,009,399	912,766
Other operating expenditures	304,001	290,098	223,811
Assistance to local rescue units	14,000	14,000	14,400
Total	1,385,744	1,313,497	1,150,977
<b>Animal Control:</b>			
Salaries and employee benefits	44,767	44,458	42,687
Other operating expenditures	37,349	22,604	17,728
Total	82,116	67,062	60,415
Total public safety	5,764,591	5,404,166	5,454,798
<b>Transportation:</b>			
Contribution to CPTA	5,000	5,000	13,000
Contribution to Tri-County Airport	9,750	9,750	17,750
Total transportation	14,750	14,750	30,750

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>Environmental Protection:</b>				
Contribution to Lake Gaston weed control	100,750	100,750		119,873
Drainage and watershed protection	4,000	4,000		4,000
Total environmental protection	104,750	104,750	-	123,873
<b>Economic and Physical Development:</b>				
<b>Planning and Zoning:</b>				
Salaries and employee benefits	104,619	103,443		104,408
Other operating expenditures	24,091	16,579		26,630
Total	128,710	120,022	8,688	131,038
<b>Economic Development:</b>				
Salaries and employee benefits	154,309	151,372		122,794
Other operating expenditures	191,231	186,152		171,479
COG membership dues	8,866	8,860		8,877
Contribution to Chamber of Commerce	15,000	15,000		20,000
Contribution to CADA	5,000	5,000		7,000
Miscellaneous contributions	500	500		1,000
Total	374,906	366,884	8,022	331,150
<b>Cooperative Extension:</b>				
Salaries and employee benefits	92,661	78,394		149,094
Other operating expenditures	156,281	142,731		72,189
Total	248,942	221,125	27,817	221,283
<b>Environmental Equity Grant</b>				
Operating expenditures	946	467	479	301
<b>Soil and Water Conservation:</b>				
Salaries and employee benefits	72,895	68,397		65,415
Other operating expenditures	7,738	6,457		5,482
Total	80,633	74,854	5,779	70,897
Total economic and physical development	834,137	783,352	50,785	754,669

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	<u>2009</u>		<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
		<u>Variance</u>	
		<u>Over /Under</u>	
<b>Human Services:</b>			
<b>Health:</b>			
Salaries and employee benefits	661,644	539,232	486,526
Other operating expenditures	107,997	65,220	84,507
Total	<u>769,641</u>	<u>604,452</u>	<u>571,033</u>
<b>Communicable Disease:</b>			
Salaries and employee benefits	7,351	6,929	5,268
Other operating expenditures	1,070	618	297
Total	<u>8,421</u>	<u>7,547</u>	<u>5,565</u>
<b>Healthy Carolinian:</b>			
Salaries and employee benefits	1,730	1,730	-
Operating expenditures	15,530	14,582	24,367
Total	<u>17,260</u>	<u>16,312</u>	<u>24,367</u>
<b>Kate B. Reynolds Grant:</b>			
Salaries and employee benefits	39,892	39,212	6,500
Other operating expenditures	54,233	53,901	18,033
Total	<u>94,125</u>	<u>93,113</u>	<u>24,533</u>
<b>Healthy Start Initiative:</b>			
Salaries and employee benefits	77,115	75,182	129,564
Other operating expenditures	34,604	32,765	37,878
Total	<u>111,719</u>	<u>107,947</u>	<u>167,442</u>
<b>Folic Acid Grant:</b>			
Other operating expenditures	41,683	40,817	13,296
Total	<u>41,683</u>	<u>40,817</u>	<u>13,296</u>
<b>Immunization Program:</b>			
Salaries and employee benefits	8,813	8,754	8,526
Other operating expenditures	201	2	211
Total	<u>9,014</u>	<u>8,756</u>	<u>8,737</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>Carolina Access III:</b>				
Salaries and employee benefits	216,048	195,862		200,618
Other operating expenditures	35,035	24,962		22,134
Total	251,083	220,824	30,259	222,752
<b>Tuberculosis Program:</b>				
Salaries and employee benefits	34,668	34,188		29,992
Other operating expenditures	7,347	5,020		5,361
Total	42,015	39,208	2,807	35,353
<b>Diabetes Grant:</b>				
Salaries and employee benefits	-	-		12,453
Other operating expenditures	-	-		34,560
Total	-	-	-	47,013
<b>Youth Tobacco Grant:</b>				
Other operating expenditures	-	-		76
Total	-	-	-	76
<b>BCBS Grant:</b>				
Other operating expenditures	5,000	3,754		-
Total	5,000	3,754	1,246	-
<b>Diabetes Self Management:</b>				
Other operating expenditures	2,500	554		-
Total	2,500	554	1,946	-
<b>Health Department Accreditation:</b>				
Salaries and employee benefits	3,407	3,394		-
Other operating expenditures	21,593	21,522		-
Total	25,000	24,916	84	-

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>First Time Motherhood Initiative:</b>				
Other operating expenditures	10,001	8,323		-
Total	10,001	8,323	1,678	-
<b>Breast and Cervical Cancer:</b>				
Salaries and employee benefits	8,672	8,510		14,134
Other operating expenditures	24,487	18,864		14,793
Total	33,159	27,374	5,785	28,927
<b>BCCCP - Plus:</b>				
Operating expenditures	7,199	7,199	-	40,191
<b>Home Health:</b>				
Salaries and employee benefits	565,312	525,232		490,305
Other operating expenditures	507,958	370,070		406,611
Total	1,073,270	895,302	177,968	896,916
<b>Smart Start (NC Partnership):</b>				
Salaries and employee benefits	28,907	28,348		28,753
Other operating expenditures	3,520	3,369		5,133
Total	32,427	31,717	710	33,886
<b>Duke Endowment:</b>				
Salaries and employee benefits	35,976	31,109		22,504
Total	35,976	31,109	4,867	22,504
<b>Health Promotions:</b>				
Salaries and employee benefits	40,027	38,275		37,448
Other operating expenditures	3,364	2,174		4,407
Total	43,391	40,449	2,942	41,855
<b>School Health - Kate B. Reynolds:</b>				
Salaries and employee benefits	31,213	25,847		29,583
Other operating expenditures	3,295	2,384		4,285
Total	34,508	28,231	6,277	33,868

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>Child Health:</b>				
Salaries and employee benefits	188,964	135,451		131,739
Other operating expenditures	26,650	16,630		18,815
Total	215,614	152,081	63,533	150,554
<b>Child Services Coordination:</b>				
Salaries and employee benefits	82,735	82,543		113,210
Other operating expenditures	20,686	16,346		15,087
Total	103,421	98,889	4,532	128,297
<b>Maternal Care Coordination:</b>				
Salaries and employee benefits	36,380	36,205		34,572
Other operating expenditures	9,131	5,780		6,169
Total	45,511	41,985	3,526	40,741
<b>Maternal Child Health:</b>				
Salaries and employee benefits	181,800	178,269		180,057
Other operating expenditures	45,270	29,153		35,004
Total	227,070	207,422	19,648	215,061
<b>Family Planning:</b>				
Salaries and employee benefits	195,886	192,694		182,191
Other operating expenditures	60,765	42,970		40,610
Total	256,651	235,664	20,987	222,801
<b>Health Promotions - Clinical (Adult):</b>				
Salaries and employee benefits	62,643	61,602		35,625
Operating expenditures	13,000	7,569		9,058
Total	75,643	69,171	6,472	44,683
<b>Health-Head Start:</b>				
Salaries and employee benefits	28,884	27,091		27,715
Other operating expenditures	3,010	1,073		888
Total	31,894	28,164	3,730	28,603

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>Women, Infants, and Children:</b>				
Salaries and employee benefits	128,548	127,223		116,464
Other operating expenditures	11,233	8,560		7,623
Total	139,781	135,783	3,998	124,087
<b>Wise Woman Project:</b>				
Salaries and employee benefits	3,689	3,686		8,872
Other operating expenditures	8,811	1,649		4,424
Total	12,500	5,335	7,165	13,296
<b>Family Planning Outreach:</b>				
Other operating expenditures	5,020	3,735		-
<b>Bio-Terrorism Grant:</b>				
Salaries and employee benefits	31,564	31,487		29,568
Operating expenditures	15,221	13,271		67,349
Total	46,785	44,758	2,027	96,917
<b>Environmental Health:</b>				
Salaries and employee benefits	152,358	148,791		140,347
Other operating expenditures	22,302	15,525		6,927
Total	174,660	164,316	10,344	147,274
<b>Child Lead Poisoning Prevention:</b>				
Operating expenditures	2,000	2,000	-	500
<b>Well Water Improvement:</b>				
Salaries and employee benefits	-	-		5,730
Other operating expenditures	-	-		20,484
Total	-	-	-	26,214
<b>Elderly and Handicapped:</b>				
Operating expenditures	127,231	127,128	103	98,789

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	<u>2009</u>		<u>Variance Over /Under</u>	<u>2008</u>
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
<b>Home Delivered Meals:</b>				
Salaries and employee benefits	20,519	20,255		8,843
Other operating expenditures	76,042	63,990		60,152
Total	<u>96,561</u>	<u>84,245</u>	12,316	<u>68,995</u>
<b>Home &amp; Community Care Block Grant:</b>				
Salaries and employee benefits	5,228	4,695		9,788
Other operating expenditures	102,290	99,074		95,876
Total	<u>107,518</u>	<u>103,769</u>	3,749	<u>105,664</u>
<b>AIDS Control:</b>				
Salaries and employee benefits	24,215	22,422		22,786
Other operating expenditures	2,370	1,055		1,324
Total	<u>26,585</u>	<u>23,477</u>	3,108	<u>24,110</u>
<b>HIV Non-Traditional Site Testing:</b>				
Salaries and employee benefits	26,533	24,894		8,472
Other operating expenditures	6,167	4,234		2,289
Total	<u>32,700</u>	<u>29,128</u>	3,572	<u>10,761</u>
Total health	<u>4,374,537</u>	<u>3,794,954</u>	579,583	<u>3,765,661</u>
<b>Mental Health:</b>				
Contribution to mental health center	81,614	81,614	-	81,614
<b>Aging:</b>				
Salaries and employee benefits	48,407	47,884		44,919
Other operating expenditures	6,765	5,806		6,635
Total	<u>55,172</u>	<u>53,690</u>	1,482	<u>51,554</u>
<b>Care Giver Grant:</b>				
Operating expenditures	10,510	7,407	3,103	9,958
<b>JW Faison Senior Center:</b>				
Contribution to senior center	10,000	10,000	-	20,000

NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
<b>NC Project Life Saver:</b>				
Operating expenditures	-	-	-	2,741
<b>Veterans Assistance:</b>				
Salaries and employee benefits	37,428	37,280		23,958
Other operating expenditures	4,310	3,511		5,497
Total	41,738	40,791	947	29,455
<b>Community Based Alternatives:</b>				
Operating expenditures	119,942	116,851	3,091	116,540
<b>Social Services:</b>				
<b>Administration:</b>				
Salaries and employee benefits	3,125,720	3,054,794		2,896,562
Other operating expenditures	1,747,158	1,261,446		1,259,658
Total	4,872,878	4,316,240	556,638	4,156,220
<b>Program Expenditures:</b>				
<b>Federal and State Expenditures:</b>				
AFDC - FC	180,000	63,169		30,196
Crisis Fuel	385,625	385,591		231,058
Board home	222,525	34,398		19,435
Smart Start day care	75,754	70,165		74,284
CAP/DA Federal and State expenditures	75,000	61,925		59,557
TANF Domestic Violence	13,302	6,645		2,980
Child day care	972,194	859,612		807,367
TEA Foster Care	80,500	22,780		47,907
Special Adoption assistance	30,000	8,829		-
Total federal and state expenditures	2,034,900	1,513,114	521,786	1,272,784
<b>County Expenditures:</b>				
Foster Care	1,623	123		129
Medicaid	946,854	946,833		1,975,481
Aid to Blind	4,813	1,372		1,819
OAA/AD	421,267	388,040		381,626

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		Variance Over /Under	2008
	Budget	Actual		Actual
AFDC - FC	51,500	23,088		34,921
General assistance	10,800	10,612		8,198
Board home	116,000	39,068		41,327
Food Stamp issuances	14,812	10,927		12,383
IV-E Adoption assistance	7,600	7,575		5,956
Other	-	-		(544)
Total county expenditures	<u>1,575,269</u>	<u>1,427,638</u>	147,631	<u>2,461,296</u>
Total social services	<u>8,483,047</u>	<u>7,256,992</u>	1,226,055	<u>7,890,300</u>
Total human services	<u>13,176,560</u>	<u>11,362,299</u>	1,814,261	<u>11,967,823</u>
<b>Cultural and Recreation:</b>				
<b>Recreation:</b>				
Salaries and employee benefits	137,608	136,056		98,421
Other operating expenditures	74,747	67,524		71,472
Total	<u>212,355</u>	<u>203,580</u>	8,775	<u>169,893</u>
<b>Libraries:</b>				
Contribution to regional library	<u>113,539</u>	<u>113,539</u>	-	<u>113,539</u>
<b>Northampton Cultural Arts:</b>				
Contribution	<u>12,527</u>	<u>12,526</u>	1	<u>10,792</u>
<b>Museums:</b>				
Contribution to museum	<u>8,000</u>	<u>8,000</u>	-	<u>10,000</u>
Total cultural and recreation	<u>346,421</u>	<u>337,645</u>	8,776	<u>304,224</u>
<b>Education:</b>				
Public schools - current expenses	3,771,000	3,771,000		3,398,419
Public schools - capital outlay	184,000	164,201		820,249
Public schools - fines and forfeitures	140,000	149,216		130,937
Community colleges - current	30,000	30,000		40,000
Contribution to educational project	5,000	2,434		-
Total education	<u>4,130,000</u>	<u>4,116,851</u>	13,149	<u>4,389,605</u>

NORTHAMPTON COUNTY, NORTH CAROLINA

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over /Under</u>	<u>Actual</u>
<b>Debt Service:</b>				
Principal retirement	313,132	285,334		167,638
Interest and fees	18,772	18,772		13,373
Total debt service	<u>331,904</u>	<u>304,106</u>	<u>27,798</u>	<u>181,011</u>
Total expenditures	<u>27,915,272</u>	<u>25,299,223</u>	<u>2,616,049</u>	<u>25,980,907</u>
Revenues over (under) expenditures	<u>699,147</u>	<u>1,445,831</u>	<u>746,684</u>	<u>1,792,161</u>
<b>Other Financing Sources (Uses):</b>				
Transfers from (to) other funds:				
Special revenue funds	(200,466)	(200,466)	-	(810,281)
Capital project funds	-	-	-	(503,000)
Debt Service Fund	(1,428,911)	(1,428,911)	-	(521,441)
Long-term debt issued	96,500	96,500	-	411,036
Appropriated fund balance	834,645	-	(834,645)	-
Contingency	(915)	-	915	-
Total other financing sources (uses)	<u>(699,147)</u>	<u>(1,532,877)</u>	<u>(833,730)</u>	<u>(1,423,686)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>(87,046)</u>	<u>\$ (87,046)</u>	<u>368,475</u>
<b>Fund Balance:</b>				
Beginning of year - July 1		<u>4,955,897</u>		<u>4,587,422</u>
End of year - June 30		<u>\$ 4,868,851</u>		<u>\$ 4,955,897</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

NONMAJOR GOVERNMENTAL FUNDS  
 COMBINING BALANCE SHEET  
 JUNE 30, 2009

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Project Fund</b>	<b>Nonmajor Debt Service Fund</b>	<b>Total</b>
<b>Assets:</b>				
Cash and cash equivalents	\$ 1,025,585	\$ 108,698	\$ 102	\$ 1,134,385
Accounts receivable, net	171,251	-	-	171,251
Due from other funds	169,720	-	-	169,720
Restricted assets:				
Cash and cash equivalents	-	64,163	-	64,163
<b>Total assets</b>	<b><u>\$ 1,366,556</u></b>	<b><u>\$ 172,861</u></b>	<b><u>\$ 102</u></b>	<b><u>\$ 1,539,519</u></b>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$ 31,521	\$ 26,681	\$ -	\$ 58,202
Due to other funds	7,215	366,779	-	373,994
Deferred revenue	135,074	-	-	135,074
<b>Total liabilities</b>	<b><u>173,810</u></b>	<b><u>393,460</u></b>	<b><u>-</u></b>	<b><u>567,270</u></b>
<b>Fund Balances:</b>				
Reserved by State statute	27,927	-	-	27,927
Unreserved	1,164,819	(220,599)	102	944,322
<b>Total fund balances</b>	<b><u>1,192,746</u></b>	<b><u>(220,599)</u></b>	<b><u>102</u></b>	<b><u>972,249</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 1,366,556</u></b>	<b><u>\$ 172,861</u></b>	<b><u>\$ 102</u></b>	<b><u>\$ 1,539,519</u></b>

## NORTHAMPTON COUNTY, NORTH CAROLINA

**NONMAJOR GOVERNMENTAL FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED JUNE 30, 2009**

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Project Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Total</b>
<b>Revenues:</b>				
Ad valorem taxes	\$ 582,412	\$ -	\$ -	\$ 582,412
Other taxes and licenses	31,957	-	-	31,957
Restricted intergovernmental	589,018	350,087	-	939,105
Sales and services	293,026	-	-	293,026
Investment earnings	2,204	869	-	3,073
Miscellaneous	55,125	25,000	-	80,125
Total revenues	<u>1,553,742</u>	<u>375,956</u>	<u>-</u>	<u>1,929,698</u>
<b>Expenditures:</b>				
Current:				
General government	63,944	-	-	63,944
Public safety	957,536	-	-	957,536
Economic and physical development	122,719	-	-	122,719
Cultural and recreation	-	292,870	-	292,870
Education	289,254	-	-	289,254
Debt service:				
Principal	20,000	-	966,103	986,103
Interest	-	-	649,254	649,254
Total expenditures	<u>1,453,453</u>	<u>292,870</u>	<u>1,615,357</u>	<u>3,361,680</u>
Revenues over (under) expenditures	<u>100,289</u>	<u>83,086</u>	<u>(1,615,357)</u>	<u>(1,431,982)</u>
<b>Other Financing Sources (Uses):</b>				
Long-term debt issued	100,000	-	-	100,000
Transfers in (out)	13,918	-	1,615,459	1,629,377
Total other financing sources (uses)	<u>113,918</u>	<u>-</u>	<u>1,615,459</u>	<u>1,729,377</u>
Net change in fund balances	214,207	83,086	102	297,395
<b>Fund Balances:</b>				
Beginning of year - July 1	978,539	(303,685)	-	674,854
End of year - June 30	<u>\$ 1,192,746</u>	<u>\$ (220,599)</u>	<u>\$ 102</u>	<u>\$ 972,249</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NONMAJOR SPECIAL REVENUE FUNDS**

**COMBINING BALANCE SHEET**

**JUNE 30, 2009**

	<b>Capital Reserve Fund</b>	<b>Mid-Atlantic Distribution Park</b>	<b>Emergency Telephone System</b>	<b>Revaluation Fund</b>	<b>Revolving Loan Fund</b>
<b>Assets:</b>					
Cash and cash equivalents	\$ -	\$ 299	\$ 211,864	\$ 165,006	\$ 9,935
Accounts receivable, net	-	-	24,419	-	-
Due from other funds	169,720	-	-	-	-
Total assets	<u>\$ 169,720</u>	<u>\$ 299</u>	<u>\$ 236,283</u>	<u>\$ 165,006</u>	<u>\$ 9,935</u>
<b>Liabilities and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ -	\$ 20,524	\$ (177)	\$ -
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>20,524</u>	<u>(177)</u>	<u>-</u>
<b>Fund Balances:</b>					
Reserved by State statute	-	-	24,419	-	-
Unreserved	169,720	299	191,340	165,183	9,935
Total fund balances	<u>169,720</u>	<u>299</u>	<u>215,759</u>	<u>165,183</u>	<u>9,935</u>
Total liabilities and fund balances	<u>\$ 169,720</u>	<u>\$ 299</u>	<u>\$ 236,283</u>	<u>\$ 165,006</u>	<u>\$ 9,935</u>

Schedule 4

<u>Ambulance Capital Reserve Fund</u>	<u>EDC Capital Reserve Fund</u>	<u>Public Schools Building Fund</u>	<u>Fire District Fund</u>	<u>Tourism Development</u>	<u>CDBG Fund</u>	<u>Total</u>
\$ 899	\$ 130,087	\$ 483,793	\$ 9,727	\$ 13,975	\$ -	\$ 1,025,585
-	-	-	55,074	3,508	88,250	171,251
-	-	-	-	-	-	169,720
<u>\$ 899</u>	<u>\$ 130,087</u>	<u>\$ 483,793</u>	<u>\$ 64,801</u>	<u>\$ 17,483</u>	<u>\$ 88,250</u>	<u>\$ 1,366,556</u>
\$ -	\$ -	\$ -	\$ 10,149	865	160	\$ 31,521
-	-	-	-	-	7,215	7,215
-	-	-	55,074	-	80,000	135,074
-	-	-	65,223	865	87,375	173,810
-	-	-	-	3,508	-	27,927
<u>899</u>	<u>130,087</u>	<u>483,793</u>	<u>(422)</u>	<u>13,110</u>	<u>875</u>	<u>1,164,819</u>
<u>899</u>	<u>130,087</u>	<u>483,793</u>	<u>(422)</u>	<u>16,618</u>	<u>875</u>	<u>1,192,746</u>
<u>\$ 899</u>	<u>\$ 130,087</u>	<u>\$ 483,793</u>	<u>\$ 64,801</u>	<u>\$ 17,483</u>	<u>\$ 88,250</u>	<u>\$ 1,366,556</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Capital Reserve Fund</u>	<u>Mid-Atlantic Distribution Park</u>	<u>Emergency Telephone System</u>	<u>Revaluation Fund</u>	<u>Revolving Loan Fund</u>
<b>Revenues:</b>					
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes and licenses	-	-	-	-	-
Restricted intergovernmental	-	-	-	-	-
Sales and services	-	-	293,026	-	-
Investment earnings	-	29	1,692	150	23
Miscellaneous	-	35,105	20	-	-
Total revenues	<u>-</u>	<u>35,134</u>	<u>294,738</u>	<u>150</u>	<u>23</u>
<b>Expenditures:</b>					
General government	-	-	-	63,944	-
Public safety	-	-	374,808	-	-
Economic and physical development	-	-	-	-	-
Education	-	-	-	-	-
Debt service	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>374,808</u>	<u>63,944</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>35,134</u>	<u>(80,070)</u>	<u>(63,794)</u>	<u>23</u>
<b>Other Financing Sources (Uses):</b>					
Long-term debt issued	-	-	-	-	-
Transfers in (out)	-	(35,104)	(151,444)	200,466	-
Total other financing sources (uses)	<u>-</u>	<u>(35,104)</u>	<u>(151,444)</u>	<u>200,466</u>	<u>-</u>
Net change in fund balances	-	30	(231,514)	136,672	23
<b>Fund Balances:</b>					
Beginning of year - July 1	169,720	269	447,273	28,511	9,912
End of year - June 30	<u>\$ 169,720</u>	<u>\$ 299</u>	<u>\$ 215,759</u>	<u>\$ 165,183</u>	<u>\$ 9,935</u>

Schedule 5

<b>Ambulance Capital Reserve Fund</b>	<b>EDC Capital Reserve Fund</b>	<b>Public Schools Building Fund</b>	<b>Fire District Fund</b>	<b>Tourism Development</b>	<b>CDBG Fund</b>	<b>Total</b>
\$ -	\$ -	\$ -	\$ 582,412	\$ -	\$ -	\$ 582,412
-	-	-	-	31,957	-	31,957
-	-	580,768	-	-	8,250	589,018
-	-	-	-	-	-	293,026
2	303	-	-	5	-	2,204
-	-	-	-	-	20,000	55,125
<u>2</u>	<u>303</u>	<u>580,768</u>	<u>582,412</u>	<u>31,962</u>	<u>28,250</u>	<u>1,553,742</u>
-	-	-	-	-	-	63,944
-	-	-	582,728	-	-	957,536
-	-	-	-	15,344	107,375	122,719
-	-	289,254	-	-	-	289,254
-	-	-	-	-	20,000	20,000
-	-	<u>289,254</u>	<u>582,728</u>	<u>15,344</u>	<u>127,375</u>	<u>1,453,453</u>
<u>2</u>	<u>303</u>	<u>291,514</u>	<u>(316)</u>	<u>16,618</u>	<u>(99,125)</u>	<u>100,289</u>
-	-	-	-	-	100,000	100,000
-	-	-	-	-	-	13,918
-	-	-	-	-	100,000	113,918
2	303	291,514	(316)	16,618	875	214,207
897	129,784	192,279	(106)	-	-	978,539
<u>\$ 899</u>	<u>\$ 130,087</u>	<u>\$ 483,793</u>	<u>\$ (422)</u>	<u>\$ 16,618</u>	<u>\$ 875</u>	<u>\$ 1,192,746</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

## CAPITAL RESERVE FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FOR THE YEAR ENDED JUNE 30, 2009

## WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Investment earnings	\$ -	\$ -	\$ -	\$ 1,587
Total revenues	-	-	-	1,587
<b>Other Financing Sources (Uses):</b>				
Transfers in (out)	-	-	-	(88,768)
Total other financing sources (uses)	-	-	-	(88,768)
Revenues and other financing sources over (under) expenditures and other financing uses	\$ -	-	\$ -	(87,181)
<b>Fund Balance:</b>				
Beginning of year - July 1		169,720		256,901
End of year - June 30		<u>\$ 169,720</u>		<u>\$ 169,720</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

MID-ATLANTIC DISTRIBUTION PARK  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2009  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Investment earnings	\$ -	\$ 29	\$ 29	\$ 427
Miscellaneous revenue	285,664	35,105	(250,559)	35,105
Total revenues	285,664	35,134	(250,530)	35,532
<b>Expenditures:</b>				
Current:				
Economic and physical development	1,251,954	-	1,251,954	-
Total expenditures	1,251,954	-	1,251,954	-
Revenues over (under) expenditures	(966,290)	35,134	1,001,424	35,532
<b>Other Financing Sources (Uses):</b>				
Long-term debt issued	1,200,000	-	(1,200,000)	-
Transfers in (out)	(55,000)	(35,104)	19,896	(36,256)
Transfers- Intrafund	27,000	-	(27,000)	-
Loan expenditures (closing costs)	(205,710)	-	205,710	-
Total other financing sources (uses)	966,290	(35,104)	(1,001,394)	(36,256)
Revenues and other financing sources over (under) expenditures and other financing uses	\$ -	30	\$ 30	(724)
<b>Fund Balance:</b>				
Beginning of year - July 1		269		993
End of year - June 30		\$ 299		\$ 269

## NORTHAMPTON COUNTY, NORTH CAROLINA

**EMERGENCY TELEPHONE SYSTEM**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2009**  
**WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Telephone surcharge	\$ 260,116	\$ 293,026	\$ 32,910	\$ 293,026
Investment earnings	-	1,692	1,692	15,488
Miscellaneous	-	20	20	81
Total revenues	<u>260,116</u>	<u>294,738</u>	<u>34,622</u>	<u>308,595</u>
<b>Expenditures:</b>				
Current:				
Public safety:				
Construction / capital outlay	163,000	162,250	750	111,736
Other expenditures	<u>253,672</u>	<u>212,558</u>	<u>41,114</u>	<u>194,046</u>
Total expenditures	<u>416,672</u>	<u>374,808</u>	<u>41,864</u>	<u>305,782</u>
Revenues over (under) expenditures	<u>(156,556)</u>	<u>(80,070)</u>	<u>76,486</u>	<u>2,813</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in (out)	(151,444)	(151,444)	-	(364,963)
Appropriated fund balance	<u>308,000</u>	-	<u>(308,000)</u>	-
Total other financing sources (uses)	<u>156,556</u>	<u>(151,444)</u>	<u>(308,000)</u>	<u>(364,963)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>(231,514)</u>	<u>\$ (231,514)</u>	<u>(362,150)</u>
<b>Fund Balance:</b>				
Beginning of year - July 1		<u>447,273</u>		<u>809,423</u>
End of year - June 30		<u>\$ 215,759</u>		<u>\$ 447,273</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

## REVALUATION FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FOR THE YEAR ENDED JUNE 30, 2009

## WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009		Variance Over/Under	2008
	Budget	Actual		Actual
<b>Revenues:</b>				
Investment earnings	\$ -	\$ 150	\$ 150	\$ 183
<b>Expenditures:</b>				
Current:				
General government:				
Salaries and employee benefits	82,693	61,397	21,296	79,250
Other operating expenditures	117,773	2,547	115,226	2,301
Total expenditures	200,466	63,944	136,522	81,551
Revenues over (under) expenditures	(200,466)	(63,794)	136,672	(81,368)
<b>Other Financing Sources (Uses):</b>				
Transfers in (out)	200,466	200,466	-	110,000
Total other financing sources (uses)	200,466	200,466	-	110,000
Revenues and other financing sources over (under) expenditures and other financing uses	\$ -	136,672	\$ 136,672	28,632
<b>Fund Balance:</b>				
Beginning of year - July 1		28,511		(121)
End of year - June 30		\$ 165,183		\$ 28,511

## NORTHAMPTON COUNTY, NORTH CAROLINA

## REVOLVING LOAN FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FOR THE YEAR ENDED JUNE 30, 2009

## WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Investment earnings	\$ 7,000	\$ 23	\$ (6,977)	\$ 1,390
Miscellaneous	99,000	-	(99,000)	-
Total revenues	<u>106,000</u>	<u>23</u>	<u>(105,977)</u>	<u>1,390</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in (out)	(514,497)	-	514,497	-
Appropriated fund balance	408,497	-	(408,497)	-
Total other financing sources (uses)	<u>(106,000)</u>	<u>-</u>	<u>106,000</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>23</u>	<u>\$ 23</u>	<u>1,390</u>
<b>Fund Balance:</b>				
Beginning of year - July 1		<u>9,912</u>		<u>8,522</u>
End of year - June 30		<u>\$ 9,935</u>		<u>\$ 9,912</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

AMBULANCE CAPITAL RESERVE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2009  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>	<u>Actual</u>
<b>Revenues:</b>				
Investment earnings	\$ -	\$ 2	\$ 2	\$ 19
Revenues over (under) expenditures	<u>\$ -</u>	2	<u>\$ 2</u>	19
<b>Fund Balance:</b>				
Beginning of year - July 1		<u>897</u>		<u>878</u>
End of year - June 30		<u>\$ 899</u>		<u>\$ 897</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

## EDC CAPITAL RESERVE FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FOR THE YEAR ENDED JUNE 30, 2009

## WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Investment earnings	\$ -	\$ 303	\$ 303	\$ 2,542
<b>Expenditures:</b>				
Current:				
Economic and physical development:				
Professional services	12,500	-	12,500	-
Other operating expenditures	114,700	-	114,700	-
Total expenditures	127,200	-	127,200	-
Revenues over (under) expenditures	(127,200)	303	127,503	2,542
<b>Other Financing Sources (Uses):</b>				
Transfers in (out)	(125,518)	-	125,518	-
Intrafund transfers	(52,500)	-	52,500	-
Appropriated fund balance	305,218	-	(305,218)	-
Total other financing sources (uses)	127,200	-	(127,200)	-
Revenues and other financing sources over (under) expenditures and other financing uses	\$ -	303	\$ 303	2,542
<b>Fund Balance:</b>				
Beginning of year - July 1		129,784		127,242
End of year - June 30		\$ 130,087		\$ 129,784

## NORTHAMPTON COUNTY, NORTH CAROLINA

**PUBLIC SCHOOLS BUILDING FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total to Date</u>	<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>		
<b>Revenues:</b>					
Restricted intergovernmental:					
State ADM funds	\$ 2,037,336	\$ 1,978,215	\$ 381,562	\$ 2,359,777	\$ 322,441
State lottery funds	702,124	502,918	199,206	702,124	-
Total revenues	<u>2,739,460</u>	<u>2,481,133</u>	<u>580,768</u>	<u>3,061,901</u>	<u>322,441</u>
<b>Expenditures:</b>					
Current:					
Education:					
Land purchase	105,000	105,000	-	105,000	-
Renovation of existing buildings	<u>2,634,460</u>	<u>2,685,504</u>	<u>289,254</u>	<u>2,974,758</u>	<u>(340,298)</u>
Total expenditures	<u>2,739,460</u>	<u>2,790,504</u>	<u>289,254</u>	<u>3,079,758</u>	<u>(340,298)</u>
Revenues over (under) expenditures	<u>-</u>	<u>(309,371)</u>	<u>291,514</u>	<u>(17,857)</u>	<u>(17,857)</u>
<b>Other Financing Sources (Uses):</b>					
Reimbursement from Board of Education	<u>-</u>	<u>501,650</u>	<u>-</u>	<u>501,650</u>	<u>501,650</u>
Total other financing sources (uses)	<u>-</u>	<u>501,650</u>	<u>-</u>	<u>501,650</u>	<u>501,650</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 192,279</u>	<u>291,514</u>	<u>\$ 483,793</u>	<u>\$ 483,793</u>
<b>Fund Balance:</b>					
Beginning of year - July 1			<u>192,279</u>		
End of year - June 30			<u>\$ 483,793</u>		

## NORTHAMPTON COUNTY, NORTH CAROLINA

## FIRE DISTRICT FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FOR THE YEAR ENDED JUNE 30, 2009

## WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Roanoke Wildwood Fire District tax	\$ 185,632	\$ 184,874	\$ (758)	\$ 169,940
Garysburg Fire District tax	73,209	72,915	(294)	70,271
Gaston Fire District tax	96,931	97,383	452	96,253
Jackson Fire District tax	38,123	36,946	(1,177)	34,368
Lasker Fire District tax	25,066	24,483	(583)	21,671
Seaboard Fire District tax	77,200	76,961	(239)	51,397
Rich Square Fire District tax	58,964	58,209	(755)	57,621
Woodland Fire District tax	42,249	30,641	(11,608)	-
Total revenues	<u>597,374</u>	<u>582,412</u>	<u>(14,962)</u>	<u>501,521</u>
<b>Expenditures:</b>				
Current:				
Public safety:				
Roanoke Wildwood levy	186,407	185,666	741	167,580
Garysburg levy	73,209	72,754	455	70,238
Gaston levy	97,281	97,278	3	96,118
Jackson levy	38,123	36,924	1,199	34,296
Lasker levy	25,066	24,466	600	21,670
Seaboard Fire District levy	77,200	76,934	266	51,291
Rich Square levy	58,964	58,069	895	57,566
Woodland levy	41,124	30,637	10,487	-
Total expenditures	<u>597,374</u>	<u>582,728</u>	<u>14,646</u>	<u>498,759</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>(316)</u>	<u>\$ (316)</u>	<u>2,762</u>
<b>Fund Balance:</b>				
Beginning of year - July 1		<u>(106)</u>		<u>(2,868)</u>
End of year - June 30		<u>\$ (422)</u>		<u>\$ (106)</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

## TOURISM DEVELOPMENT FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FOR THE YEAR ENDED JUNE 30, 2009

## WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
Other taxes and licenses	\$ 24,393	\$ 31,957	\$ 7,564	\$ -
Investment earnings	-	5	5	-
Total revenues	<u>24,393</u>	<u>31,962</u>	<u>7,569</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Economic and physical development:				
Other operating expenditures	<u>24,393</u>	<u>15,344</u>	<u>9,049</u>	<u>-</u>
Total expenditures	<u>24,393</u>	<u>15,344</u>	<u>9,049</u>	<u>-</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>16,618</u>	<u>\$ 16,618</u>	<u>-</u>
<b>Fund Balance:</b>				
Beginning of year - July 1		<u>-</u>		<u>-</u>
End of year - June 30		<u>\$ 16,618</u>		<u>\$ -</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

**CDBG FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Project</u>	<u>Actual</u>			<u>Variance</u>
	<u>Authorization</u>	<u>Prior</u>	<u>Current</u>	<u>Total to</u>	<u>Over/Under</u>
		<u>Years</u>	<u>Year</u>	<u>Date</u>	
<b>Revenues:</b>					
Restricted intergovernmental:					
Community development	\$ 400,000	\$ -	\$ 8,250	\$ 8,250	\$ (391,750)
Miscellaneous	<u>100,000</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>(80,000)</u>
Total revenues	<u>500,000</u>	<u>-</u>	<u>28,250</u>	<u>28,250</u>	<u>(471,750)</u>
<b>Expenditures:</b>					
Economic development:					
Administration	400,000	-	7,375	7,375	392,625
Contributions to other agencies	100,000	-	100,000	100,000	-
Debt service:					
Principal	<u>100,000</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>80,000</u>
Total expenditures	<u>600,000</u>	<u>-</u>	<u>127,375</u>	<u>127,375</u>	<u>472,625</u>
Revenues over (under) expenditures	<u>(100,000)</u>	<u>-</u>	<u>(99,125)</u>	<u>(99,125)</u>	<u>875</u>
<b>Other Financing Sources (Uses):</b>					
Long-term debt issued	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Total other financing sources (uses)	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	875	<u>\$ 875</u>	<u>\$ 875</u>
<b>Fund Balance:</b>					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ 875</u>		

## NORTHAMPTON COUNTY, NORTH CAROLINA

NONMAJOR CAPITAL PROJECT FUNDS  
 COMBINING BALANCE SHEET  
 JUNE 30, 2009

	<b>Wellness and Recreation Centers Fund</b>	<b>First Responder Training Center Fund</b>	<b>Total</b>
<b>Assets:</b>			
Cash and cash equivalents	\$ 107,943	\$ 755	\$ 108,698
Restricted assets:			
Cash and cash equivalents	<u>64,163</u>	<u>-</u>	<u>64,163</u>
Total assets	<u>\$ 172,106</u>	<u>\$ 755</u>	<u>\$ 172,861</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable and accrued liabilities	\$ 26,681	\$ -	\$ 26,681
Due to other funds	<u>366,779</u>	<u>-</u>	<u>366,779</u>
Total liabilities	<u>393,460</u>	<u>-</u>	<u>393,460</u>
<b>Fund Balances:</b>			
Unreserved	<u>(221,354)</u>	<u>755</u>	<u>(220,599)</u>
Total fund balances	<u>(221,354)</u>	<u>755</u>	<u>(220,599)</u>
Total liabilities and fund balances	<u>\$ 172,106</u>	<u>\$ 755</u>	<u>\$ 172,861</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

**NONMAJOR CAPITAL PROJECT FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED JUNE 30, 2009**

	<b>Wellness and Recreation Centers Fund</b>	<b>First Responder Training Center Fund</b>	<b>Total</b>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Revenues:</b>			
Restricted intergovernmental	\$ 350,087	\$ -	\$ 350,087
Investment earnings	869	-	869
Miscellaneous	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total revenues	<u>375,956</u>	<u>-</u>	<u>375,956</u>
<b>Expenditures:</b>			
Current:			
Cultural and recreation	<u>292,870</u>	<u>-</u>	<u>292,870</u>
Net change in fund balances	83,086	-	83,086
<b>Fund Balances:</b>			
Beginning of year - July 1	<u>(304,440)</u>	<u>755</u>	<u>(303,685)</u>
End of year - June 30	<u>\$ (221,354)</u>	<u>\$ 755</u>	<u>\$ (220,599)</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

NONMAJOR CAPITAL PROJECT FUND  
WELLNESS AND RECREATION CENTERS  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009

	Project Authorization	Actual			Variance Over/Under
		Prior Years	Current Year	Total to Date	
<b>Revenues:</b>					
Restricted intergovernmental:					
USDA grant	\$ 500,000	\$ 500,000	\$ -	\$ 500,000	\$ -
Other grants	599,000	99,000	350,087	449,087	(149,913)
Investment earnings	-	4,157	869	5,026	5,026
Miscellaneous	25,000	1,500	25,000	26,500	1,500
Total revenues	<u>1,124,000</u>	<u>604,657</u>	<u>375,956</u>	<u>980,613</u>	<u>(143,387)</u>
<b>Expenditures:</b>					
Human services:					
Wellness Center - capital outlay	2,300,000	2,300,000	-	2,300,000	-
Cultural and recreation:					
Recreation Center - capital outlay	<u>2,216,748</u>	<u>1,874,612</u>	<u>292,870</u>	<u>2,167,482</u>	<u>49,266</u>
Total expenditures	<u>4,516,748</u>	<u>4,174,612</u>	<u>292,870</u>	<u>4,467,482</u>	<u>49,266</u>
Revenues over (under) expenditures	<u>(3,392,748)</u>	<u>(3,569,955)</u>	<u>83,086</u>	<u>(3,486,869)</u>	<u>(94,121)</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in (out)	947,233	820,000	-	820,000	(127,233)
Long-term debt issued	<u>2,445,515</u>	<u>2,445,515</u>	-	<u>2,445,515</u>	-
Total other financing sources (uses)	<u>3,392,748</u>	<u>3,265,515</u>	-	<u>3,265,515</u>	<u>(127,233)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ (304,440)</u>	<u>\$ 83,086</u>	<u>\$ (221,354)</u>	<u>\$ (221,354)</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

NONMAJOR CAPITAL PROJECT FUND  
 FIRST RESPONDER TRAINING CENTER  
 SCHEDULE OF REVENUES AND EXPENDITURES -  
 BUDGET AND ACTUAL  
 FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total to Date</u>	<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>		
<b>Revenues:</b>					
Investment earnings	\$ -	\$ 5	\$ -	\$ 5	\$ 5
Miscellaneous	<u>2,250</u>	<u>2,250</u>	<u>-</u>	<u>2,250</u>	<u>-</u>
Total revenues	<u>2,250</u>	<u>2,255</u>	<u>-</u>	<u>2,255</u>	<u>5</u>
<b>Expenditures:</b>					
Public safety:					
Capital outlay	<u>5,250</u>	<u>4,500</u>	<u>-</u>	<u>4,500</u>	<u>750</u>
Revenues over (under) expenditures	<u>(3,000)</u>	<u>(2,245)</u>	<u>-</u>	<u>(2,245)</u>	<u>755</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in (out)	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Total other financing sources (uses)	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 755</u>	<u>\$ -</u>	<u>\$ 755</u>	<u>\$ 755</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

## NONMAJOR CAPITAL PROJECT FUND

## EDC GRANT PROJECT FUND

## SCHEDULE OF REVENUES AND EXPENDITURES -

## BUDGET AND ACTUAL

## FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009

	<u>Project Authorization</u>	<u>Actual</u>			<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	
<b>Revenues:</b>					
Restricted intergovernmental:					
NCCAR grant	\$ 200,000	\$ 56,817	\$ -	\$ 56,817	\$ (143,183)
NCDOT reimbursement	<u>1,200,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,200,000)</u>
Total revenues	<u>1,400,000</u>	<u>56,817</u>	<u>-</u>	<u>56,817</u>	<u>(1,343,183)</u>
<b>Expenditures:</b>					
Economic and physical development:					
Capital outlay	<u>1,400,000</u>	<u>56,817</u>	<u>-</u>	<u>56,817</u>	<u>1,343,183</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

**NONMAJOR DEBT SERVICE FUND  
 SCHEDULE OF REVENUES AND EXPENDITURES, AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2009  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		Variance Over/Under	2008
	Budget	Actual		Actual
<b>Revenues:</b>				
Investment earnings	\$ -	\$ -	\$ -	\$ 2
<b>Expenditures:</b>				
Debt service:				
Principal retirement	966,625	966,103	522	866,049
Interest	651,865	649,254	2,611	545,677
Total expenditures	1,618,490	1,615,357	3,133	1,411,726
Revenues over (under) expenditures	(1,618,490)	(1,615,357)	3,133	(1,411,724)
<b>Other Financing Sources (Uses):</b>				
Transfers in (out):				
Special revenue funds	189,579	186,548	(3,031)	1,002,433
General Fund	1,428,911	1,428,911	-	408,811
Total other financing sources (uses)	1,618,490	1,615,459	(3,031)	1,411,244
Revenues and other financing sources over (under) expenditures and other financing uses	\$ -	102	\$ 102	(480)
<b>Fund Balance:</b>				
Beginning of year - July 1		-		480
End of year - June 30		\$ 102		\$ -

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**ENTERPRISE FUND - WATER & SEWER FUND  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
<b>Operating Revenues:</b>				
Water and sewer sales	\$ 2,493,548	\$ 2,527,678	\$ 34,130	\$ 2,505,143
Water and sewer taps	43,500	26,500	(17,000)	36,899
Other operating revenues	13,800	16,629	2,829	13,463
Total operating revenues	<u>2,550,848</u>	<u>2,570,807</u>	<u>19,959</u>	<u>2,555,505</u>
<b>Non-Operating Revenues:</b>				
Interest earned on investments	<u>7,500</u>	<u>899</u>	<u>(6,601)</u>	<u>13,924</u>
Total revenues	<u>2,558,348</u>	<u>2,571,706</u>	<u>13,358</u>	<u>2,569,429</u>
<b>Expenditures:</b>				
Salaries and employee benefits	488,446	457,266	-	447,872
Purchased water	360,000	356,064	-	365,268
Sewage treatment	342,500	342,436	-	283,258
Other operating expenses	491,943	423,246	-	376,488
Capital outlay	13,776	13,776	-	-
Debt service:				
Debt principal	471,870	471,870	-	778,759
Interest and fees	<u>498,864</u>	<u>497,916</u>	<u>-</u>	<u>544,045</u>
Total expenditures	<u>2,667,399</u>	<u>2,562,574</u>	<u>104,825</u>	<u>2,795,690</u>
Revenues over (under) expenditures	<u>(109,051)</u>	<u>9,132</u>	<u>118,183</u>	<u>(226,261)</u>
<b>Other Financing Sources (Uses):</b>				
Appropriated fund balance	<u>109,051</u>	<u>-</u>	<u>(109,051)</u>	<u>-</u>
Total other financing sources (uses)	<u>109,051</u>	<u>-</u>	<u>(109,051)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 9,132</u>	<u>\$ 9,132</u>	<u>\$ (226,261)</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**ENTERPRISE FUND - WATER & SEWER FUND  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		2008
	Budget	Actual	Variance Over/Under
<b>Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:</b>			
Revenues and other financing sources over (under) expenditures and other financing uses		\$ 9,132	\$ (226,261)
Debt principal		471,870	778,759
Increase in compensated absences		(6,310)	-
Increase in other post-employment benefits		(28,768)	-
Capital outlay		13,776	-
Depreciation		<u>(552,398)</u>	<u>(521,663)</u>
Net income (loss), excluding Total Water and Sewer Capital Projects		<u>\$ (92,698)</u>	<u>\$ 30,835</u>
<b>Activity of Water and Sewer Capital Projects with Project-Based Budgets:</b>			
Interest income		\$ -	\$ 1,085
Capital contributions		-	430,289
Change in net assets, GAAP Basis		<u>\$ (92,698)</u>	<u>\$ 462,209</u>

NORTHAMPTON COUNTY, NORTH CAROLINA

ENTERPRISE FUND - SOLID WASTE FUND  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008

	2009			2008
	Budget	Actual	Variance Over/Under	Actual
<b>Revenues:</b>				
<b>Operating Revenues:</b>				
Solid waste fees	\$ 2,059,258	\$ 1,927,390	\$ (131,868)	\$ 1,843,579
White goods and tire disposal tax	29,000	29,158	158	51,623
Solid waste disposal tax	-	8,298	8,298	-
Other operating revenues	24,400	31,947	7,547	21,155
Total operating revenues	<u>2,112,658</u>	<u>1,996,793</u>	<u>(115,865)</u>	<u>1,916,357</u>
<b>Non-Operating Revenues:</b>				
Capital contributions	3,669	791	(2,878)	-
Interest earned on investments	-	95	95	1,868
Total non-operating revenues	<u>3,669</u>	<u>886</u>	<u>(2,783)</u>	<u>1,868</u>
Total revenues	<u>2,116,327</u>	<u>1,997,679</u>	<u>(118,648)</u>	<u>1,918,225</u>
<b>Expenditures:</b>				
Salaries and employee benefits	139,520	137,035	2,485	132,480
Solid waste pickup	2,032,482	2,031,654	828	1,788,354
Other operating expenses	100,725	61,678	39,047	114,195
Debt service:				
Debt principal and interest	4,600	4,689	(89)	4,597
Total expenditures	<u>2,277,327</u>	<u>2,235,056</u>	<u>42,271</u>	<u>2,039,626</u>
Revenues over (under) expenditures	<u>\$ (161,000)</u>	<u>\$ (237,377)</u>	<u>\$ (76,377)</u>	<u>\$ (121,401)</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in (out) - Water and Sewer Fund	161,000	-	(161,000)	-
Total other financing sources (uses)	<u>161,000</u>	<u>-</u>	<u>(161,000)</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ (237,377)</u>	<u>\$ (237,377)</u>	<u>\$ (121,401)</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**ENTERPRISE FUND - SOLID WASTE FUND  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2009  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008**

	2009		2008
	Budget	Actual	Variance Over/Under
<b>Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:</b>			
Revenues and other financing sources over (under) expenditures and other financing uses		\$ (237,377)	\$ (121,401)
Debt principal		4,689	3,709
Increase in compensated absences		(1,137)	-
Increase in other post-employment benefits		(8,575)	-
Depreciation		(8,378)	(8,532)
Change in net assets, GAAP Basis		<u>\$ (250,778)</u>	<u>\$ (126,224)</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2009</u>
<b>Social Services:</b>				
<b>Assets:</b>				
Cash and cash equivalents	\$ 37,584	\$ 292,951	\$ 307,552	\$ 22,983
<b>Liabilities:</b>				
Accounts payable	\$ 37,584	\$ 292,951	\$ 307,552	\$ 22,983
<b>Inmate Trust Fund:</b>				
<b>Assets:</b>				
Cash and cash equivalents	\$ 36,538	\$ 42,962	\$ 36,397	\$ 43,103
<b>Liabilities:</b>				
Accounts payable	\$ 36,538	\$ 42,962	\$ 36,397	\$ 43,103
<b>Motor Vehicle Tax:</b>				
<b>Assets:</b>				
Cash and cash equivalents	\$ 2,606	\$ 354,381	\$ 334,371	\$ 22,616
Accounts receivable	98,662	4,176	-	102,838
Total assets	<u>\$ 101,268</u>	<u>\$ 358,557</u>	<u>\$ 334,371</u>	<u>\$ 125,454</u>
<b>Liabilities:</b>				
Accounts payable	101,268	358,557	334,371	125,454
Total liabilities	<u>\$ 101,268</u>	<u>\$ 358,557</u>	<u>\$ 334,371</u>	<u>\$ 125,454</u>
<b>Rescue Squad:</b>				
<b>Assets:</b>				
Cash and cash equivalents	\$ 6,106	\$ 125,465	\$ 94,617	\$ 36,954
Accounts receivable	602,584	49,499	-	652,083
Total assets	<u>\$ 608,690</u>	<u>\$ 174,964</u>	<u>\$ 94,617</u>	<u>\$ 689,037</u>
<b>Liabilities:</b>				
Intergovernmental payable	\$ 602,584	\$ 49,499	\$ -	\$ 652,083
Accounts payable	6,106	125,465	94,617	36,954
Total liabilities	<u>\$ 608,690</u>	<u>\$ 174,964</u>	<u>\$ 94,617</u>	<u>\$ 689,037</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2009</u>
<b>3% Interest Payable to State:</b>				
<b>Assets:</b>				
Cash and cash equivalents	\$ 1,206	\$ 14,370	\$ 14,321	\$ 1,255
<b>Liabilities:</b>				
Intergovernmental payable	\$ 1,206	\$ 14,370	\$ 14,321	\$ 1,255
<b>Totals - All Agency Funds:</b>				
<b>Assets:</b>				
Cash and cash equivalents	\$ 84,040	\$ 830,129	\$ 787,258	\$ 126,911
Accounts receivable	701,246	53,675	-	754,921
Total assets	<u>\$ 785,286</u>	<u>\$ 883,804</u>	<u>\$ 787,258</u>	<u>\$ 881,832</u>
<b>Liabilities:</b>				
Intergovernmental payable	603,790	63,869	14,321	653,338
Accounts payable	181,496	819,935	772,937	228,494
Total liabilities	<u>\$ 785,286</u>	<u>\$ 883,804</u>	<u>\$ 787,258</u>	<u>\$ 881,832</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

GENERAL FUND  
 SCHEDULE OF AD VALOREM TAXES RECEIVABLE  
 JUNE 30, 2009

Fiscal Year	Uncollected Balance July 1, 2008	Additions	Collections and Credits	Uncollected Balance June 30, 2009
2008-2009	\$ -	\$ 14,577,686	\$ 13,873,020	\$ 704,666
2007-2008	581,389	-	366,238	215,151
2006-2007	178,854	-	63,068	115,786
2005-2006	109,597	-	31,531	78,066
2004-2005	71,980	-	15,500	56,480
2003-2004	53,927	-	6,994	46,933
2002-2003	50,204	-	6,321	43,883
2001-2002	30,096	-	3,400	26,696
2000-2001	22,559	-	1,730	20,829
1999-2000	17,756	-	12,548	5,208
1998-1999	13,154	-	13,154	-
	<u>\$ 1,129,516</u>	<u>\$ 14,577,686</u>	<u>\$ 14,393,504</u>	<u>1,313,698</u>
Plus: Uncollected taxes on 2008-2009 motor vehicles				68,626
Less: Allowance for uncollectible accounts - General Fund				<u>(580,000)</u>
Ad valorem taxes receivable, net - General Fund				<u>\$ 802,324</u>
<b>Reconciliation with Revenues:</b>				
Ad valorem taxes - General Fund				\$ 14,492,510
Reconciling items:				
Interest collected				(177,046)
Taxes written off				13,154
Tax refunds				64,603
Miscellaneous adjustments				<u>283</u>
Total collections and credits				<u>\$ 14,393,504</u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

ANALYSIS OF CURRENT TAX LEVY  
FOR THE YEAR ENDED JUNE 30, 2009

	County-Wide		Total Levy		
	Property Valuation	Rate	Total Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
	<b>Original Levy:</b>				
Property taxed at current year's rate	\$ 1,858,380,897	\$ 0.78	\$ 14,495,371	\$ 13,301,960	\$ 1,193,411
Penalties	-		24,384	24,384	-
Total	<u>1,858,380,897</u>		<u>14,519,755</u>	<u>13,326,344</u>	<u>1,193,411</u>
Discoveries	10,236,667		79,846	79,846	-
Deferred tax on secondary use property	736,667		5,746	5,746	-
Abatements	<u>(3,546,282)</u>		<u>(27,661)</u>	<u>(14,847)</u>	<u>(12,814)</u>
Total property valuation	<u>\$ 1,865,807,949</u>				
Net levy			14,577,686	13,397,089	1,180,597
Uncollected taxes at June 30, 2009			<u>704,666</u>	<u>523,993</u>	<u>180,673</u>
Current year's taxes collected			<u>\$ 13,873,020</u>	<u>\$ 12,873,096</u>	<u>\$ 999,924</u>
Current levy collection percentage			<u>95.17%</u>	<u>96.09%</u>	<u>84.70%</u>

**NORTHAMPTON COUNTY, NORTH CAROLINA**

**ANALYSIS OF CURRENT TAX LEVY  
COUNTY-WIDE LEVY  
FOR THE YEAR ENDED JUNE 30, 2009**

**Secondary Market Disclosures:**

**Assessed Valuation:**

Assessment ratio		100%
Real property	\$ 1,582,593,585	
Personal property	186,580,795	
Public service companies	<u>96,633,569</u>	
Total assessed valuation		<u>1,865,807,949</u>
Tax rate per \$100		0.78
Levy (includes discoveries, releases and abatements)		<u><u>\$ 14,577,686</u></u>

## NORTHAMPTON COUNTY, NORTH CAROLINA

TEN LARGEST TAXPAYERS  
FOR THE YEAR ENDED JUNE 30, 2009

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2009 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Lowe's Home Center	Warehousing/distribution	\$ 53,378,550	2.86%
Dominion NC Power	Utility	51,280,513	2.75%
West Fraser Inc	Pulp, paper, and wood products	21,587,646	1.16%
Smithfield Carroll's Farms	Hog processing	21,450,846	1.15%
Georgia Pacific	Chemical manufacturing	20,270,795	1.09%
Roanoke Electric Membership Corp.	Utility	11,100,407	0.59%
CSX	Railroad	9,996,342	0.54%
Severn Peanut	Agriculture/nuts	9,696,133	0.52%
Carolina Telephone	Utility	7,798,723	0.42%
John B. Sanfilippo	Agriculture/nuts	<u>7,076,803</u>	<u>0.38%</u>
Total		<u>\$ 213,636,758</u>	<u>11.45%</u>