

**BLADEN COUNTY, NORTH CAROLINA
FINANCIAL STATEMENTS
June 30, 2013**

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June 30, 2013

COUNTY MANAGER

Greg Martin

BOARD OF COUNTY COMMISSIONERS

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COUNTY OFFICIALS

Lisa Coleman
Finance Officer

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County Attorney

BLADEN COUNTY
TABLE OF CONTENTS
June 30, 2013

Exhibit		Page
FINANCIAL SECTION		
	Independent Auditor's Report	1-2
	Management's Discussion and Analysis	3-8
	Basic Financial Statements:	
	Government-wide Financial Statements:	
1	Statement of Net Position	9
2	Statement of Activities	10-11
	Fund Financial Statements:	
3	Balance Sheet – Governmental Funds	12
	Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	13
4	Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	14
4	Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
5	Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund	16
6	Statement of Fund Net Position – Proprietary Funds	17-18
7	Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	19
8	Statement of Cash Flows – Proprietary Funds	20-21
9	Statement of Fiduciary Net Position – Fiduciary Funds	22
	Notes to the Financial Statements	23-47
	Required Supplemental Financial Data:	
	Law Enforcement Officers' Special Separation Allowance Schedule of Funding Progress	48
	Law Enforcement Officers' Special Separation Allowance Schedule of Employer Contributions	49
	Law Enforcement Officers' Special Separation Allowance Notes to the Required Schedules	49

Combining and Individual Fund Financial Statements and Schedules:

Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund - Budget and Actual	50-61
Schedule of Revenues, Expenditures and Changes in Fund Balances - Revaluation Fund - Budget and Actual	62
Combining Balance Sheet – Nonmajor Governmental Funds	63
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	64
Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	
Fire District Funds (All Fire Districts)	65-82
Emergency Telephone System Fund	83
CDBG - Grant Projects	84
Bladen County Hospital Rental Fund	85-86
Solid Waste Fund	87-88
Water District Fund	89-90
Water District Capital Projects Funds	
Phase IIC	91
Self Insurance Fund	92
Combining Statement of Fiduciary Assets and Liabilities – Agency Funds	93
Other Schedules	
Schedule of Ad Valorem Taxes Receivable	94
Analysis of Current Tax Levy – County-Wide Levy	95
Secondary Market Disclosures	96
Ten Largest Taxpayers	97

COMPLIANCE SECTION

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	98-99
Report On Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; In accordance with OMB Circular A-133; and the State Single Audit Implementation Act	100-101
Report On Compliance For Each Major State Program; Report on Internal Control Over Compliance; In accordance with OMB Circular A-133; and the State Single Audit Implementation Act	102-103
Schedule of Findings and Questioned Costs	104-107
Corrective Action Plan	108
Summary Schedule of Prior Year Audit Findings	109
Schedule of Expenditures of Federal and State Awards	110-114
Notes to the Schedule of Expenditures of Federal and State Awards	115

Financial Section



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Independent Auditors' Report

To the Board of County Commissioners
Bladen County, North Carolina

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Law Enforcement Officers' Special Separation Allowance Schedules of Funding Progress and Employer Contributions on pages 47 through 48, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

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

The introductory information and the statistical sections have not been subjected to the auditing procedures applied in the audit of basic financial statements, and accordingly, we do not express an opinion or provide assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2013 on our consideration of Bladen County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Bladen County's internal control over financial reporting and compliance.

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

*Elizabethtown, North Carolina
October 31, 2013*

Management's Discussion and Analysis

As management of Bladen County, North Carolina, we offer readers of Bladen County's financial statements this narrative overview and analysis of the financial activities of Bladen County for the fiscal year ended June 30, 2013. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

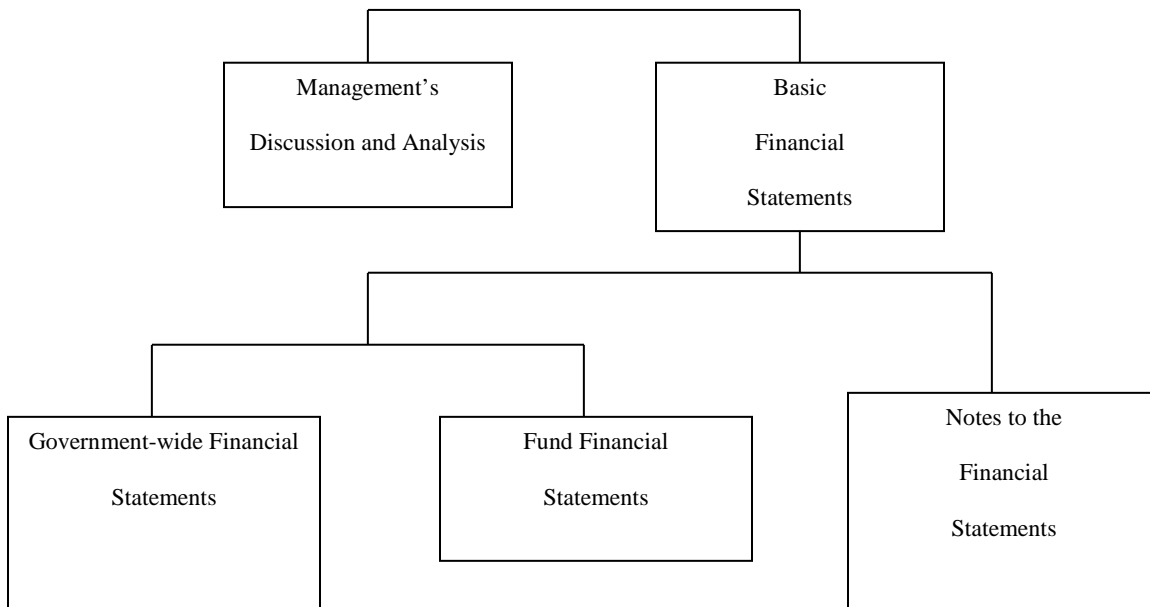
Financial Highlights

- The assets and deferred outflows of resources of Bladen County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$28,423,256 (*net position*).
- The County's total net position increased by \$3,642,002, primarily due to a donation of real estate and conservative budget practices throughout all activities.
- As of the close of the current fiscal year, Bladen County's general fund reported ending fund balance of \$16,220,206, an increase of \$2,885,812. Approximately 21 percent of this total amount, or \$3,482,695, is restricted or nonspendable.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$12,056,564, or 25 percent of total general fund expenditures for the fiscal year. This amount is higher than the Local Government Commission's minimum of 8%.
- Bladen County's total debt decreased by \$809,730 during this fiscal year. During the year the County refunded bonds and continued to make the schedule debt service payments.
- Moody's Investors Service has given Bladen County a "Aa3" bond rating.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Bladen County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of Bladen County.

Required Components of Annual Financial Report
Figure 1



Summary → Detail

Basic Financial Statements

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

The next statements (Exhibits 3 through 9) 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, all of which are added together in one column in 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 position and how it has changed. Net position is the difference between the County's total assets and deferred outflows of resources and total liabilities and total deferred inflows of resources. Measuring net position is one way to gage 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, parks and recreation, and general administration. Property taxes and state and federal grant fund finance most of these activities. The business-type activities are those that the County charges customers to provide services. These include the water, landfill and hospital real estate services offered by Bladen County. Bladen County Hospital is a public hospital operated apart from the County, but not legally separated. The County appoints the board of trustees for the hospital and has issued debt on its behalf.

The government-wide financial statements are on Exhibit 1 and 2 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. Bladen 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 Bladen County can be divided into three categories: governmental funds, proprietary funds and fiduciary 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 Position and the Statement of Activities) and governmental funds is described in a reconciliation that is part of the fund financial statements.

Bladen 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 – Bladen 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. Bladen County uses enterprise funds to account for its hospital, water and landfill operations. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

Fiduciary Funds – Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Bladen County has five fiduciary funds, one of which is a cafeteria benefits fund and four 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 on page 22 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Bladen County’s progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found beginning after the notes to the financial statements.

Interdependence with Other Entities: The County depends on financial resources flowing from, or associated with, both the Federal Government and the State of North Carolina. Because of this dependency, the County is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government’s financial condition. The assets and deferred outflows of resources of Bladen County exceeded liabilities and deferred inflows of resources by \$28,423,256 as of June 30, 2013. The County’s net position increased by \$3,642,002 for the fiscal year ended June 30, 2013. One of the largest portions \$14,311,143(50%) reflects the County’s net investment in capital assets (e.g. land, buildings, machinery and equipment). Bladen County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Bladen County’s net 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. An additional portion of Bladen County’s net position \$6,278,151 (22%) represents resources that are subject external restrictions on how they may be used. The remaining balance of \$7,833,962 (28%) is unrestricted.

**Bladen County’s Net Position
Figure 2**

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Assets						
Current and Other Assets	\$ 27,271,904	\$ 24,674,998	\$ 4,145,922	\$ 5,330,202	\$ 31,417,826	\$ 30,005,200
Capital Assets, Net of Depreciation	11,019,564	10,924,765	29,073,868	28,594,019	40,093,432	39,518,784
Total Assets	<u>\$ 38,291,468</u>	<u>\$ 35,599,763</u>	<u>\$ 33,219,790</u>	<u>\$ 33,924,221</u>	<u>\$ 71,511,258</u>	<u>\$ 69,523,984</u>
Deferred Outflows of Resources	<u>658,005</u>	<u>-</u>	<u>174,240</u>	<u>-</u>	<u>832,245</u>	<u>-</u>
Liabilities						
Long-term Debt Outstanding	\$ 15,341,801	\$ 16,678,906	\$ 21,003,502	\$ 19,685,950	\$ 36,345,303	\$ 36,364,856
Other Liabilities	6,535,029	7,345,530	879,090	914,013	7,414,119	8,259,543
Total liabilities	<u>21,876,830</u>	<u>24,024,436</u>	<u>21,882,592</u>	<u>20,599,963</u>	<u>43,759,422</u>	<u>44,624,399</u>
Deferred Inflows of Resources	<u>160,825</u>	<u>118,331</u>	<u>-</u>	<u>-</u>	<u>160,825</u>	<u>118,331</u>
Net Position						
Net Investment in Capital Assets	6,597,562	5,889,012	7,713,581	11,017,080	14,311,143	16,906,092
Restricted	6,231,281	6,703,728	46,870	22,271	6,278,151	6,725,999
Unrestricted(Deficit)	4,082,975	(1,135,744)	3,750,987	2,284,907	7,833,962	1,149,163
Total Net Position	<u>\$ 16,911,818</u>	<u>\$ 11,456,996</u>	<u>\$ 11,511,438</u>	<u>\$ 13,324,258</u>	<u>\$ 28,423,256</u>	<u>\$ 24,781,254</u>

Several particular aspects of the County’s financial operations positively influenced the total unrestricted governmental net position:

- Continued diligence in the collection of property taxes by maintaining a collection percentage of 94.08%, and motor vehicles rate of 73.62%, for a combined total of 92.27%.
- Continued low cost of debt due to the County’s high bond rating.

Bladen County's Changes in Net Position
Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues						
Charges for Services	\$ 6,267,874	\$ 5,977,729	\$ 4,301,585	\$ 5,006,255	\$ 10,569,459	\$ 10,983,984
Operating Grant & Contributions	8,269,504	8,176,120	36,126	4,800	8,305,630	8,180,920
Capital Grants and Contributions	-	-	-	-	-	-
General Revenue						
Property Taxes	20,898,679	20,439,617	-	-	20,898,679	20,439,617
Other Taxes	4,477,245	4,365,178	-	-	4,477,245	4,365,178
Investment Earnings	27,350	29,646	2,454	6,059	29,804	35,705
Other	136,953	261,146	-	-	136,953	261,146
Total Revenues	<u>40,077,605</u>	<u>39,249,436</u>	<u>4,340,165</u>	<u>5,017,114</u>	<u>44,417,770</u>	<u>44,266,550</u>
Expenses						
General Government	4,717,937	4,795,059	-	-	4,717,937	4,795,059
Public Safety	9,566,615	9,522,949	-	-	9,566,615	9,522,949
Economic and Physical Development	1,133,737	1,907,978	-	-	1,133,737	1,907,978
Human Services	12,417,324	12,033,197	-	-	12,417,324	12,033,197
Cultural and Recreational	788,207	715,181	-	-	788,207	715,181
Education	7,264,651	7,040,260	-	-	7,264,651	7,040,260
Interest on Long-Term Debt	420,955	771,384	-	-	420,955	771,384
Hospital	-	-	262,910	1,054,071	262,910	1,054,071
Solid Waste	-	-	2,062,297	2,112,540	2,062,297	2,112,540
Water District	-	-	2,141,135	2,060,740	2,141,135	2,060,740
Total Expenses	<u>36,309,426</u>	<u>36,786,008</u>	<u>4,466,342</u>	<u>5,227,351</u>	<u>40,775,768</u>	<u>42,013,359</u>
Increase(decrease) in Net Position Before Transfers	3,768,179	2,463,428	(126,177)	(280,910)	3,642,002	2,182,518
Special Event Items	-	1,403,977	-	(272,156)	-	1,131,821
Transfers	1,686,643	(1,480,965)	(1,686,643)	1,480,965	-	-
Increase(Decrease) in Net Position	<u>5,454,822</u>	<u>2,386,440</u>	<u>(1,812,820)</u>	<u>927,899</u>	<u>3,642,002</u>	<u>3,314,339</u>
Net Position - Beginning (restated)	<u>11,456,996</u>	<u>9,070,556</u>	<u>13,324,258</u>	<u>12,396,359</u>	<u>24,781,254</u>	<u>21,466,915</u>
Net Position - Ending	<u>\$ 16,911,818</u>	<u>\$ 11,456,996</u>	<u>\$ 11,511,438</u>	<u>\$ 13,324,258</u>	<u>\$ 28,423,256</u>	<u>\$ 24,781,254</u>

Governmental activities. Governmental activities increased the County's net position by \$5,454,822, thereby accounting for 100% of the total growth in the net position for the County. The key element of this increase is as follows:

- The County's continued efforts to reduce cost while still maintaining all services to the community.
- The Water Fund repaid the General Fund for previous transfers to aid the capital project.

Business-type activities. Business-type activities assets decreased the County's net position by \$1,812,820. Key elements of this decrease are as follows:

- The Water fund transferred to the General Fund to repay for previous transfers for aid in completing the water system expansion project.
- The Landfill fund maintained in revenue and expenditures.
- The Hospital fund reported only schedule rental payments and debt service.

Financial Analysis of the County's Funds

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

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

The General Fund is the chief operating fund of Bladen County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$12,056,564, while total fund balance reached \$16,220,206. 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. Unassigned fund balance represents 25 percent of total General Fund expenditures, while total fund balance represents 33 percent of that same amount.

At June 30, 2013, the governmental funds of Bladen County reported a combined fund balance of \$19,125,530. The primary reason for the fund balance increase in the general fund was the large transfer from the water district capital project.

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.

Proprietary Fund. Bladen County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position of Hospital Rental Fund at the end of their fiscal year amounted to \$0, and those of the Landfill Fund at the end of the fiscal year amounted to \$1,731,528 and those for the Water District equaled \$947,797. Other factors concerning the finances of these two funds have already been addressed in the discussion of Bladen County's business-type activities.

Capital Asset and Debt Administration

Capital Assets. Bladen County's capital assets for its governmental and business-type activities as of June 30, 2013, totals \$40,093,432 (net of accumulated depreciation). These assets include buildings, land, machinery and equipment, park facilities, and vehicles.

Major capital asset transactions during the year include:

- Equipment and vehicles purchased in the government activities.
- Addition of construction in progress on Water lines.

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

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 363,460	\$ 363,460	\$ 981,481	\$ 981,481	\$ 1,344,941	\$ 1,344,941
Buildings	3,967,142	4,072,013	27,636,862	22,621,589	31,604,004	26,693,602
Improvements	2,860,049	2,870,941	-	-	2,860,049	2,870,941
Equipment	2,864,817	2,872,946	332,674	242,534	3,197,491	3,115,480
Vehicles and Motor Equipment	964,096	745,405	122,851	125,535	1,086,947	870,940
Construction in Progress	-	-	-	4,622,881	-	4,622,881
	<u>\$ 11,019,564</u>	<u>\$ 10,924,765</u>	<u>\$ 29,073,868</u>	<u>\$ 28,594,020</u>	<u>\$ 40,093,432</u>	<u>\$ 39,518,785</u>

Additional information on the County's capital assets can be found in Note 3, item 5 of the Basic Financial Statements.

Long-term Debt. As of June 30, 2013, Bladen County had total bonded debt outstanding of \$33,431,397, all of which is debt backed by the full faith and credit of the County.

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

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds	\$ 13,707,120	\$ 14,618,700	\$ 19,724,277	\$ 18,396,594	\$ 33,431,397	\$ 33,015,294
Capitalized Leases	-	12,068	-	-	-	12,068
Installment Purchases	2,999,882	3,499,985	1,636,010	1,767,208	4,635,892	5,267,193
Total	<u>16,707,002</u>	<u>18,130,753</u>	<u>21,360,287</u>	<u>20,163,802</u>	<u>38,067,289</u>	<u>38,294,555</u>

Bladen County's total debt decreased by \$809,730(2 percent) during the past fiscal year, primarily due to the issuance of debt for the water system expansion and installment financing arrangements for the improvements to real estate. All scheduled debt payments were made. However, the decreased above does not reflect the change in bond premium of \$582,464.

As mentioned in the financial highlights section of this document, Moodys' Investors Service has given Bladen County a "Aa3" bond rating.. This bond rating is a clear indication of the sound financial condition of Bladen County.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for Bladen County is \$195,093,777. The County has \$ -0- in bonds authorized but un-issued at June 30, 2013. However, in October of 2012 the County went through a bond refund transaction to reduce interest.

Additional information regarding Bladen County's long-term debt can be found in Note 3 beginning on page 39 of this audited financial report.

Economic Factors and Next Year's Budgets and Rates

The following key economic indicator reflects the growth and prosperity of the County.

- The County has an unemployment rate of 10.2%, higher than the state average of 8.8%.

Budget Highlights for the Fiscal Year Ending June 30, 2014

Governmental Activities. Property taxes and revenues from permits and fees are expected to lead the increase in revenue projections by a slim margin. The County will use these increases in revenues to finance programs currently in place.

Budgeted expenditures in the General Fund are expected to rise. The largest increments are in education and personnel and other projects are as follows:

- Additional capital expenditures for Bladen County Schools.

Business-type Activities. The water rates in the County will remain at the same base rate as 2014. General operating expenses will remain the same as 2014. Rates for landfill services will increase for MSW-Commercial and Construction & Demolition from 33.50 and 25.00, respectively to 45.00 each per ton.

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 request for additional information should be directed to:

Bladen County Finance
PO Box 965
166 Courthouse Drive
Elizabethtown, NC 28337
finance@bladenco.org

Statement of Net Position

June 30, 2013

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash & Cash Equivalents	\$ 18,349,610	\$ 1,805,244	\$ 20,154,854
Restricted Cash and Cash Equivalents	1,202,753	993,136	2,195,889
Accounts Receivable (Net)	7,510,047	1,347,542	8,857,589
Notes Receivable	209,494	-	209,494
Capital Assets:			
Land, Improvements, and Construction in Progress	363,460	981,481	1,344,941
Other Capital Assets, net of Depreciation	10,656,104	28,092,387	38,748,491
Total Capital Assets	<u>11,019,564</u>	<u>29,073,868</u>	<u>40,093,432</u>
Total Assets	<u>38,291,468</u>	<u>33,219,790</u>	<u>71,511,258</u>
Deferred Outflows of Resources			
Deferred Charge on Bond Refunding	658,005	174,240	832,245
Total Deferred Outflows of Resources	<u>658,005</u>	<u>174,240</u>	<u>832,245</u>
Liabilities			
Accounts Payable and Accrued Liabilities	3,547,562	275,649	3,823,211
Customer Deposits	-	188,250	188,250
Current Portion of Long-term Liabilities	2,987,467	415,191	3,402,658
Long-term Liabilities:			
Due in More Than One Year	15,341,801	21,003,502	36,345,303
Total liabilities	<u>21,876,830</u>	<u>21,882,592</u>	<u>43,759,422</u>
Deferred inflows of resources			
Prepaid taxes	160,825	-	160,825
Total Deferred inflows of resources	<u>160,825</u>	<u>-</u>	<u>160,825</u>
Net Position			
Net Investment in Capital Assets	6,597,562	7,713,581	14,311,143
Restricted for:			
Stabilization by State Statute	3,238,350	-	3,238,350
4-H Programs	125,877	-	125,877
Unspent Loan Proceeds	127,295	-	127,295
Public Safety	2,739,759	-	2,739,759
Capital Acquisitions	-	54	54
Debt Reserve	-	46,816	46,816
Unrestricted(Deficit)	4,082,975	3,750,987	7,833,962
Total Net Position	<u>\$ 16,911,818</u>	<u>\$ 11,511,438</u>	<u>\$ 28,423,256</u>

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

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

Exhibit 2

Functions/Programs	Program Revenues			
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 4,717,937	\$ 1,081,059	\$ 28,031	\$ -
Public Safety	9,566,615	3,411,916	103,074	-
Economic and Physical Development	1,133,737	555,953	110,552	-
Human Services	12,417,324	1,152,406	7,924,376	-
Cultural and Recreational	788,207	66,540	103,471	-
Education	7,264,651	-	-	-
Interest on Long-Term Debt	420,955	-	-	-
Total Governmental Activities	<u>36,309,426</u>	<u>6,267,874</u>	<u>8,269,504</u>	<u>-</u>
Business-Type Activities:				
Hospital Rental Fund	262,910	82,012	-	-
Solid Waste	2,062,297	2,216,065	36,126	-
Water District	2,141,135	2,003,508	-	-
Total Business-Type Activities	<u>4,466,342</u>	<u>4,301,585</u>	<u>36,126</u>	<u>-</u>
	<u>\$ 40,775,768</u>	<u>\$ 10,569,459</u>	<u>\$ 8,305,630</u>	<u>\$ -</u>

General Revenues:

 Taxes:

 Property taxes, levied for general purpose

 Local option sales tax

 Investment earnings, unrestricted

 Miscellaneous, unrestricted

Transfers

Total general revenues and transfers

Change in net position

Net position - Beginning (previously reported)

Restatement

Net position - Beginning (restated)

Net position - Ending

<u>Net (Expense) Revenue and Changes in Net Position</u>		
<u>Governmental</u>	<u>Business</u>	
<u>Activities</u>	<u>Type</u>	
<u>Activities</u>	<u>Activities</u>	<u>Total</u>
\$ (3,608,847)	\$ -	\$ (3,608,847)
(6,051,625)	-	(6,051,625)
(467,232)	-	(467,232)
(3,340,542)	-	(3,340,542)
(618,196)	-	(618,196)
(7,264,651)	-	(7,264,651)
(420,955)	-	(420,955)
<u>(21,772,048)</u>	<u>-</u>	<u>(21,772,048)</u>
-	(180,898)	(180,898)
-	189,894	189,894
-	(137,627)	(137,627)
<u>-</u>	<u>(128,631)</u>	<u>(128,631)</u>
<u>(21,772,048)</u>	<u>(128,631)</u>	<u>(21,900,679)</u>
20,898,679	-	20,898,679
4,477,245	-	4,477,245
27,350	2,454	29,804
136,953	-	136,953
1,686,643	(1,686,643)	-
<u>27,226,870</u>	<u>(1,684,189)</u>	<u>25,542,681</u>
<u>5,454,822</u>	<u>(1,812,820)</u>	<u>3,642,002</u>
<u>11,456,996</u>	<u>12,428,587</u>	<u>23,885,583</u>
-	895,671	895,671
<u>11,456,996</u>	<u>13,324,258</u>	<u>24,781,254</u>
<u>\$ 16,911,818</u>	<u>\$ 11,511,438</u>	<u>\$ 28,423,256</u>

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

Balance Sheet
Governmental Funds
June 30, 2013

	<u>Major</u>	<u>Non-Major</u>	
	General	Other	Total
	Fund	Governmental	Governmental
		Funds	Funds
Assets			
Cash & Investments	\$ 15,554,942	\$ 2,581,575	\$ 18,136,517
Restricted Cash	1,010,576	305,449	1,316,025
Due from Other Funds	-	-	-
Taxes Receivables (Net)	3,438,819	238,186	3,677,005
Accounts Receivable (Net)	3,153,136	85,214	3,238,350
Total Assets	<u>\$ 23,157,473</u>	<u>\$ 3,210,424</u>	<u>\$ 26,367,897</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable and Accrued Liabilities	\$ 3,337,623	\$ 66,914	\$ 3,404,537
Due to Other Funds	-	-	-
Total liabilities	<u>3,337,623</u>	<u>66,914</u>	<u>3,404,537</u>
Deferred Inflows of Resources			
Deferred Taxes	3,438,819	238,186	3,677,005
Prepaid Taxes	160,825	-	160,825
Total Deferred Inflows of Resources	<u>3,599,644</u>	<u>238,186</u>	<u>3,837,830</u>
Fund balances:			
Restricted			
Stabilization by State Statute	3,153,136	85,214	3,238,350
Public Safety	76,390	302,215	378,605
4-H	125,877	-	125,877
Unspent Loan Proceeds	127,295	-	127,295
Fire Protection	-	2,361,154	2,361,154
Committed			
Tax Revaluation	680,947	-	680,947
Assigned			
Economic Development	-	-	-
Subsequent Year's Expenditures	1,885,186	156,741	2,041,927
Unassigned	10,171,375	-	10,171,375
Total Fund Balances	<u>16,220,206</u>	<u>2,905,324</u>	<u>19,125,530</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 23,157,473</u>	<u>\$ 3,210,424</u>	<u>\$ 26,367,897</u>

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

Bladen County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2013

Exhibit 3,
continued

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

Total Fund Balances - Governmental Funds	\$ 19,125,530
Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds	11,019,564
Other long-term assets are not available to pay for current-period expenditures and therefore are unavailable in the funds.	804,186
Charges related to advance refunding bonds issued.	658,005
Internal service funds are used by management to charge the costs of certain activities, such as insurance, telecommunications, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net assets.	84,973
Deferred inflows of resources for taxes receivable.	3,677,005
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(18,457,445)</u>
Net position of governmental activities	<u>\$ 16,911,818</u>

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

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

Exhibit 4

	General Fund	Total Non-Major Funds	Total Governmental Funds
Revenues:			
Ad Valorem Taxes	\$ 19,515,587	\$ 1,020,167	\$ 20,535,754
Local Option Sales Taxes	4,231,841	245,404	4,477,245
Other Taxes and Licenses	107,423	255,880	363,303
Restricted Intergovernmental Revenues	8,275,410	46,408	8,321,818
Permits and Fees	279,660	-	279,660
Sales and Services	5,213,956	-	5,213,956
Investment Earnings	16,941	1,517	18,458
Other	823,693	62	823,755
Total Revenues	<u>38,464,511</u>	<u>1,569,438</u>	<u>40,033,949</u>
Expenditures:			
Current:			
General Government	4,759,554	-	4,759,554
Public Safety	8,497,207	1,304,628	9,801,835
Economic and Physical Development	1,092,285	46,408	1,138,693
Human Services	12,377,226	-	12,377,226
Cultural and Recreational	757,172	-	757,172
Education	7,266,671	-	7,266,671
Debt Service			
Principal Retirement	12,573,751	-	12,573,751
Interest and Fees	1,154,558	-	1,154,558
Total Expenditures	<u>48,478,424</u>	<u>1,351,036</u>	<u>49,829,460</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,013,913)</u>	<u>218,402</u>	<u>(9,795,511)</u>
Other Financing Sources (Uses):			
Proceeds from Installment Purchases	270,000	-	270,000
Bond Refunding Proceeds	10,880,000	-	10,880,000
Transfers from Other Funds	1,749,725	-	1,749,725
Transfers to Other Funds	-	(63,082)	(63,082)
Total Other Financing Sources (Uses)	<u>12,899,725</u>	<u>(63,082)</u>	<u>12,836,643</u>
Net Change in Fund Balance	2,885,812	155,320	3,041,132
Fund Balance, Beginning	<u>13,334,394</u>	<u>2,750,004</u>	<u>16,084,398</u>
Fund Balance, Ending	<u>\$ 16,220,206</u>	<u>\$ 2,905,324</u>	<u>\$ 19,125,530</u>

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

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

Exhibit 4,
continued

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

Net changes in fund balances - total governmental funds	\$	3,041,132
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		229,050
Cost of capital asset disposed of during the year, not recognized on modified accrual basis.		(134,251)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		301,548
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.		1,423,751
Expenses reported on fund statements that capitalized on government-wide statements - deferred charge from bond refunding.		658,005
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(56,766)
Net revenue of internal service funds determined to be governmental-type.		<u>(7,647)</u>
Total changes in net position of governmental activities.	\$	<u><u>5,454,822</u></u>

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

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

Exhibit 5

	Original Budget	Final Budget	Actual	Variance With Final Positive/(Negative)
Revenues:				
Ad Valorem Taxes	\$ 18,471,891	\$ 18,514,409	\$ 19,515,587	\$ 1,001,178
Local Option Sales Taxes	3,628,376	3,737,305	4,231,841	494,536
Other Taxes and Licenses	95,023	95,623	107,423	11,800
Restricted Intergovernmental Revenues	7,515,995	7,914,630	8,275,410	360,780
Permits and Fees	261,990	262,490	279,660	17,170
Sales and Services	4,800,713	5,409,294	5,213,956	(195,338)
Investment Earnings	15,100	15,100	16,638	1,538
Other	101,151	178,638	823,693	645,055
Total Revenues	<u>34,890,239</u>	<u>36,127,489</u>	<u>38,464,208</u>	<u>2,336,719</u>
Expenditures:				
Current:				
General Government	4,772,076	4,914,165	4,759,554	154,611
Public Safety	7,453,939	8,651,916	8,497,207	154,709
Economic and Physical Development	1,066,860	1,164,657	1,092,285	72,372
Human Services	12,466,577	12,937,484	12,377,226	560,258
Cultural and Recreational	728,969	764,425	757,172	7,253
Education	7,137,155	7,266,671	7,266,671	-
Debt Service	3,088,658	15,454,469	13,728,309	1,726,160
Total Expenditures	<u>36,714,234</u>	<u>51,153,787</u>	<u>48,478,424</u>	<u>2,675,363</u>
Revenues Over (Under) Expenditures	<u>(1,823,995)</u>	<u>(15,026,298)</u>	<u>(10,014,216)</u>	<u>5,012,082</u>
Other Financing Sources (Uses):				
Proceeds from Installment Purchases	-	-	270,000	270,000
Bond Refunding Proceeds	1,314,998	12,970,345	10,880,000	(2,090,345)
Transfers from Other Funds	50,000	50,000	1,749,725	1,699,725
Transfers to Other Funds	(921,595)	(60,000)	(60,000)	-
Total Other Financing Sources (Uses)	<u>443,403</u>	<u>12,960,345</u>	<u>12,839,725</u>	<u>(120,620)</u>
Revenues and Other Sources Over (Under) Expenditures and Other Uses	(1,380,592)	(2,065,953)	2,825,509	4,891,462
Fund Balance Appropriated / (Designated)	<u>1,380,592</u>	<u>2,065,953</u>	<u>-</u>	<u>(2,065,953)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	2,825,509	<u>\$ 2,825,509</u>
Fund Balance, Beginning			<u>12,713,742</u>	
Fund Balance, Ending			<u>\$ 15,539,251</u>	
A legally budgeted Tax Revaluation Fund is consolidated into the General Fund for reporting purposes:				
Interest Income			303	
Transfer-in from General Fund			60,000	
Expenditures			-	
Fund Balance, Beginning			<u>620,652</u>	
Fund Balance, Ending (Exhibit 4)			<u>\$ 16,220,206</u>	

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

Bladen County, North Carolina
Statement of Fund Net Position
Proprietary Funds
June 30, 2013

Exhibit 6

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Assets					
Current Assets:					
Cash and Investments	\$ -	\$ 909,358	\$ 895,886	\$ 1,805,244	\$ 99,821
Taxes Receivable	-	959,380	-	959,380	-
Accounts Receivable (Net)	-	56,015	332,147	388,162	-
Total Current Assets	-	1,924,753	1,228,033	3,152,786	99,821
Deferred Inflows of Resources					
Deferred Charge on Refunding	-	-	174,240	174,240	-
Total Deferred Inflows of Resources	-	-	174,240	174,240	-
Noncurrent assets:					
Restricted Assets					
Cash	54	-	993,082	993,136	-
Long-term investment	-	-	-	-	-
Other Receivable	-	-	-	-	-
Capital Assets:					
Land, Improvements, and Construction in Progress	140,188	386,438	454,855	981,481	-
Other Capital Assets, Net of Depreciation	1,360,489	1,438,641	25,293,257	28,092,387	-
Total Noncurrent Assets	1,500,731	1,825,079	26,741,194	30,067,004	-
Total Assets and Deferred Inflows of Resources	\$ 1,500,731	\$ 3,749,832	\$ 28,143,467	\$ 33,394,030	\$ 99,821

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

Bladen County, North Carolina
Statement of Fund Net Position
Proprietary Funds
June 30, 2013

Exhibit 6
continued

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Liabilities					
Current Liabilities:					
Accounts Payable & Accrued Expenses	\$ -	\$ 89,507	\$ 186,142	\$ 275,649	\$ 14,848
Customer Deposits	-	-	188,250	188,250	-
Compensated Absences Payable	-	13,448	18,119	31,567	-
Bond\Long-term Debt - Current Maturities	65,083	30,823	287,718	383,624	-
Total Current Liabilities	<u>65,083</u>	<u>133,778</u>	<u>680,229</u>	<u>879,090</u>	<u>14,848</u>
Noncurrent Liabilities:					
Compensated Absences Payable	-	11,690	15,149	26,839	-
Long-term Debt - Noncurrent	363,385	47,757	20,565,521	20,976,663	-
Total Noncurrent Liabilities	<u>363,385</u>	<u>59,447</u>	<u>20,580,670</u>	<u>21,003,502</u>	<u>-</u>
Total Liabilities	<u>428,468</u>	<u>193,225</u>	<u>21,260,899</u>	<u>21,882,592</u>	<u>14,848</u>
Net Position:					
Net Investment in Capital Assets	1,072,209	1,746,499	4,894,873	7,713,581	-
Restricted, Expendable for					
Capital Acquisitions	54	-	-	54	-
Debt Reserve	-	-	46,816	46,816	-
Unrestricted	-	1,810,108	1,940,879	3,750,987	84,973
Total Net Position	<u>\$ 1,072,263</u>	<u>\$ 3,556,607</u>	<u>\$ 6,882,568</u>	<u>\$ 11,511,438</u>	<u>\$ 84,973</u>

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

Bladen County, North Carolina
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For The Fiscal Year Ended June 30, 2013

Exhibit 7

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Operating revenues:					
Charges for Services	\$ 82,012	\$ 2,216,065	\$ 1,859,227	\$ 4,157,304	\$ -
Water Taps	-	-	38,002	38,002	-
Other Operating Revenues	-	-	106,279	106,279	-
Total Operating Revenues	<u>82,012</u>	<u>2,216,065</u>	<u>2,003,508</u>	<u>4,301,585</u>	<u>-</u>
Operating expenses:					
Salaries and Employee Benefits	-	383,865	415,011	798,876	-
Operating Expenses	-	1,602,867	648,863	2,251,730	7,697
Depreciation	245,982	72,870	444,946	763,798	-
Total operating expenses	<u>245,982</u>	<u>2,059,602</u>	<u>1,508,820</u>	<u>3,814,404</u>	<u>7,697</u>
Total Operating Income (Loss)	<u>(163,970)</u>	<u>156,463</u>	<u>494,688</u>	<u>487,181</u>	<u>(7,697)</u>
Nonoperating Revenues(Expenses):					
Interest Earned on Investments	-	648	1,806	2,454	50
Interest Expense	(16,928)	(2,695)	(632,315)	(651,938)	-
Total Nonoperating Revenue (Expenses)	<u>(16,928)</u>	<u>(2,047)</u>	<u>(630,509)</u>	<u>(649,484)</u>	<u>50</u>
Income (Loss) Before Contributions and Transfers	(180,898)	154,416	(135,821)	(162,303)	(7,647)
Capital Contribution	-	36,126	-	36,126	-
Transfer In	-	-	-	-	-
Transfer Out	-	-	(1,686,643)	(1,686,643)	-
Change in Net Position	(180,898)	190,542	(1,822,464)	(1,812,820)	(7,647)
Net Position, beginning, previously reported	357,490	3,366,065	8,705,032	12,428,587	92,620
Restatement	895,671	-	-	895,671	-
Net Position, beginning, restated	<u>1,253,161</u>	<u>3,366,065</u>	<u>8,705,032</u>	<u>13,324,258</u>	<u>92,620</u>
Net Position, ending	<u>1,072,263</u>	<u>\$ 3,556,607</u>	<u>\$ 6,882,568</u>	<u>\$ 11,511,438</u>	<u>\$ 84,973</u>

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

Bladen County, North Carolina
Statement of Cash Flow
Proprietary Funds
For The Fiscal Year Ended June 30, 2013

Exhibit 8

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Cash Flows From Operating Activities:					
Cash Received from Customers	\$ -	\$ 2,085,833	\$ 1,863,743	\$ 3,949,576	\$ -
Cash Paid for Goods and Services	-	(1,598,777)	(579,968)	(2,178,745)	-
Cash Paid to Employees for Services	-	(384,019)	(406,798)	(790,817)	-
Other Operating Receipts	-	-	106,279	106,279	-
Customer Deposits	-	-	5,100	5,100	-
Net Cash Provided by (Used for) Operating Activities	<u>-</u>	<u>103,037</u>	<u>988,356</u>	<u>1,091,393</u>	<u>-</u>
Cash Flows from Noncapital Financing Activities:					
To General Fund	-	-	(1,686,643)	(1,686,643)	-
From General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>(1,686,643)</u>	<u>(1,686,643)</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:					
Acquisition and Construction of Capital Assets	-	(41,504)	(1,202,142)	(1,243,646)	-
Principal Paid on Bond Maturities and Capital Leases	-	(38,313)	(14,553,593)	(14,591,906)	-
Interest Paid on Bond\Note Maturities and Capital Leases	-	(2,695)	(664,140)	(666,835)	-
Bond Issuance Cost	-	-	(187,813)	(187,813)	-
Proceeds of Capital Leases, Bonds and Notes	-	-	15,271,000	15,271,000	-
Bond Premium	-	-	627,873	627,873	-
Capital Grants and Contributions	<u>-</u>	<u>36,126</u>	<u>-</u>	<u>36,126</u>	<u>-</u>
Net Cash Provided (Used for) Capital and Related Financing Activities	<u>-</u>	<u>(46,386)</u>	<u>(708,815)</u>	<u>(755,201)</u>	<u>-</u>
Cash Flows from Investing Activities:					
Advances to Joint Venture	-	-	-	-	-
Interest on investments	<u>-</u>	<u>648</u>	<u>1,806</u>	<u>2,454</u>	<u>49</u>
Net Cash Flows from Investing Activities:	<u>-</u>	<u>648</u>	<u>1,806</u>	<u>2,454</u>	<u>49</u>
Net Increase (Decrease) in Cash and Cash Equivalents	-	57,299	(1,405,296)	(1,347,997)	49
Cash Balances, Beginning	54	852,059	3,294,264	4,146,377	99,772
Cash Balances, Ending	<u>\$ 54</u>	<u>\$ 909,358</u>	<u>\$ 1,888,968</u>	<u>\$ 2,798,380</u>	<u>\$ 99,821</u>

The statement of cash flows for the Hospital Rental Fund is only the activity of the Escrow Account. All other rental income and expenses are paid on behalf of the rental fund under a lease and operations agreements with Cape Fear Valley Health System.

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

Bladen County, North Carolina
Statement of Cash Flow
Proprietary Funds
For The Fiscal Year Ended June 30, 2013

Exhibit 8
continued

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:					
Operating Activities:					
Operating Income (Loss)	\$ (163,970)	\$ 156,463	\$ 494,688	\$ 487,181	\$ (7,697)
Adjustments to Reconcile Operating Income to Net Cash Provided					
Operating Activities:					
Depreciation	245,982	72,870	444,946	763,798	-
Operating Income Noncash Activity	(82,012)	-	-	(82,012)	-
Change in Provision for Doubtful Accounts	-	-	-	-	-
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable, advances					
Inventories and Prepays	-	(130,232)	(33,486)	(163,718)	-
Increase (Decrease) in Accounts Payable & Accrued Liabilities					
in Customer Deposits	-	4,090	68,895	72,985	7,697
in Accrued Vacation Pay	-	(154)	8,213	8,059	-
Total Adjustments	<u>163,970</u>	<u>(53,426)</u>	<u>493,668</u>	<u>604,212</u>	<u>7,697</u>
Net Cash Provided by Operating Activities	<u>\$ -</u>	<u>\$ 103,037</u>	<u>\$ 988,356</u>	<u>\$ 1,091,393</u>	<u>\$ -</u>

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

Bladen County, North Carolina
Statement of Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2013

Exhibit 9

	<u>Agency Fund</u>
Assets	
Cash and Cash Equivalents	\$ <u><u>85,004</u></u>
Liabilities and Net Position	
Liabilities	
Miscellaneous Liabilities	\$ 60,558
Intergovernmental Payable	<u>24,446</u>
Total Liabilities	<u>85,004</u>
Net Position	\$ <u><u>-</u></u>

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2013

NOTE 1: Summary of Significant Accounting Policies

The accounting policies of Bladen County, North Carolina (the 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 nine-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. Bladen County Water District (*the District*) exists to provide and maintain a water system for the County residents within the district. The District is reported as an enterprise fund in the County's financial statements. The blended presentation method presents component units as a department or unit of the County, and offers no separate presentation as with the discrete method. Bladen County Industrial Facility and Pollution Control Financing Authority (*the Authority*) exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statements
Bladen County Water Districts	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District.	None issued.
Bladen County Industrial Facility and Pollution Control Financing Authority	Discrete	The Authority is governed by a seven-member board of commissioners that is appointed by the county commissioners. The County can remove any commissioners of the Authority with or without cause.	None issued.

B. Basis of Presentation, Measurement Focus – Basis of Accounting

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government's net position (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental and business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—*governmental, proprietary, and fiduciary*—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies, result from non-exchange transactions. Other non-operating items, such as investment earnings, are ancillary activities.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

The County reports the following major governmental fund:

General Fund: This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Tax Revaluation Fund is a legally budgeted fund under North Carolina General Statutes; however, for statement presentation in accordance with GASB Statement No. 54 it is consolidated in the General Fund.

The County reports the following major enterprise funds:

Hospital Rental Fund – This fund is used to account for the rent of real estate per the lease agreement between the County and Cape Fear Valley Health Systems (CFVHS).

Solid Waste Fund - This fund is used to account for the operations of the County's solid waste disposal activities.

Bladen County Water District - This fund is used to account for the County's water operations.

The County reports the following fund types:

Internal Service Fund - The Self Insured Fund is used to account for the accumulation of cost associated with the County's self-insured fund.

Agency Funds - Agency funds are custodial in nature and do not involve the measurement of operating results. Agency funds are used to account for assets the County holds on behalf of others. The County maintains the following Agency Funds: the Social Services Fund, which accounts for moneys deposited with the Department of Social Services for the benefit of certain individuals; the Fines and Forfeitures Fund, which accounts for various legal fines and forfeitures that the County is required to remit to the Bladen County Board of Education; the Motor Vehicle Tax Fund, which accounts for registered motor vehicle property taxes that are billed and collected by the County for various municipalities and special districts within the County and the three percent interest on the first month of delinquent motor vehicle taxes that the County is required to remit to the North Carolina Department of Motor Vehicles; the Cafeteria Benefits Fund, which accounts for moneys deposited with the County to provide employee benefits; the Concealed Handgun Permit Fund, which accounts for the state portion of the concealed handgun permit fee that is required to be remitted to the state; the Sheriff's Civil Fund, which accounts for bailment and other civil fees collected and remitted accordingly.

Nonmajor Funds. The County maintains three legally budgeted funds. The Emergency Telephone System Fund, the Fire District Funds, which combines each individual fund into one presentation, and the Scattered Site Grant Fund are reported as nonmajor special revenue funds.

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 fund, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County enterprise funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the water system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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, Bladen 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, taxes for vehicles registered from March 2012 through February 2013 apply to the fiscal year ended June 30, 2013. Uncollected taxes that were billed during this period are shown as a receivable on these financial statements and are offset by deferred inflows or resources.

Sales taxes and certain intergovernmental revenues, such as the utilities franchise tax, collected and held by the State at year-end on behalf of the County are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

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

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

C. Budgetary Data

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, the Emergency Telephone, Fire Districts and Revaluation Special Revenue Funds and the Enterprise Funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the CDBG Grant Fund and the Enterprise Capital Projects Funds. The enterprise capital project funds are consolidated with the enterprise operating funds for reporting purposes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds, and at the project level for multi-year funds. The budget officer is authorized to transfer appropriations within a fund under the following conditions:

- a) He may transfer amounts between objects of expenditure within a department without a report being required.
- b) He may transfer amounts between departments of the same fund with an official report on such transfers at the next regular meeting of the Board of Commissioners.
- c) He may transfer amounts between funds and from contingency appropriations within any fund with an official report on such transfers at the next regular meeting of the Board of Commissioners.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

The governing board must approve all amendments. During the year, several immaterial 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.

D. Assets, Liabilities, Deferred Inflows and Outflows and Fund Equity

Deposits and Investments

All deposits of the County and the District are made in board-designated official depositories and are secured as required by G.S. 159-31. The County, the District and Bladen Leasing Corporation may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the County and the District 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 District 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' acceptance and the North Carolina Capital Management Trust (NCCMT).

The County and the District's investments are carried at fair value as determined by quoted market prices. The securities of the NCCMT Cash Portfolio, a 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.

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.

Restricted Assets

In agreements between the County and Cape Fear Valley Health Systems (CFVHS), an escrow account was created to receive rental funds which were restricted to the use of capital improvements to the facilities. CFVHS determines what the expenditures are to be expended with approval from the County.

The unexpended bond proceeds of the Water Fund are classified as restricted assets for the enterprise fund because their use is completely restricted to the purpose for which the bonds were originally issued. Unspent loan proceeds in the General Fund are classified as restricted assets for the governmental activities because their use is completely restricted to the purpose for which the debt was incurred. Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected. Money in the Tax Revaluation Fund is also classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150.

Ad Valorem Taxes Receivable

In accordance with State law [G.S. 105-347 and G.S. 159-13(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2012. As allowed by State law, the County has established a schedule of discounts that apply to taxes, that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

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 and Prepaid Items

The County's general fund and enterprise fund inventories consist of expendable supplies that are recorded as expenditures when purchased. Such amounts are recorded as an expense at the time of purchase. The effect on net earnings in the enterprise fund is immaterial since the amount on hand at any specific time is minimal.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Minimum capitalization costs are as follows: land, \$10,000; Buildings, improvements, substations, lines, and other plant and distribution systems, \$5,000; infrastructure, \$20,000; furniture and equipment, \$5,000; and vehicles, \$10,000. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

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

<u>Asset Class</u>	<u>Estimated Useful Life</u>	<u>Estimated Useful Life</u>
Buildings	40	40
Improvements	40	40
Equipment	10	10
Vehicles	5	5
Plant and Distribution Systems	50	50

Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has one item that meets this criterion - a charge on refunding that is classified as an asset. In addition to liabilities, the statement of financial position can also report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The County has only one item that meets the criterion for this category - prepaid taxes.

Long-term Obligations

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

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

Compensated Absences

The vacation policies of the County and the District allows all employees to accumulate unlimited and fully vested vacation. Although, no employee can carry forward more than thirty (30) days per year. Any amounts over the thirty (30) day limit is reclassified to sick leave. 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 sick leave policies of the County and the District provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since neither entity has any obligation for accumulated sick leave until it is actually taken, no accruals for sick leave have been made.

Net Position/Fund Balances

Net Position

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Fund Balances

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

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

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

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

Restricted for 4-H - portion of fund balance that is restricted by revenue source to pay for the 4-H Program.

Restricted for Public Safety - portion of fund balance that is restricted by revenue source for E-911 expenditures.

Unspent Loan Proceeds – portion of fund balance that is restricted to the purpose for which debt was incurred.

Restricted for Fire Protection - portion of fund balance that is restricted by revenue source for fire protection expenditures.

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

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

Assigned Fund Balance - portion of fund balance that the Bladen County governing board has budgeted.

Assigned for Economic Development - portion of fund balance that can only be used for Economic Development.

Subsequent year's expenditures - portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed.

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

Bladen County adheres to the North Carolina Local Government Commission's recommendation of a minimum fund balance for the general fund which instructs management to conduct the business of the County in such a manner that available fund balance does not go below eight percent of budgeted expenditures. Any portion of the general fund balance in excess of 8% of budgeted expenditures may be appropriated for one-time expenditures and may not be used for any purpose that would obligate the County in a future budget

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

E. Reconciliation of Government-wide and Fund Financial Statements

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

The governmental fund balance sheet included a reconciliation between fund balance for total governmental funds and net position for governmental activities as reported in the government-wide statement of net position. The net adjustment of \$(2,213,712) consists of several elements as follows:

<u>Description</u>	<u>Amount</u>
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 23,961,124
Less accumulated depreciation	<u>(12,941,560)</u>
Net capital assets	11,019,564
Deferred charges related to advance refunding bonds issued - included on government-wide statement of net position but are not current financial resources.	658,005
Accrued interest receivable less the amount claimed as unearned in the government-wide statements as these funds are unavailable in the fund statements.	534,233
Notes Receivable to area fire districts reported as public safety expense in the fund financial statements when expended.	209,494
Receivable recorded in accordance with a grant for the reimbursement of interest expense related to the Qualified School Construction loan equal to the amount of interest accrued.	60,459
Liabilities for deferred inflows of resources reported in the fund statements but not the government-wide.	3,677,005
Internal service funds are used by management to charge the costs of certain activities, such as insurance, telecommunications, to individual funds. The position and liabilities of certain internal service funds are included in governmental activities in the statement of net position.	84,973
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:	
Bonds, leases, and installment financing	(16,707,002)
Compensated absences	(1,082,861)
Net Pension Obligation	(539,405)
Accrued interest payable	<u>(128,177)</u>
Total adjustment	<u>\$ (2,213,712)</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances-total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$2,413,690 as follows:

(continued on next page)

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities.	\$ 639,090
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements.	(410,040)
Cost of disposed capital assets.	(134,251)
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net position.	(11,150,000)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the government-wide statement of net position.	12,573,751
Expenses reported on fund statements that capitalized on government-wide statements - deferred charge from bond refunding.	658,005
Current year note receivable payments reported as miscellaneous revenue from fire districts, departments and towns within the county that were originally loaned out by the purchase of the VIPER system.	(53,650)
Current year change in the grant receivable recorded for the reimbursement of interest expense related to the Qualified School Construction loan. This change is equal to the change in interest accrued for this loan only.	(7,727)
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements.	
Difference in interest expense between fund statements (modified accrual) and government-wide statements (full accrual).	83,325
Compensated absences are accrued in the government-wide statements but not in the fund statements because they do not use current resources.	(106,710)
Net pension obligation is accrued in the government-wide statements but not in the fund statements because they do not use current resources.	(33,381)
Net revenue of internal service funds determined to be governmental-type.	(7,647)
Increase/(Decrease) in deferred inflows of resources - taxes receivable - at end of year.	261,922
Increase/(Decrease) in accrued taxes receivable.	<u>101,003</u>
Total adjustment	\$ <u><u>2,413,690</u></u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

NOTE 2: Stewardship, Compliance and Accountability

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

None.

B. Deficit Fund Balance or Net Position of Individual Funds

None.

C. Excess of Expenditures over Appropriations

None.

NOTE 3: Detail Notes On All Funds

A. Assets

1. Deposits

All of the County's and the District's deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County's or the District'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 District, these deposits are considered to be held by their agents in the entities name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County, the Hospital, or the District, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County, the District and Bladen Leasing Corporation under the Pooling Method, the potential exists for the under-collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County and the District rely 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, the District, and the Hospital do not have formal policies regarding custodial credit risk for deposits.

At June 30, 2013, the County's deposits had a balance of \$1,280,880 and a bank balance of \$1,731,892. Of the bank balance, \$996,209 was covered by federal depository insurance. The remaining was covered by collateral and held under the Pooling Method. \$1,525 consisted of cash on hand and \$85,004 was cash held in the Fiduciary Funds.

At June 30, 2013, the escrow account for the Hospital Rental Fund had a balance of \$55 and a bank balance of \$55.

2. Investments

At June 30, 2013 the County of Bladen had \$21,068,283 invested in the North Carolina Capital Management Trust Cash Portfolio which carried a credit rating of AAAM by Standard and Poor's. The County had no policy regarding credit risk.

At June 30, 2013 the District's Investments are included above, since it is a blended component unit.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

In accordance with the general statutes, agriculture, horticulture, and forestland may be taxed by the County at the present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is recomputed at market value for the current year and the 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.

Year Levied	Tax	Interest	Total
2010	\$ 1,161,465	\$ 275,848	\$ 1,437,313
2011	1,161,465	171,316	1,332,781
2012	1,161,465	-	1,161,465
	<u>\$ 3,484,395</u>	<u>\$ 447,164</u>	<u>\$ 3,931,559</u>

4. Receivables

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

	Accounts	Taxes and Related Accrued Interest	Due From Other Governments	Other	Total
Governmental Activities:					
General	\$ 1,907,012	\$ 4,208,819	\$ 1,780,357	\$ 269,953	\$ 8,166,141
Other Governmental	21,468	238,186	63,746	-	323,400
Total Receivables	<u>1,928,480</u>	<u>4,447,005</u>	<u>1,844,103</u>	<u>269,953</u>	<u>8,489,541</u>
Allowance for Doubtful Accounts	-	(770,000)	-	-	(770,000)
Total Governmental Activities	<u>\$ 1,928,480</u>	<u>\$ 3,677,005</u>	<u>\$ 1,844,103</u>	<u>\$ 269,953</u>	<u>\$ 7,719,541</u>
Business-type Activities					
Landfill	\$ 57,863	\$ 1,339,380	\$ -	\$ -	\$ 1,397,243
Water and Sewer District	405,644	-	-	-	405,644
Total Receivables	<u>463,507</u>	<u>1,339,380</u>	<u>-</u>	<u>-</u>	<u>1,802,887</u>
Allowance for Doubtful Accounts	(75,345)	(380,000)	-	-	(455,345)
Total Business-type Activities	<u>\$ 388,162</u>	<u>\$ 959,380</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,347,542</u>

The due from other governments that is owed to the County consist of the following:

Local Option Sales Tax	\$ 1,162,618
State or Federal Grant	681,485
	<u>\$ 1,844,103</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

5. Capital Assets

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

	Beginning Balances	Increases	Decreases	Ending Balances
Primary Government				
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 363,460	\$ -	\$ -	\$ 363,460
Total Capital Assets not Being Depreciated:	<u>363,460</u>	<u>-</u>	<u>-</u>	<u>363,460</u>
Capital Assets Being Depreciated:				
Buildings	8,140,439	2,020	-	8,142,459
Improvements	3,238,420	29,698	-	3,268,118
Equipment	7,365,216	215,556	-	7,580,772
Vehicles and Motor Equipment	4,426,498	391,816	(211,999)	4,606,315
Total Capital Assets Being Depreciated:	<u>23,170,573</u>	<u>639,090</u>	<u>(211,999)</u>	<u>23,597,664</u>
Less Accumulated Depreciation				
Buildings	4,068,426	106,891	-	4,175,317
Improvements	367,479	40,590	-	408,069
Equipment	4,492,270	223,685	-	4,715,955
Vehicles and Motor Equipment	3,681,093	38,874	(77,748)	3,642,219
Total Accumulated Depreciation	<u>12,609,268</u>	<u>\$ 410,040</u>	<u>\$ (77,748)</u>	<u>12,941,560</u>
Total Capital Assets Being Depreciated, net	<u>10,561,305</u>			<u>10,656,104</u>
Governmental Activity Capital Assets, net	<u>\$ 10,924,765</u>			<u>\$ 11,019,564</u>

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

General Government	\$ 92,289
Public Safety	202,351
Economic and Physical Development	-
Human Services	93,517
Cultural and Recreational	21,883
Total Depreciation Expense	<u>\$ 410,040</u>

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type Activities:				
Solid Waste				
Capital Assets not Being Depreciated:				
Land	\$ 386,438	\$ -	\$ -	\$ 386,438
Total Capital Assets not Being Depreciated:	<u>386,438</u>	<u>-</u>	<u>-</u>	<u>386,438</u>
Capital Assets Being Depreciated:				
Buildings	2,477,022	-	-	2,477,022
Equipment	1,024,285	41,504	(33,975)	1,031,814
Vehicles and Motor Equipment	776,274	-	-	776,274
Total Capital Assets Being Depreciated:	<u>4,277,581</u>	<u>41,504</u>	<u>(33,975)</u>	<u>4,285,110</u>
Less Accumulated Depreciation				
Buildings	1,312,136	56,526	-	1,368,662
Equipment	796,514	16,344	(33,975)	778,883
Vehicles and Motor Equipment	698,924	-	-	698,924
Total Accumulated Depreciation	<u>2,807,574</u>	<u>\$ 72,870</u>	<u>\$ (33,975)</u>	<u>2,846,469</u>
Total Capital Assets Being Depreciated, net	<u>1,470,007</u>			<u>1,438,641</u>
Solid Waste Capital Assets, Net	<u>\$ 1,856,445</u>			<u>\$ 1,825,079</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

	Beginning Balances	Increases	Decreases	Ending Balances
Water District				
Capital Assets not Being Depreciated:				
Land	\$ 454,855	\$ -	\$ -	\$ 454,855
Construction in Progress	4,622,881	1,109,175	(5,732,056)	-
Total Capital Assets not Being Depreciated:	5,077,736	1,109,175	(5,732,056)	454,855
Capital Assets Being Depreciated:				
Plant and Distribution Systems	26,193,226	5,732,056	-	31,925,282
Equipment	195,439	72,339	-	267,778
Vehicles and Motor Equipment	399,516	20,628	-	420,144
Total Capital Assets Being Depreciated:	26,788,181	5,825,023	-	32,613,204
Less Accumulated Depreciation				
Plant and Distribution Systems	6,342,994	414,275	-	6,757,269
Equipment	180,676	7,359	-	188,035
Vehicles and Motor Equipment	351,331	23,312	-	374,643
Total Accumulated Depreciation	6,875,001	\$ 444,946	\$ -	7,319,947
Total Capital Assets Being Depreciated, net	19,913,180			25,293,257
Water District Capital Assets, Net	\$ 24,990,916			\$ 25,748,112
Hospital Rental Fund				
Capital Assets not Being Depreciated:				
Land and Land Improvements	\$ 140,188	\$ -	\$ -	\$ 140,188
Capital Assets Being Depreciated:				
Buildings and Fixed Equipment	* 8,517,122	-	-	8,517,122
Major Moveable Equipment	-	-	-	-
Assets Under Capital Leases	-	-	-	-
Total Capital Assets Being Depreciated:	8,517,122	-	-	8,517,122
Less Accumulated Depreciation and Amortization *	6,910,651	245,982	-	7,156,633
Total Capital Assets Being Depreciated, net	1,606,471	(245,982)	-	1,360,489
Hospital Capital Assets, Net	1,746,659	\$ (245,982)	\$ -	1,500,677
Business-type Activities Capital Assets, Net	\$ 28,594,020			\$ 29,073,868

*=Beginning amounts were adjusted due to prior period adjustment.

B. Liabilities

1. Payables

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

	Vendors	Salaries and Benefits	Accrued Interest	Other	Total
Governmental Activities:					
General	\$ 3,091,575	\$ 246,045	\$ 128,180	\$ 14,848	\$ 3,480,648
Other Governmental	63,681	3,233	-	-	66,914
Total Governmental Activities	\$ 3,155,256	\$ 249,278	\$ 128,180	\$ 14,848	\$ 3,547,562
Business-type Activities					
Landfill	\$ 67,539	\$ 20,259	\$ 1,709	\$ -	\$ 89,507
Water and Sewer District	47,370	22,531	116,241	-	186,142
Hospital Rental Fund	-	-	-	-	-
Total Business-type Activities	\$ 114,909	\$ 42,790	\$ 117,950	\$ -	\$ 275,649

Pension Plan Obligations and Other Postemployment Obligations

1. Local Governmental Employees' Retirement System

Plan Description - Bladen County contributes to the statewide Local Government 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 7.05% and 6.98%, respectively, of annual covered payroll. The contribution requirements of members and of Bladen 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, 2013, 2012, and 2011 were \$876,893, \$870,622, and \$787,955, respectively.

2. Law Enforcement Officers' Special Separation Allowance

Plan Description - Bladen 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 provision to the North Carolina General Assembly. The County has made no contributions to this plan.

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

Retirees receiving benefits	4
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	<u>50</u>
Total	<u>54</u>

A separate report was not issued for the plan.

Summary of Significant Accounting Policies

Basis of Accounting - Financial statements for the Separation Allowance are prepared using the accrual basis of accounting. Employer contributions to the plan are recognized when due and when the County has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - No valuing method is used, due to no investments at year-end.

Contributions - The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts on a pay as you go basis through appropriations through the general fund. During the year ended June 30, 2013, the County paid benefits of \$38,067 directly to retirees and contributed \$0, or 0% of annual covered payroll into the plan. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are paid by the general fund. Although the County has chosen the pay as you go basis, it does maintain actuarial valuations that state what should be contributed now to cover benefits.

The annual required contribution for the current year was determined as part of the December 31, 2012 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 5.00% investment rate of return (net of administrative expenses) and (b) projected salary increases of 4.25 to 7.85% per year. Both (a) and (b) included on inflation component of 3.0%. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

December 31, 2012 was 18 years.

The County's annual pension cost and net obligation to the Separation Allowance for the current year were as follows:

Employer annual required contribution	\$	77,637
Interest on net pension obligation		25,301
Adjustment to annual required contribution		(31,491)
Annual pension cost		<u>71,447</u>
Employer benefits paid		<u>38,067</u>
Increase (decrease) in net pension obligation		33,380
Net pension obligation beginning of year		<u>506,025</u>
Net pension obligation end of year	\$	<u><u>539,405</u></u>

3 Year Trend Information:

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage APC Contributed	Net Pension Obligation
6/30/2011	\$ 73,044	52.45%	\$ 484,031
6/30/2012	67,811	67.57%	506,025
6/30/2013	71,447	53.28%	539,405

Funding Status and Funding Progress

As of December 31 2012, the most recent actuarial valuation date, the plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$678,359, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$678,359. The covered payroll (annual payroll of active employees covered by the plan) was \$1,839,185, and the ratio of the UAAL to the covered payroll was 36.88 percent.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

3. 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 Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy - Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to five percent of each officers salary, and all amounts contributed are vested immediately. Also, the law enforcement officers and other employees may make voluntary contributions to the plan. Contributions for the year ended June 30, 2013 were \$216,235, which consisted of \$92,612 from the County and \$123,623 from the law enforcement officers and other employees.

4. Register of Deeds' Supplemental Pension Fund

Plan Description - Bladen County also contributes to the Register of Deeds' Supplemental Pension Fund (Fund), a noncontributory, defined contribution plan administered by the North Carolina Department of State Treasurer. The Fund provides supplemental pension benefits to any eligible county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Register of Deeds' Supplemental Pension Fund is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes 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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy - On a monthly basis, the County remits to the Department of State Treasurer an amount equal to one and one half percent (1.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety-three percent (93%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining seven percent (7%) of the Fund's assets may be used by the State Treasurer in administering the Fund. For the fiscal year ended June 30, 2013, the County's required and actual contributions were \$7,007.

Healthcare Benefits and Other Postemployment Benefits

Healthcare Benefits

Plan Description. The postemployment healthcare benefits are provided through a cost-sharing multiple-employer defined benefit plan administered by the Executive Administrator and the Board of Trustees of the Comprehensive Major Medical Plan (the Plan). The Executive Administrator and the Board of Trustees of the Plan establishes premium rates except as may be established by the General Assembly in an appropriation act. The Plan's benefit and contribution provisions are established by Chapter 135-7, Article 1, and Chapter 135, Article 3 of the General Statutes and may be amended only by the North Carolina General Assembly. By General Statute, the Plan accumulates contributions from employers and any earnings on those contributions in the Retiree Health Benefit Fund. These assets shall be used to provide health benefits to retired and disabled employees and their applicable beneficiaries. These contributions are irrevocable. Also by law, these assets are not subject to the claims of creditors of the employers making contributions to the Plan.

The State of North Carolina issues a publicly available financial report that includes financial statements and required supplementary information for the State's Comprehensive Major Medical Plan (also, referred to as the State Health Plan). An electronic version of this report is available by accessing the North Carolina Office of the State Controller's Internet home page <http://www.ncosc.net/> and clicking on "Financial Reports", or by calling the State Controller's Financial Reporting Section at (919) 981-5454.

Funding Policy. The Comprehensive Major Medical Plan is administered by the Executive Administrator and Board of Trustees of the Plan, which establish premium rates except as may be established by the General Assembly in an appropriation act. The healthcare benefits for retired and disabled employees are the same as for active employees, except that the coverage becomes secondary when former employees become eligible for Medicare. Effective August 1, 1992 County employees other than Bladen County Hospital employees retiring with unreduced retirement benefits, with reduced benefits, or with five or more years of service retiring with disability, may continue their coverage in the county's group health and life insurance program. The premiums for individual group health and life coverage shall be paid by the County until age of disqualification if 50% or more of the qualifying years of service was dedicated to Bladen County. Premiums for dependent group health must be paid by the individual.

Contributions are determined as a percentage of covered monthly payroll. Annually, the monthly contribution rates to the Plan, which are intended to finance benefits and administrative expenses on a pay-as-you-go basis, are determined by the General Assembly in the Appropriations Bill. For the fiscal years ended June 30, 2013 the County paid all annual required contributions to the Plan for postemployment healthcare benefits of \$613,884 respectively. For the County, the current rate for employees not engaged in law enforcement and for law enforcement officers is 5.0% and 5.0%, respectively, of annual covered payroll.

Other Employment Benefits

The County has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, State administered, cost-sharing plan funded on a one year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 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. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount. The County considers these contributions immaterial.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Deferred Outflow and Inflows of Resources

The amount of deferred outflows of resources is a charge of refunding of debt of \$658,005.

	Unavailable Revenue	Unearned Revenue
Prepaid taxes not yet earned(General)	\$ -	\$ 160,825
Taxes receivable, net(General)	3,438,819	-
Prepaid taxes not yet earned(Special Revenue)	-	-
Taxes receivable, net(Special Revenue)	238,186	-
Total	<u>\$ 3,677,005</u>	<u>\$ 160,825</u>

Risk Management

The County is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in three self-funded risk-financing pools administered by the North Carolina Association of County Commissioners. Through these pools, the County obtains property coverage equal to replacement cost values of owned property subject to a limit of \$125.5 million for any one occurrence, general, auto, professional, and employment practices liability coverage of \$2 million per occurrence, auto physical damage coverage for owned autos at actual cash value, crime coverage of \$250,000 per occurrence, workers' compensation coverage up to the statutory limits, and health and dental insurance for county employees. The pools are audited annually by certified public accountants, and the audited financial statements are available to the County upon request. Two of the pools are reinsured through a multi-state public entity captive for single occurrence losses in excess of \$500,000 up to a \$2 million limit for liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property, auto physical damage, and crime coverage, and single occurrence losses of \$350,000 for workers' compensation. For health and dental insurance, the county is reinsured through the Pool for individual losses in excess of \$50,000 and aggregate annual losses in excess of 115% of expected claims. The pool is reinsured through commercial carrier for individual losses in excess of \$100,000.

In accordance with G.S. 159-29, the County's employees that have access to \$100 or more at any given time of the County's funds are performance bonded through a commercial surety bond. The finance officer, register of deeds, sheriff and tax collector are each individually bonded for \$100,000, \$50,000, \$25,000 and \$100,000 respectively.

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. Flood insurance is obtained for property located within a flood plain.

Contingent Liabilities

At June 30, 2013, the County was a defendant to various lawsuits. In the opinion of County's management and the County Attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position.

Long-Term Obligations

Installment Purchases

Serviced by the Governmental Type Activities

BB&T dated August 25, 2008 in the amount of \$2,100,000 for the installment purchase of county wide radio system in 10 annual payments of \$247,654 including interest at 3.87%. Final payment due August 2017. Balance at June 30, 2013 is \$1,106,549.

BB&T dated November 28, 2012 in the amount of \$270,000 for installment purchase of three Ford Taurus, five Ford Explorers and a van payable in 3 annual payments of \$91,334 including interest at 1.49%. Final payment due November 2014. Balance at June 30, 2013 is \$178,650.

USDA dated December 20, 2010 in the amount of \$550,000 for installment purchase of constructing the EMS building in 2 annual payments of \$39,584 including interest at 0.0%. The first payment is due December 2011. Then 17 remaining annual payments of \$39,584 plus interest of 4.375% of the outstanding balance. Final payment due December 2030. Balance at June 30, 2013 is \$470,832.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Bank of America dated September 25, 2008 in the amount of \$1,335,342 for installment purchase of energy savings equipment system. Payments beginning Feb 2009 with 12 monthly payments of 9,684, then 12 monthly payments of \$8,490, then 12 payments of 8,745, then 12 monthly payments of \$9,007, then 12 monthly payments of 9,278, then 12 monthly payments of 9,556, then 12 monthly payments of \$9,842, then 12 monthly payments of \$10,138, then 12 monthly payments of \$10,442, then 12 monthly payments of \$10,755, then 12 monthly payments of \$11,078, then 12 monthly payments of \$11,411, then 12 monthly payments of \$22,753, then 12 monthly payments of \$12,106, then 12 monthly payments of \$12,469 all payments include interest at 4.15%. Final payment due January 2024. Balance at June 30, 2013 is \$1,102,308.

BB&T dated August 30, 2011 in the amount of \$227,815 for installment purchase of 10 Ford Crown Victorias and related equipment. Payments begin August 30, 2011 with 3 annual installments of \$77,214 with interest at 1.69%. Final payment due August 30, 2013. Balance at June 30, 2013 is \$75,931.

BB&T dated May 23, 2012 in the amount of \$196,850 for installment purchase of (2) 2012 Miller Medic Ambulances. Payments begin May 23, 2012 with 3 annual installments of \$66,589 with interest at 1.69%. Final payment due May 23, 2014. Balance at June 30, 2013 is \$65,612.

Serviced by the Business Type Activities

Serviced by the Solid Waste Fund

BB&T dated October 19, 2011 in the amount of \$157,181 for installment purchase of a Caterpillar 924H Loader. Payments begin October 19, 2011 with annual installments of \$40,288 with interest at 1.69%. Final payment is due November 19, 2014. Balance at June 30, 2013 is \$78,580.

Serviced by the Water District

BB&T dated February 16, 2012 in the amount of \$620,000 for installment purchase of Bay Tree Utility System. Payments begin February 16, 2012 with 20 annual installments of \$43,485 with interest at 3.89%. Final payment is due February 16, 2031. Balance at June 30, 2013 is \$555,456.

USDA dated January 1, 2010 in the amount of \$593,000 for additional financing for the expansion of the water service. Terms are 40 annual payments of \$29,965 each January including interest at 4.00%. Final payment due January 2050. Balance at June 30, 2013 is \$573,506.

Serviced by the Hospital Rental Fund

Notes payable collateralized by Hospital building improvements, interest at 3.65%, and payable in fixed principal payments of \$13,197 through 2011 and fixed principal payments of \$5,424 through 2019. Balance at June 30, 2013 was \$428,468.

For Bladen County, the future minimum payments as of June 30, 2013 are as follows:

Year Ending 30-Jun	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2014	\$ 522,278	\$ 395,827	\$ 124,811	\$ 111,842
2015	397,148	322,009	126,544	97,529
2016	322,960	289,051	112,627	83,866
2017	339,513	253,483	97,518	70,902
2018	356,842	214,651	98,789	57,265
2019-2023	736,180	500,061	292,439	155,532
2024-2028	245,064	94,686	229,505	40,137
2029-2033	79,897	5,683	189,453	5,683
2034-2038	-	-	83,369	-
2039-2043	-	-	101,431	-
2044-2048	-	-	123,407	-
2049-2053	-	-	56,117	-
Total	\$ 2,999,882	\$ 2,075,451	\$ 1,636,010	\$ 622,756

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

General Obligation Indebtedness

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

In addition to the general obligation bonds described above, the County has issued one other special obligation bond to finance a solid waste transfer station.

The County's general obligation bonds payable at June 30, 2013 are comprised of the following individual issues:

Serviced by the County's General Fund:

\$25,000,000 November 2004 refunding School bond payment interest payments every six months at an annual rate of 5.6%. Principle payments are made by May of each year at increasing payment amounts; final payment is due May 1, 2014. Due to the nature of this debt for noncounty owned property, this is not considered capital debt. \$ 1,510,000

\$1,523,700 September 2011 Qualified School Construction Bonds due in annual installments varying from \$183,402 to \$107,034; interest at 1.53%. 1,422,120

\$10,880,000 October 2012 refunding School Bond due in annual payments varying from \$105,000 to \$1,730,000 with interest at 1.63%. Final payment is due May 2021. Due to the nature of this debt for noncounty owned property, this is not considered capital debt. \$ 10,775,000
13,707,120

Serviced by the Bladen County Water District:

\$9,280,000 October 2012 general obligation refunding water bonds due annually in June beginning in 2013. Payments vary from \$105,000 to \$455,000 with interest averaging 3.7%. Final payment is due June 2041. \$ 8,825,000
8,825,000

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

Year Ending 30-Jun	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2014	\$ 1,811,580	\$ 283,986	\$ 275,000	\$ 334,637
2015	1,831,580	224,481	290,000	326,387
2016	1,816,580	205,186	290,000	317,687
2017	1,746,580	182,580	310,000	306,087
2018	1,686,580	157,386	315,000	293,687
2019-2023	4,407,900	344,529	1,690,000	1,272,438
2024-2028	406,320	54,548	1,885,000	919,238
2029-2033	-	-	1,760,000	563,312
2034-2038	-	-	1,365,000	251,625
2039-2043	-	-	645,000	44,800
Total	\$ <u>13,707,120</u>	\$ <u>1,452,696</u>	\$ <u>8,825,000</u>	\$ <u>4,629,898</u>

Revenue Bonds

5,991,000 January 2013 water revenue bonds due annually in June; interest at 2.5%. Payments vary from \$96,000 to \$241,000 with final payment due June 2052. \$ 5,991,000

\$4,496,000 November 2010 water revenue bonds due in interest only payments for years 2011 and 2012 at 2.25%. Then annual payments will be varying each year, but averaging \$177,000 including interest at 2.25%. Final payment is expected June 2050. 4,325,813
\$ 10,316,813

Annual debt service requirements to maturity for the Water District's revenue bonds are as follows:

Year Ending 30-Jun	Business Type Activities	
	Principal	Interest
2014	\$ 78,000	\$ 249,226
2015	176,000	247,471
2016	180,000	243,271
2017	184,000	238,973
2018	189,000	234,581
2019-2023	1,013,000	1,103,087
2024-2028	1,139,000	976,307
2029-2033	1,283,000	833,508
2034-2038	1,445,000	672,713
2039-2043	1,624,000	491,575
2044-2048	1,829,000	287,858
2049-2053	1,176,813	70,340
Total	10,316,813	\$ 5,648,910
Unamortized Premiums	582,464	
Net Carrying Value	\$ <u>10,899,277</u>	

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

The County is in compliance with the covenants as to rates, fees and charges in Section 5.01 of the Bond Orders, authorizing the issuance of the Water District Revenue Bonds, Series 2010 (\$4,496,000) and 2012 (\$5,991,000). Sections 5.01(a) of the Bond Orders require the debt service coverage ratio to be no less than 110%. The debt service coverage ratio calculation for the year ended June 30, 2013, is as follows:

Operating revenues	\$ 2,003,508
Operating expenses*	<u>1,063,874</u>
Operating income	939,634
Nonoperating revenues(expenses)**	<u>(475,426)</u>
Income available for debt service	464,208
Debt service, principal and interest paid (Revenue bond only)	223,364
Debt service coverage ratio	208%

* Per rate covenants, this does not include the depreciation expense of \$444,946.

** Per rate covenants, this does not include revenue bond interest paid of \$155,083.

The County has pledged future water customer revenues, net of specified operating expenses, to repay \$10,487,000 in water system revenue bonds issued in November 2010 (\$4,496,000) and January 2013(\$5,991,000). Proceeds from the bonds provided financing for the expansion of the water system in two different phases. The bonds are payable solely from water customer net revenues and are payable through 2050 and 2052, respectively. Annual principal and interest payments on the bonds are expected to require 50 percent of net revenues. The total principal and interest remaining to be paid on the bonds is \$15,965,723. Principal and interest paid for the current year and total customer net revenues were \$223,364 and \$464,208, respectively.

At June 30, 2013, Bladen County had no bonds authorized and had a legal debt margin of \$195,093,777.

Advance Refunding

On October 24, 2012, the County issued \$10,880,000 of general obligation advance refunding bonds to provide resources to purchase U.S. Government securities that were placed in an irrevocable trust for to be used for all future debt service payments of \$10,125,000 of general obligation bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$608,506. This amount is being netted against the new debt and amortized over the life of the refunded debt, which is shorter than the life of the new debt issued. This advance refunding was undertaken to reduce total debt service payments over the next 8 years by \$633,674 and resulted in an economic gain of \$594,713.

On June 28, 2013, the County issued \$9,280,000 of general obligation current refunding bonds to provide resources to purchase U.S. Government securities that were placed in an irrevocable trust to be used for all future debt service payments of \$9,492,500 of general obligation bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$187,823. This amount is being netted against the new debt and amortized over the life of the refunded debt, which is shorter than the life of the new debt issued. This advance refunding was undertaken to reduce total debt service payments over the next 28 years by \$2,358,127 and resulted in an economic gain of \$1,631,645.

Debt Related to Capital Activities

Of the total Governmental Activities debt listed above, \$12,285,000 relates to assets the County does not hold title to.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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, 2013:

	Balance July 1, 2012	Increases	Decreases	Unamortized Premiums	Balance June 30, 2013	Current Portion
Governmental Activities:						
General Obligation Debt	\$ 14,618,700	\$ 10,880,000	\$ (11,791,580)	\$ -	\$ 13,707,120	\$ 1,811,580
Capitalized Leases	12,068	-	(12,068)	-	-	-
Installment Purchases	3,499,985	270,000	(770,103)	-	2,999,882	522,278
Net Pension Obligation	506,025	71,447	(38,067)	-	539,405	-
*Compensated Absences	976,151	653,609	(546,899)	-	1,082,861	653,609
Total Governmental Activities	\$ 19,612,929	\$ 11,875,056	\$ (13,158,717)	\$ -	\$ 18,329,268	\$ 2,987,467

*The General Fund, Industrial Fund, Reassessment Fund, Emergency Telephone Fund are used to liquidate the liability for compensated absences for governmental activities.

	Balance July 1, 2012	Increases	Decreases	Unamortized Premiums	Balance June 30, 2013	Current Portion
Business-Type Activities:						
Solid Waste						
*Compensated Absences	\$ 25,292	\$ 17,745	\$ (17,899)	\$ -	\$ 25,138	\$ 13,448
Installment Purchases	116,893	-	(38,313)	-	78,580	30,823
Total Solid Waste	142,185	17,745	(56,212)	-	103,718	44,271
Water District						
General Obligation Debt	14,002,500	9,280,000	(14,457,500)	-	8,825,000	275,000
Revenue Bonds	4,394,094	5,991,000	(68,281)	582,464	10,899,277	78,000
Installment Purchases	1,156,763	-	(27,801)	-	1,128,962	28,905
*Compensated Absences	25,055	23,610	(15,397)	-	33,268	18,119
Total Water District	19,578,412	15,294,610	(14,568,979)	582,464	20,886,507	400,024
Hospital Rental Fund						
Installment Purchases	493,552	-	(65,084)	-	428,468	65,083
Total Hospital	493,552	-	(65,084)	-	428,468	65,083
Total Business-Type Activities	\$ 20,214,149	\$ 15,312,355	\$ (14,690,275)	\$ 582,464	\$ 21,418,693	\$ 509,378

*The Solid Waste Fund, Water District and the Hospital are used to liquidate the liability for compensated absences for governmental activities.

Interfund Activity

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

	From	To
<u>General Fund</u>		
2 General Area Fire District	\$ 50,000	\$ -
2 Emergency Telephone System Fund	13,082	-
1 Water Capital Project	1,480,965	-
1 Water Fund	205,678	-
<u>Special Revenue Fund</u>		
General Area Fire District		
2 General Fund	-	50,000
2 Emergency Telephone System Fund	-	13,082
General Fund	-	13,082
<u>Enterprise Fund</u>		
1 Capital Project Fund	-	1,480,965
1 Water Fund	-	205,678
Total Transfers From/To Other Funds	\$ 1,749,725	\$ 1,749,725

- 1 Transfers were made to repay previous years payments for meeting the cash flow needs of the project.
- 2 Transfer was made to reimburse General Fund for public safety expenditures.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Fund Balance

Total Fund Balance - General Fund	\$16,220,206
Less:	
Stabilization by State Statute	3,153,136
Public Safety	76,390
4-H	125,877
Unspent Loan Proceeds	127,295
Tax Revaluation	680,947
Appropriated Fund Balance in 2013-2014 Budget	1,885,186
Remaining Fund Balance	10,171,375

NOTE 4: Joint Ventures

The County, in conjunction with the State of North Carolina and the Bladen County Board of Education, participates in a joint venture to operate Bladen Community College. Each of the three participants appoints four members of the thirteen-member board of trustees of the community college. The president of the community college's student government serves as an ex officio nonvoting member of the community college's board of trustees. The community college is included as a component unit of the State. The county has the basic responsibility for providing funding for the facilities of the community college and also provides some financial support for the community college's operations. The County contributed \$731,541, \$0 and \$5,000 to the community college for operating, capital and scholarship purposes, respectively, during the fiscal year ending June 30, 2013. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2013. Complete financial statements for the community college may be obtained from the community college's administrative offices at P.O. Box 266, Dublin, NC 28332.

Jointly Governed Organization

Bladen County appoints one member, out of a total of thirteen members, to the Lower Cape Fear Water and Sewer Authority Board (Authority). Four other counties and one municipality appoint the other board members. The authority exists to provide water to various entities. Its revenues are derived from water sales. Bladen County has no ongoing financial interest or responsibility for the authority.

The County, in conjunction with three other counties and twenty-one municipalities, established the Lumber River 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 Council is a self-sufficient organization because its members' dues represent a small portion of its total revenues. The County paid membership fees of \$15,391 to the Council during the fiscal year ended June 30, 2013. The County was the sub recipient of a grant for \$352,096 from the U.S. Department of Health and Human Services and the Division of Aging of the North Carolina Department of Human Resources that was passed through the council. The County paid the COG \$55,320 in fees associated with the Communities Development Block Grants.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

NOTE 5: Benefit Payments Issued by the State

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

	<u>Federal</u>	<u>State</u>
Medicaid	\$ 40,828,236	\$ 23,139,427
TANF and Work First Benefits	567,360	-
WIC	704,878	-
Adoption Assistance	112,950	29,782
IV-E Foster Care	5,424	1,732
CWS Adoption Subsidy	-	38,469
State Foster Home	-	527
Adult Special Assistance	-	483,170
	<u>\$ 42,218,848</u>	<u>\$ 23,693,107</u>

NOTE 6: 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.

NOTE 7: Revenue – Governmental Fund

During the year the Bladen County Board of Education donated the land and building of the Tar Heel school facilities to Bladen County. The County then obtained financing to make improvements to the facilities and has leased the facilities back to the Board of Education for the length of the financing agreement at a lease payment equal to the principle portion of the required payment. The County pays the interest portion and is refunded that amount under terms of the Qualified School Construction Bond. The property was valued at \$1,403,977. Future minimum lease payments are as follows based on the amortization of the debt:

<u>Year Ending</u> <u>30-Jun</u>	<u>Principal</u>
2014	\$ 101,580
2015	101,580
2016	101,580
2017	101,580
2018	101,580
2019-2023	507,900
2024-2028	406,320
	<u>\$ 1,422,120</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Revenue – Enterprise Fund

Under terms of the operating agreement with Cumberland County Hospital System, Inc., doing business as Cape Fear Valley Health System (CFVHS) to operate the Bladen County Hospital, CFVHS exercised the option to purchase all remaining assets and assumption of all remaining liabilities with the exception of the original hospital land and building and the related debt. The terms of the debt were more favorable as is, CFVHS is continuing the lease agreement based on the terms of the debt. Future minimum lease payments are as follows based on the amortization of the debt:

Year Ending 30-Jun	Principal	Interest	Total Rent
2014	\$ 65,084	\$ 14,550	\$ 79,634
2015	65,084	12,175	77,259
2016	65,084	9,799	74,883
2017	65,084	7,424	72,508
2018	65,084	5,048	70,132
2019-2023	103,048	3,133	106,181
	<u>\$ 428,468</u>	<u>\$ 52,129</u>	<u>\$ 480,597</u>

NOTE 8: Change in Accounting Principles/Restatement

The County implemented Governmental Accounting Standards Board (GASB) Statement 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and Statement 65, *Items Previously reported as Assets and Liabilities*, in the fiscal year ending June 30, 2013. In accordance with GASB Statement 63, the Statement of Net Assets has been replaced with the Statement of Net Position. Items on the Statement of Net Position are now classified into Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position. Additionally, GASB Statement 65 requires that deferred costs from the refunding of debt, which were previously deferred and amortized, be presented as deferred outflows of resources.

NOTE 9: Net Assets and Fixed Assets Restated

Net assets and fixed assets were increased by \$895,671 to reflect the correction of posting the sale of certain assets in the prior year.

Required Supplementary Financial Data

The section contains additional statements required by Generally Accepted Accounting Principals

Law Enforcement Officers' Special Separation Allowance
Schedule of Funding Progress

Law Enforcement Officers' Special Separation Allowance
Schedule of Employer Contributions

Law Enforcement Officers' Special Separation Allowance
Notes to the Required Schedules

Bladen County, North Carolina
Law Enforcement Officers' Special Separation Allowance
Required Supplementary Information
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Projected Unit Credit (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b - a)/c)
12/31/2006	\$ -	\$ 287,143	\$ 287,143	0.0%	\$ 1,539,225	18.66%
12/31/2007	-	338,531	338,531	0.0%	1,682,283	20.12%
12/31/2008	-	367,284	367,284	0.0%	1,964,621	18.69%
12/31/2009	-	586,128	586,128	0.0%	2,057,212	28.49%
12/31/2010	-	604,914	604,914	0.0%	1,765,361	34.27%
12/31/2011	-	628,244	628,244	0.0%	1,892,314	33.20%
12/31/2012	-	678,359	678,359	0.0%	1,839,185	36.88%

Bladen County, North Carolina
Law Enforcement Officers' Special Separation Allowance
Required Supplementary Information
Schedule of Employer Contributions

Year Ended June 30,	Annual Required Contribution	Percentage Contributed	Net Pension Obligation End of Year
2011	73,044	52.45%	484,031
2012	67,811	67.57%	506,025
2013	71,447	53.28%	539,405

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	12/31/2012
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Percent of Pay Closed
Remaining Amortization Period	18 Years
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return	5.00%
Projected Salary Increases	4.25-7.85%
Includes Inflation at	3.00%
Cost of Living Adjustments	None

Combining and Individual Fund Statements and Schedules

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Revenues:			
Ad Valorem Taxes:			
Taxes		\$ 19,130,812	
Penalties and Interest		384,775	
Total	\$ 18,514,409	19,515,587	\$ 1,001,178
Local Option Sales Taxes:			
Article 39		1,557,979	
Article 40		1,717,945	
Article 42		956,201	
Article 44		(284)	
Total	3,737,305	4,231,841	494,536
Other Taxes and Licenses:			
Privilege Licenses		2,787	
Real Estate Transaction Tax		104,636	
Total	95,623	107,423	11,800
Restricted Intergovernmental:			
State and Federal Grants		8,223,096	
ABC Tax		4,754	
Facilities Fees		47,560	
Total	7,914,630	8,275,410	360,780
Permits and Fees:			
Building Permits and Inspection Fees		134,712	
Other Permits		13,536	
Register of Deeds		124,217	
Gun Permits		7,195	
Total	262,490	279,660	17,170
Sales and Services:			
Rent and Concessions		517,708	
Jail and Inmate Fees		57,846	
Administrative Fees		150,000	
Fees - Health Department		1,121,868	
Data Processing, Mapping, Tax Notices		19,752	
Recreation Fees		45,540	
Court Costs, Fees & Charges		69,468	
Miscellaneous Fees		62,942	
Library Fines, Fees, Contributions		21,001	
Environmental Health Fees		30,538	
Soil Conservation - Ad Sales		3,925	
Billing for EMS		2,483,847	
Economic Development Reimbursements		45,628	
Motor Pool Reimbursements		185,679	

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

	Budget	Actual	Positive (Negative)
Sheriff Reimbursements		398,214	
Total	5,409,294	5,213,956	(195,338)
Investment Earnings	15,100	16,638	1,538
Miscellaneous:			
Sale of Assets/Insurance Claims		91,259	
VIPER Payments		46,151	
Miscellaneous		686,283	
Total	178,638	823,693	645,055
 TOTAL REVENUES	 36,127,489	 38,464,208	 2,336,719
Expenditures:			
General Government:			
Governing Body:			
Salaries		81,624	
Employee Benefits		10,603	
Capital Outlay		-	
Insurance and Bonds		640,482	
Other Operating Expenditures		227,595	
Special Appropriation		59,641	
Total	1,028,093	1,019,945	8,148
Administration:			
Salaries		135,514	
Employee Benefits		35,666	
Capital Outlay		-	
Other Operating Expenditures		12,949	
Total	190,286	184,129	6,157
Personnel & Workplace Safety:			
Salaries		93,480	
Employee Benefits		29,586	
Capital Outlay		-	
Other Operating Expenditures		11,938	
Total	137,185	135,004	2,181
Planning and Community Development:			
Salaries		70,906	
Employee Benefits		21,339	
Capital Outlay		-	
Other Operating Expenditures		3,799	
Total	97,883	96,044	1,839

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Elections:			
Salaries		115,009	
Employee Benefits		37,973	
Capital Outlay		-	
Contracted Services		90,422	
Other Operating Expenditures		57,046	
Total	<u>303,093</u>	<u>300,450</u>	<u>2,643</u>
Finance:			
Salaries		198,621	
Employee Benefits		62,452	
Capital Outlay		3,966	
Other Operating Expenditures		55,015	
Total	<u>340,203</u>	<u>320,054</u>	<u>20,149</u>
Taxes:			
Salaries		224,374	
Employee Benefits		70,186	
Capital Outlay		-	
Other Operating Expenditures		101,484	
Professional Services		-	
Contracted Services		45,387	
Total	<u>464,178</u>	<u>441,431</u>	<u>22,747</u>
Data Processing:			
Salaries		49,426	
Employee Benefits		15,291	
Capital Outlay		27,095	
Other Operating Expenditures		74,999	
Total	<u>154,324</u>	<u>166,811</u>	<u>(12,487)</u>
Mapping:			
Salaries		35,148	
Employee Benefits		14,203	
Capital Outlay		-	
Other Operating Expenditures		36,136	
Total	<u>86,139</u>	<u>85,487</u>	<u>652</u>
Register of Deeds:			
Salaries		133,216	
Employee Benefits		44,996	
Capital Outlay		6,849	
Other Operating Expenditures		131,612	
Total	<u>314,992</u>	<u>316,673</u>	<u>(1,681)</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Operational Services:			
Central Services and Administration:			
Salaries		161,723	
Employee Benefits		55,330	
Capital Outlay		53,369	
Other Operating Expenditures		382,482	
Contracted Services		43,079	
Total	<u>736,976</u>	<u>695,983</u>	<u>40,993</u>
		695,983	
Court Facilities:			
Capital Outlay		22,629	
Other Operating Expenditures		5,607	
Total	<u>67,729</u>	<u>28,236</u>	<u>39,493</u>
Central Services - Vehicle Maintenance:			
Salaries		67,437	
Employee Benefits		22,934	
Capital Outlay		-	
Other Operating Expenditures		635,401	
Total	<u>749,303</u>	<u>725,772</u>	<u>23,531</u>
Housekeeping:			
Salaries		146,383	
Employee Benefits		66,077	
Capital Outlay		-	
Other Operating Expenditures		31,075	
Total	<u>243,781</u>	<u>243,535</u>	<u>246</u>
Total General Government	<u>4,914,165</u>	<u>4,759,554</u>	<u>154,611</u>
Public Safety:			
Sheriff:			
Salaries		1,945,973	
Employee Benefits		765,384	
Capital Outlay		291,146	
Contracted Services		1,190	
Other Operating Expenditures		143,606	
Total	<u>3,173,249</u>	<u>3,147,299</u>	<u>25,950</u>
Communications:			
Salaries		322,667	
Employee Benefits		119,160	
Capital Outlay		21,528	
Other Operating Expenditures		9,827	
Total	<u>479,387</u>	<u>473,182</u>	<u>6,205</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Jail:			
Salaries		624,692	
Employee Benefits		192,287	
Capital Outlay		1,182	
Contracted Services		4,764	
Professional Services		-	
Other Operating Expenditures		541,765	
Total	<u>1,353,797</u>	<u>1,364,690</u>	<u>(10,893)</u>
Pre Trial Release			
Salaries		39,188	
Employee Benefits		14,504	
Capital Outlay		-	
Other Operating Expenditures		26,178	
Total	<u>78,315</u>	<u>79,870</u>	<u>(1,555)</u>
Animal Control:			
Salaries		123,560	
Employee Benefits		45,623	
Capital Outlay		39,343	
Other Operating Expenditures		37,910	
Total	<u>249,679</u>	<u>246,436</u>	<u>3,243</u>
Emergency Management:			
Salaries		84,812	
Employee Benefits		25,725	
Capital Outlay		-	
Other Operating Expenditures		11,781	
Total	<u>182,719</u>	<u>122,318</u>	<u>60,401</u>
Rescue Squads:			
Salaries		1,329,142	
Employee Benefits		373,081	
Capital Outlay		-	
Contracted Services		184,015	
Bad Debts		-	
Other Operating Expenditures		791,218	
Total	<u>2,712,676</u>	<u>2,677,456</u>	<u>35,220</u>
Inspection:			
Salaries		176,608	
Employee Benefits		54,341	
Capital Outlay		-	
Other Operating Expenditures		12,429	
Total	<u>246,988</u>	<u>243,378</u>	<u>3,610</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Coroner:			
Salaries		5,019	
Employee Benefits		613	
Professional Services		-	
Other Operating Expenditures		18,701	
Total	<u>28,529</u>	<u>24,333</u>	<u>4,196</u>
Special Appropriations:			
Aviation	18,044	17,280	
Forest Services	120,472	92,904	
Storm Preparation	2,861	2,861	
Beaver Control	5,200	5,200	
Total	<u>146,577</u>	<u>118,245</u>	<u>28,332</u>
Total Public Safety	<u>8,651,916</u>	<u>8,497,207</u>	<u>154,709</u>
Economic and Physical Development:			
Economic Development			
Salaries		111,413	
Employee Benefits		32,335	
Other Operating Expenditures		599,929	
Special Appropriations		-	
Capital Outlay		-	
Total	<u>777,144</u>	<u>743,677</u>	<u>33,467</u>
Agricultural Extension:			
Salaries		116,881	
Employee Benefits		36,725	
Capital Outlay		-	
Other Operating Expenditures		23,675	
Total	<u>198,575</u>	<u>177,281</u>	<u>21,294</u>
Soil Conservation:			
Salaries		73,912	
Employee Benefits		25,526	
Capital Outlay		-	
Other Operating Expenditures		31,889	
Total	<u>148,938</u>	<u>131,327</u>	<u>17,611</u>
Special Appropriations:			
Airport Contribution		40,000	
Total	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Total Economic and Physical Dev.	<u>1,164,657</u>	<u>1,092,285</u>	<u>72,372</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Human services:			
Health:			
Administration:			
Salaries		360,658	
Employee Benefits		115,984	
Capital Outlay		-	
Professional Services		-	
Other Operating Expenditures		62,576	
Total	<u>577,544</u>	<u>539,218</u>	<u>38,326</u>
Environmental Services:			
Salaries		140,322	
Employee Benefits		46,528	
Capital Outlay		15,636	
Other Operating Expenditures		7,154	
Total	<u>211,735</u>	<u>209,640</u>	<u>2,095</u>
Women, Infants, and Children:			
Salaries		158,780	
Employee Benefits		57,883	
Capital Outlay		-	
Other Operating Expenditures		7,895	
Total	<u>262,930</u>	<u>224,558</u>	<u>38,372</u>
Bio-Terrorism:			
Salaries		22,942	
Employee Benefits		7,020	
Other Operating Expenditures		4,146	
Capital Outlay		-	
Total	<u>50,925</u>	<u>34,108</u>	<u>16,817</u>
Family Planning:			
Salaries		196,432	
Employee Benefits		66,369	
Capital Outlay		-	
Other Operating Expenditures		52,989	
Total	<u>325,416</u>	<u>315,790</u>	<u>9,626</u>
Maternal:			
Salaries		219,238	
Employee Benefits		75,608	
Capital Outlay		-	
Professional Services		-	
Other Operating Expenditures		25,894	
Total	<u>338,673</u>	<u>320,740</u>	<u>17,933</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Tuberculosis:			
Salaries		9,804	
Employee Benefits		3,074	
Capital Outlay		-	
Other Operating Expenditures		9,887	
Total	<u>28,555</u>	<u>22,765</u>	<u>5,790</u>
Child Health			
Salaries		151,404	
Employee Benefits		51,468	
Capital Outlay		-	
Other Operating Expenditures		13,274	
Total	<u>241,311</u>	<u>216,146</u>	<u>25,165</u>
Care Management			
Salaries		108,817	
Employee Benefits		35,890	
Capital Outlay		-	
Other Operating Expenditures		5,634	
Total	<u>155,692</u>	<u>150,341</u>	<u>5,351</u>
Health Check and Promotion:			
Salaries		166,014	
Employee Benefits		58,070	
Capital Outlay		-	
Other Operating Expenditures		106,270	
Total	<u>366,677</u>	<u>330,354</u>	<u>36,323</u>
Home Health:			
Salaries		451,821	
Employee Benefits		150,622	
Contracted Services		15,749	
Professional Services		-	
Capital Outlay		-	
Other Operating Expenditures		285,084	
Total	<u>997,608</u>	<u>903,276</u>	<u>94,332</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
IAP:			
Salaries		-	
Employee Benefits		-	
Capital Outlay		-	
Other Operating Expenditures		20,896	
Total	<u>22,341</u>	<u>20,896</u>	<u>1,445</u>
H-CHAP			
Salaries		35,943	
Employee Benefits		12,143	
Capital Outlay		-	
Other Operating Expenditures		36,072	
Total	<u>90,377</u>	<u>84,158</u>	<u>6,219</u>
H-CAP			
Salaries		201,148	
Employee Benefits		64,704	
Capital Outlay		-	
Other Operating Expenditures		44,889	
Total	<u>324,042</u>	<u>310,741</u>	<u>13,301</u>
Mental Health:			
Mental Health Expense		53,479	
Capital Outlay		-	
Total	<u>53,480</u>	<u>53,479</u>	<u>1</u>
School Health	250,000	250,000	-
H-BCCCP	2,954	2,560	394
Communicable Diseases	<u>13,000</u>	<u>8,778</u>	<u>4,222</u>
Extension Services			
Grants:			
Salaries		56,198	
Employee Benefits		21,830	
Capital Outlay		-	
Juvenile Services		15,690	
Other Operating Expenditures		47,645	
Total	<u>164,261</u>	<u>141,363</u>	<u>22,898</u>
Total Health	<u>4,477,521</u>	<u>4,138,911</u>	<u>338,610</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Social services:			
Salaries		3,107,056	
Employee Benefits		1,070,664	
Capital Outlay		123,357	
Professional Services		159,944	
Other Operating Expenditures		1,092,788	
Total	<u>5,628,409</u>	<u>5,553,809</u>	<u>74,600</u>
Special Appropriations:			
USDA Commodities		1,771	
Food Stamp Issuance		13,731	
Christmas Fund/Foster Care		2,272	
Blind Aid		5,022	
Special Assistance		449,346	
Assistance		10,211	
Medicaid		8,117	
Adoption Assistance		44,930	
Smart Start Vendor		181,867	
Day Care		1,079,823	
Foster Care		13,479	
Foster Care IV-E		9,207	
Total	<u>1,848,918</u>	<u>1,819,776</u>	<u>29,142</u>
Total Social Services	<u>7,477,327</u>	<u>7,373,585</u>	<u>103,742</u>
Senior Citizens:			
Salaries		469,699	
Employee Benefits		170,631	
Capital Outlay		-	
Other Operating Expenditures		207,558	
Total	<u>961,613</u>	<u>847,888</u>	<u>113,725</u>
Veterans service officer:			
Salaries		14,870	
Employee Benefits		1,189	
Capital Outlay		-	
Other Operating Expenditures		783	
Total	<u>21,023</u>	<u>16,842</u>	<u>4,181</u>
Total Human Services	<u>12,937,484</u>	<u>12,377,226</u>	<u>560,258</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Cultural and Recreational:			
Recreation:			
Salaries		112,946	
Employee Benefits		35,456	
Capital Outlay		3,652	
Contracted Services		14,862	
Other Operating Expenditures		76,479	
Total	<u>242,916</u>	<u>243,395</u>	<u>(479)</u>
Library:			
Salaries		322,330	
Employee Benefits		117,204	
Capital Outlay		-	
Other Operating Expenditures		69,443	
Total	<u>515,834</u>	<u>508,977</u>	<u>6,857</u>
Special Appropriations:			
Other Charitable Organizations	<u>5,675</u>	<u>4,800</u>	<u>875</u>
Total Cultural and Recreational	<u>764,425</u>	<u>757,172</u>	<u>7,253</u>
Education:			
Public Schools:			
Current Expense		5,980,225	
Capital Outlay		2,020	
Special Projects		26,686	
1/2 Cent Paid to Schools		226,600	
Additional 1/2 Cent Paid to Schools		294,599	
Community Colleges:			
Current Expense		731,541	
Capital Outlay		-	
Scholarship		5,000	
Total Education	<u>7,266,671</u>	<u>7,266,671</u>	<u>-</u>
Debt Service:			
Principal Retirement		12,573,751	
Interest and Fees		1,154,558	
Total Debt Service	<u>15,454,469</u>	<u>13,728,309</u>	<u>1,726,160</u>
TOTAL EXPENDITURES	<u>51,153,787</u>	<u>48,478,424</u>	<u>2,675,363</u>
Revenues over(under) Expenditures	<u>(15,026,298)</u>	<u>(10,014,216)</u>	<u>5,012,082</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Other financing sources (uses):			
Proceeds From Installment Purchases		270,000	270,000
Bond Refunding Proceeds	12,970,345	10,880,000	(2,090,345)
Fund Balance Appropriated	2,065,953	-	(2,065,953)
Transfers (to)/from Other Funds:			
Water Capital Project Fund	-	1,480,965	1,480,965
Water Fund	-	205,678	205,678
Emergency Telephone Fund	-	13,082	13,082
Fire District Fund	50,000	50,000	-
Re-Assessment Fund	(60,000)	(60,000)	-
Total Other Financing Sources (Uses)	<u>15,026,298</u>	<u>12,839,725</u>	<u>(2,186,573)</u>
Net Change In Fund Balance	<u>\$ -</u>	2,825,509	<u>\$ 2,825,509</u>
Fund Balance, Beginning		12,713,742	
Fund Balance, Ending		<u>\$ 15,539,251</u>	

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

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Revenues			
Investment Earnings	\$ -	\$ 303	\$ 303
Expenditures:			
General Government			
Salaries		-	
Employee Benefits		-	
Operating Supplies		-	
Contracted Services		-	
Capital Outlay		-	
Total Expenditures	<u>60,000</u>	<u>-</u>	<u>60,000</u>
Revenues Over (Under) Expenditures	<u>(60,000)</u>	<u>303</u>	<u>60,303</u>
Other Financing Sources (Uses):			
Transfers from General Fund	<u>60,000</u>	<u>60,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>60,000</u>	<u>60,000</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	-	60,303	60,303
Fund Balance Appropriated		<u>-</u>	<u>-</u>
Net Change In Fund Balance	\$ <u>-</u>	60,303	\$ <u>60,303</u>
Fund Balance, Beginning		<u>620,652</u>	
Fund Balance, Ending		\$ <u>680,955</u>	

Bladen County, North Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Fire District Fund(All)	Emergency Telephone System Fund	CDBG NC Tomorrow Grant	Totals June 30, 2013
Assets:				
Cash and Cash Equivalents	\$ 2,581,575	\$ -	\$ -	\$ 2,581,575
Restricted Cash	-	305,449	-	305,449
Accounts Receivable	63,746	21,468	-	85,214
Taxes Receivable (Net)	238,186	-	-	238,186
Total Assets	<u>\$ 2,883,507</u>	<u>\$ 326,917</u>	<u>\$ -</u>	<u>\$ 3,210,424</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable and Accrued Liabilities	\$ 63,680	\$ 3,234	\$ -	\$ 66,914
Due to Other Funds	-	-	-	-
Total Liabilities	<u>63,680</u>	<u>3,234</u>	<u>-</u>	<u>66,914</u>
Deferred Inflows				
Deferred Revenues	238,186	-	-	238,186
Total Deferred Inflows of Resources	<u>238,186</u>	<u>-</u>	<u>-</u>	<u>238,186</u>
Fund Balances:				
Restricted				
Stabilization by State Statute	63,746	21,468	-	85,214
Public Safety	-	302,215	-	302,215
Fire Protection	2,361,154	-	-	2,361,154
Committed				
Economic Development	-	-	-	-
Assigned				
Subsequent Year's Expenditures	156,741	-	-	156,741
Unassigned	-	-	-	-
Total Fund Balances	<u>2,581,641</u>	<u>323,683</u>	<u>-</u>	<u>2,905,324</u>
Total Liabilities and Fund Balances	<u>\$ 2,645,321</u>	<u>\$ 326,917</u>	<u>\$ -</u>	<u>\$ 2,972,238</u>

Bladen County, North Carolina
**Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances**
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Fire District Fund(All)	Emergency Telephone System Fund	CDBG NC Tomorrow Grant	Totals June 30, 2013
Revenues:				
Ad Valorem Taxes	\$ 1,020,167	\$ -	\$ -	\$ 1,020,167
Investment Earnings	1,362	155	-	1,517
Sales Tax Revenue	245,404	-	-	245,404
Restricted Intergovernmental	-	-	46,408	46,408
Other Taxes and Licenses				
Emerg. Telephone System Chgs	-	255,880	-	255,880
Rent	-	-	-	-
Miscellaneous	-	62	-	62
Total revenues	<u>1,266,933</u>	<u>256,097</u>	<u>46,408</u>	<u>1,569,438</u>
Expenditures:				
Current:				
Public Safety	1,096,955	207,673	-	1,304,628
General Government	-	-	-	-
Cultural and Recreational	-	-	-	-
Education	-	-	-	-
Debt Service	-	-	-	-
Economic and Physical Development	-	-	46,408	46,408
Total Expenditures	<u>1,096,955</u>	<u>207,673</u>	<u>46,408</u>	<u>1,351,036</u>
Revenues Over (Under) Expenditures	<u>169,978</u>	<u>48,424</u>	<u>-</u>	<u>218,402</u>
Other Financing Sources:				
Operating Transfers In	-	-	-	-
Operating Transfers (Out)	(50,000)	(13,082)	-	(63,082)
Proceeds from Installment Loan	-	-	-	-
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(13,082)</u>	<u>-</u>	<u>(63,082)</u>
Net Change In Fund Balance	119,978	35,342	-	155,320
Fund Balance, Beginning	<u>2,461,663</u>	<u>288,341</u>	<u>-</u>	<u>2,750,004</u>
Fund Balance, Ending	<u>\$ 2,581,641</u>	<u>\$ 323,683</u>	<u>\$ -</u>	<u>\$ 2,905,324</u>

Bladen County, North Carolina
Fire District Funds (All Fire Districts)
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 1,020,167	
Sales Tax Revenue		245,404	
Investment Earnings		1,362	
Total Revenues	\$ <u>942,323</u>	<u>1,266,933</u>	\$ <u>324,610</u>
Expenditures:			
Public Safety:			
Operating Expenses		184,472	
Professional Services		-	
Miscellaneous		157,570	
Contracted Services		754,913	
Total Public Safety	<u>1,167,562</u>	<u>1,096,955</u>	<u>70,607</u>
Total Expenditures	1,167,562	1,096,955	70,607
Revenues Over (Under) Expenditures	<u>(225,239)</u>	<u>169,978</u>	<u>395,217</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(275,239)	119,978	395,217
Fund Balance Appropriated	<u>275,239</u>	<u>-</u>	<u>(275,239)</u>
Net Change In Fund Balance	\$ <u><u>-</u></u>	119,978	\$ <u><u>119,978</u></u>
Fund Balance, Beginning		<u>2,461,663</u>	
Fund Balance, Ending		\$ <u><u>2,581,641</u></u>	

Bladen County, North Carolina
Fire District Fund - Tobermory
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 55,634	
Sales Tax Revenue		16,588	
Investment Earnings		80	
Total Revenues	<u>\$ 64,359</u>	<u>72,302</u>	<u>\$ 7,943</u>
Expenditures:			
Public Safety:			
Operating Expenses		32,469	
Professional Services		-	
Miscellaneous		-	
Contracted Services		43,756	
Total Public Safety	<u>76,225</u>	<u>76,225</u>	<u>-</u>
Total Expenditures	76,225	76,225	-
Revenues Over (Under) Expenditures	<u>(11,866)</u>	<u>(3,923)</u>	<u>7,943</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(11,866)	(3,923)	7,943
Fund Balance Appropriated	<u>11,866</u>	<u>-</u>	<u>(11,866)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>(3,923)</u>	<u>\$ (3,923)</u>
Fund Balance, Beginning		<u>134,620</u>	
Fund Balance, Ending		<u>\$ 130,697</u>	

Bladen County, North Carolina
Fire District Funds - Ammon
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 51,191	
Sales Tax Revenue		12,527	
Investment Earnings		100	
Total Revenues	<u>\$ 51,462</u>	<u>63,818</u>	<u>\$ 12,356</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		52,390	
Total Public Safety	<u>56,462</u>	<u>52,390</u>	<u>4,072</u>
Total Expenditures	56,462	52,390	4,072
Revenues Over (Under) Expenditures	<u>(5,000)</u>	<u>11,428</u>	<u>16,428</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(5,000)	11,428	16,428
Fund Balance Appropriated	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>11,428</u>	<u>\$ 11,428</u>
Fund Balance, Beginning		<u>188,638</u>	
Fund Balance, Ending		<u>\$ 200,066</u>	

Bladen County, North Carolina
Fire District Fund - Clarkton
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 58,780	
Sales Tax Revenue		13,176	
Investment Earnings		29	
Total Revenues	<u>\$ 53,331</u>	<u>71,985</u>	<u>\$ 18,654</u>
Expenditures:			
Public Safety:			
Operating Expenses		8,000	
Professional Services		-	
Miscellaneous		-	
Contracted Services		49,572	
Total Public Safety	<u>63,028</u>	<u>57,572</u>	<u>5,456</u>
Total Expenditures	63,028	57,572	5,456
Revenues Over (Under) Expenditures	<u>(9,697)</u>	<u>14,413</u>	<u>24,110</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(9,697)	14,413	24,110
Fund Balance Appropriated	<u>9,697</u>	<u>-</u>	<u>(9,697)</u>
Net Change In Fund Balance	<u>\$ -</u>	14,413	<u>\$ 14,413</u>
Fund Balance, Beginning		<u>43,901</u>	
Fund Balance, Ending		<u>\$ 58,314</u>	

Bladen County, North Carolina
Fire District Fund - East Arcadia
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 27,966	
Sales Tax Revenue		5,677	
Investment Earnings		36	
Total Revenues	\$ 22,965	33,679	\$ 10,714
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		19,787	
Total Public Safety	22,965	19,787	3,178
Total Expenditures	22,965	19,787	3,178
Revenues Over (Under) Expenditures	-	13,892	13,892
Other Financing Sources (Uses):			
Transfer to General Fund	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Financing Sources Over (Under) Uses	-	13,892	13,892
Fund Balance Appropriated		-	-
Net Change In Fund Balance	\$ -	13,892	\$ 13,892
Fund Balance, Beginning		64,340	
Fund Balance, Ending		\$ 78,232	

Bladen County, North Carolina
Fire District Fund - Hickory Grove
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 42,744	
Sales Tax Revenue		9,720	
Investment Earnings		45	
Total Revenues	<u>\$ 39,667</u>	<u>52,509</u>	<u>\$ 12,842</u>
Expenditures:			
Public Safety:			
Operating Expenses		50,000	
Professional Services		-	
Miscellaneous		-	
Contracted Services		41,455	
Total Public Safety	<u>93,956</u>	<u>91,455</u>	<u>2,501</u>
Total Expenditures	93,956	91,455	2,501
Revenues Over (Under) Expenditures	<u>(54,289)</u>	<u>(38,946)</u>	<u>15,343</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(54,289)	(38,946)	15,343
Fund Balance Appropriated	<u>54,289</u>	<u>-</u>	<u>(54,289)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>(38,946)</u>	<u>\$ (38,946)</u>
Fund Balance, Beginning		<u>87,446</u>	
Fund Balance, Ending		<u>\$ 48,500</u>	

Bladen County, North Carolina
Fire District Fund - Kelly
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 37,345	
Sales Tax Revenue		9,577	
Investment Earnings		49	
Total Revenues	\$ <u>38,201</u>	<u>46,971</u>	\$ <u>8,770</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		39,860	
Total Public Safety	<u>41,952</u>	<u>39,860</u>	<u>2,092</u>
Total Expenditures	41,952	39,860	2,092
Revenues Over (Under) Expenditures	<u>(3,751)</u>	<u>7,111</u>	<u>10,862</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(3,751)	7,111	10,862
Fund Balance Appropriated	<u>3,751</u>	<u>-</u>	<u>(3,751)</u>
Net Change In Fund Balance	\$ <u><u>-</u></u>	7,111	\$ <u><u>7,111</u></u>
Fund Balance, Beginning		<u>91,904</u>	
Fund Balance, Ending		<u><u>\$ 99,015</u></u>	

Bladen County, North Carolina
Fire District Fund - White Lake
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 37,063	
Sales Tax Revenue		8,538	
Investment Earnings		32	
Total Revenues	<u>\$ 34,035</u>	<u>45,633</u>	<u>\$ 11,598</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		36,622	
Total Public Safety	<u>36,623</u>	<u>36,622</u>	<u>1</u>
Total Expenditures	36,623	36,622	1
Revenues Over (Under) Expenditures	<u>(2,588)</u>	<u>9,011</u>	<u>11,599</u>
Other Financing Sources (Uses):			
Transfer to General Fund		-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(2,588)	9,011	11,599
Fund Balance Appropriated	<u>2,588</u>	<u>-</u>	<u>(2,588)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>9,011</u>	<u>\$ 9,011</u>
Fund Balance, Beginning		<u>56,787</u>	
Fund Balance, Ending		<u>\$ 65,798</u>	

Bladen County, North Carolina
Fire District Fund - White Oak
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 55,134	
Sales Tax Revenue		13,132	
Investment Earnings		119	
Total Revenues	<u>\$ 50,377</u>	<u>68,385</u>	<u>\$ 18,008</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		41,300	
Total Public Safety	<u>50,377</u>	<u>41,300</u>	<u>9,077</u>
Total Expenditures	50,377	41,300	9,077
Revenues Over (Under) Expenditures	<u>-</u>	<u>27,085</u>	<u>27,085</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	-	27,085	27,085
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>27,085</u>	<u>\$ 27,085</u>
Fund Balance, Beginning		<u>224,175</u>	
Fund Balance, Ending		<u>\$ 251,260</u>	

Bladen County, North Carolina
Fire District Fund - Tar Heel
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 133,268	
Sales Tax Revenue		26,156	
Investment Earnings		112	
Total Revenues	<u>\$ 107,895</u>	<u>159,536</u>	<u>\$ 51,641</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		112,900	
Total Public Safety	<u>115,401</u>	<u>112,900</u>	<u>2,501</u>
Total Expenditures	115,401	112,900	2,501
Revenues Over (Under) Expenditures	<u>(7,506)</u>	<u>46,636</u>	<u>54,142</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(7,506)	46,636	54,142
Fund Balance Appropriated	<u>7,506</u>	<u>-</u>	<u>(7,506)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>46,636</u>	<u>\$ 46,636</u>
Fund Balance, Beginning		<u>134,672</u>	
Fund Balance, Ending		<u>\$ 181,308</u>	

Bladen County, North Carolina
Fire District Fund - Bladenboro
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 116,646	
Sales Tax Revenue		28,314	
Investment Earnings		195	
Total Revenues	<u>\$ 117,935</u>	<u>145,155</u>	<u>\$ 27,220</u>
Expenditures:			
Public Safety:			
Operating Expenses		35,089	
Professional Services		-	
Miscellaneous		3,000	
Contracted Services		45,000	
Total Public Safety	<u>117,935</u>	<u>83,089</u>	<u>34,846</u>
Total Expenditures	117,935	83,089	34,846
Revenues Over (Under) Expenditures	<u>-</u>	<u>62,066</u>	<u>62,066</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	-	62,066	62,066
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>62,066</u>	<u>\$ 62,066</u>
Fund Balance, Beginning		<u>357,063</u>	
Fund Balance, Ending		<u>\$ 419,129</u>	

Bladen County, North Carolina
Fire District Fund - Carvers Creek
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 36,132	
Sales Tax Revenue		10,356	
Investment Earnings		52	
Total Revenues	<u>\$ 38,137</u>	<u>46,540</u>	<u>\$ 8,403</u>
Expenditures:			
Public Safety:			
Operating Expenses		39,792	
Professional Services		-	
Miscellaneous		-	
Contracted Services			
Total Public Safety	<u>39,792</u>	<u>39,792</u>	<u>-</u>
Total Expenditures	39,792	39,792	-
Revenues Over (Under) Expenditures	<u>(1,655)</u>	<u>6,748</u>	<u>8,403</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(1,655)	6,748	8,403
Fund Balance Appropriated	<u>1,655</u>	<u>-</u>	<u>(1,655)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>6,748</u>	<u>\$ 6,748</u>
Fund Balance, Beginning		<u>99,955</u>	
Fund Balance, Ending		<u>\$ 106,703</u>	

Bladen County, North Carolina
Fire District Fund - Lisbon
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 72,941	
Sales Tax Revenue		17,815	
Investment Earnings		111	
Total Revenues	<u>\$ 76,021</u>	<u>90,867</u>	<u>\$ 14,846</u>
Expenditures:			
Public Safety:			
Operating Expenses		2,500	
Professional Services		-	
Miscellaneous		100,000	
Contracted Services		66,221	
Total Public Safety	<u>176,021</u>	<u>168,721</u>	<u>7,300</u>
Total Expenditures	176,021	168,721	7,300
Revenues Over (Under) Expenditures	<u>(100,000)</u>	<u>(77,854)</u>	<u>22,146</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(100,000)	(77,854)	22,146
Fund Balance Appropriated	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>(77,854)</u>	<u>\$ (77,854)</u>
Fund Balance, Beginning		<u>214,793</u>	
Fund Balance, Ending		<u>\$ 136,939</u>	

Bladen County, North Carolina
Fire District Fund - Elizabethtown
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 91,501	
Sales Tax Revenue		23,425	
Investment Earnings		113	
Total Revenues	<u>\$ 89,486</u>	<u>115,039</u>	<u>\$ 25,553</u>
Expenditures:			
Public Safety:			
Operating Expenses		3,500	
Professional Services		-	
Miscellaneous		50,000	
Contracted Services		90,916	
Total Public Safety	<u>144,416</u>	<u>144,416</u>	<u>-</u>
Total Expenditures	144,416	144,416	-
Revenues Over (Under) Expenditures	<u>(54,930)</u>	<u>(29,377)</u>	<u>25,553</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(54,930)	(29,377)	25,553
Fund Balance Appropriated	<u>54,930</u>	<u>-</u>	<u>(54,930)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>(29,377)</u>	<u>\$ (29,377)</u>
Fund Balance, Beginning		<u>218,749</u>	
Fund Balance, Ending		<u>\$ 189,372</u>	

Bladen County, North Carolina
Fire District Fund - Dublin
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 105,528	
Sales Tax Revenue		26,304	
Investment Earnings		179	
Total Revenues	<u>\$ 91,745</u>	<u>132,011</u>	<u>\$ 40,266</u>
Expenditures:			
Public Safety:			
Operating Expenses		10,622	
Professional Services		-	
Miscellaneous		4,570	
Contracted Services		50,274	
Total Public Safety	<u>100,274</u>	<u>65,466</u>	<u>34,808</u>
Total Expenditures	100,274	65,466	34,808
Revenues Over (Under) Expenditures	<u>(8,529)</u>	<u>66,545</u>	<u>75,074</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(8,529)	66,545	75,074
Fund Balance Appropriated	<u>8,529</u>	<u>-</u>	<u>(8,529)</u>
Net Change In Fund Balance	<u>\$ -</u>	66,545	<u>\$ 66,545</u>
Fund Balance, Beginning		<u>329,796</u>	
Fund Balance, Ending		<u>\$ 396,341</u>	

Bladen County, North Carolina
Fire District Fund - Bay Tree
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 66,113	
Sales Tax Revenue		16,261	
Investment Earnings		34	
Total Revenues	<u>\$ 71,974</u>	<u>82,408</u>	<u>\$ 10,434</u>
Expenditures:			
Public Safety:			
Operating Expenses		2,500	
Professional Services		-	
Miscellaneous		-	
Contracted Services		62,993	
Total Public Safety	<u>72,024</u>	<u>65,493</u>	<u>6,531</u>
Total Expenditures	72,024	65,493	6,531
Revenues Over (Under) Expenditures	<u>(50)</u>	<u>16,915</u>	<u>16,965</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(50)	16,915	16,965
Fund Balance Appropriated	<u>50</u>	<u>-</u>	<u>(50)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>16,915</u>	<u>\$ 16,915</u>
Fund Balance, Beginning		<u>44,089</u>	
Fund Balance, Ending		<u>\$ 61,004</u>	

Bladen County, North Carolina
Fire District Fund - General County
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 30,314	
Sales Tax Revenue		7,346	
Investment Earnings		76	
Total Revenues	<u>\$ 30,871</u>	<u>37,736</u>	<u>\$ 6,865</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		-	
Total Public Safety	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	-	-	-
Revenues Over (Under) Expenditures	<u>30,871</u>	<u>37,736</u>	<u>6,865</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	(19,129)	(12,264)	6,865
Fund Balance Appropriated	<u>19,129</u>	<u>-</u>	<u>(19,129)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>(12,264)</u>	<u>\$ (12,264)</u>
Fund Balance, Beginning		<u>170,255</u>	
Fund Balance, Ending		<u>\$ 157,991</u>	

Bladen County, North Carolina
Fire District Fund - Atkinson
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad Valorem taxes:		\$ 1,867	
Sales Tax Revenue		492	
Investment Earnings		-	
Total Revenues	\$ <u>2,063</u>	<u>2,359</u>	\$ <u>296</u>
Expenditures:			
Public Safety:			
Operating Expenses		-	
Professional Services		-	
Miscellaneous		-	
Contracted Services		1,867	
Total Public Safety	<u>2,063</u>	<u>1,867</u>	<u>196</u>
Total Expenditures	2,063	1,867	196
Revenues Over (Under) Expenditures	<u>-</u>	<u>492</u>	<u>492</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	-	492	492
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	\$ <u><u>-</u></u>	492	\$ <u><u>492</u></u>
Fund Balance, Beginning		<u>480</u>	
Fund Balance, Ending		<u><u>\$ 972</u></u>	

Bladen County, North Carolina
Emergency Telephone System Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Other Taxes and Licenses			
Emergency Telephone System Charges		\$ 255,880	
Restricted Intergovernmental			
Grants		-	
Miscellaneous		62	
Investment Income		155	
Total Revenues	\$ 285,661	256,097	\$ (29,564)
Expenditures:			
Public safety:			
Salaries		47,304	
Employee Benefits		16,153	
Contracted Services		66,844	
Operating Expenses		50,054	
Capital Outlay		27,318	
Total Expenditures	272,645	207,673	64,972
Debt Services:			
Principal Retirement		-	
Interest		-	
Total Debt Service	-	-	-
Total Expenditures	272,645	207,673	64,972
Revenues Over (Under) Expenditures	13,016	48,424	35,408
Other Financing Sources (Uses):			
Proceeds from Lease Purchase	-	-	-
Transfer to General Fund	(13,016)	(13,082)	(66)
Transfer from General Fund	-	-	-
Total Other Financing Sources (Uses)	(13,016)	(13,082)	(66)
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	35,342	35,342
Fund Balance Appropriated		-	-
Net Change In Fund Balance	\$ -	35,342	\$ 35,342
Fund Balance, Beginning		288,341	
Fund Balance, Ending		\$ 323,683	

Bladen County, North Carolina
Special Revenue Fund - CDBG - NC Tomorrow
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2013

	Project Author - ization	Actual		Total to Date	Variance Positive (Negative)
		Prior Years	Current Year		
Revenues:					
Restricted intergovernmental					
Community Development Block Grant					
NC Tomorrow	\$ 50,000	\$ 3,592	\$ 46,408	\$ 50,000	\$ -
Scattered Site	400,000	-	4,697	4,697	(395,303)
Small Business Entrep	250,000	-	4,241	4,241	(245,759)
Total restricted intergovernmental	<u>700,000</u>	<u>3,592</u>	<u>55,346</u>	<u>58,938</u>	<u>(641,062)</u>
Interest Income					
Total Revenues	<u>700,000</u>	<u>3,592</u>	<u>55,346</u>	<u>58,938</u>	<u>(641,062)</u>
Expenditures:					
Current:					
Economic and physical development:					
NC Tomorrow					
Administration	45,000	92	44,908	45,000	-
Planning	5,000	3,500	1,500	5,000	-
Total NC Tomorrow	<u>50,000</u>	<u>3,592</u>	<u>46,408</u>	<u>50,000</u>	<u>-</u>
Scattered Site					
Rehabilitation	360,000	-	-	-	360,000
Planning	5,000	-	4,697	4,697	303
Administration	35,000	-	-	-	35,000
Total Scattered Site	<u>400,000</u>	<u>-</u>	<u>4,697</u>	<u>4,697</u>	<u>395,303</u>
Small Business Entrepreneurial					
Development financing	235,000	-	-	-	235,000
Other	10,000	-	-	-	10,000
Planning	5,000	-	4,241	4,241	759
Total Small Bus Entrepreneurial	<u>250,000</u>	<u>-</u>	<u>4,241</u>	<u>4,241</u>	<u>245,759</u>
Total expenditures	<u>700,000</u>	<u>3,592</u>	<u>55,346</u>	<u>58,938</u>	<u>641,062</u>
Revenues over expenditures	-	-	-	-	-
Other Financing Sources (Uses):					
Residual Equity Transfer from General Fund					
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance, Beginning			<u>-</u>		
Fund Balance, Ending			<u>\$ -</u>		

Bladen County, North Carolina
Bladen County Hospital Rental Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Operating revenues:			
Rent	\$	\$ 82,012	\$
Other Revenue		-	
Total Operating Revenues	<u>82,012</u>	<u>82,012</u>	<u>-</u>
Nonoperating revenues:			
Interest Income		-	
Total Nonoperating Revenues		<u>-</u>	<u>-</u>
Total Revenues	82,012	82,012	-
Expenditures:			
Other Operating Expense		-	
		<u>-</u>	<u>-</u>
Debt Service:			
Principal Retirement		65,084	
Interest		16,928	
Total Debt Service	<u>82,012</u>	<u>82,012</u>	<u>-</u>
Capital Outlay	-	-	-
Total Expenditures	<u>82,012</u>	<u>82,012</u>	<u>-</u>
Revenues Over (Under) Expenditures	-	-	-
Other Financing Sources (Uses):			
Proceeds from Long-term Debt	-	-	-
Transfer	-	-	-
Sale of Assets	-	-	-
Fund Balance Appropriated		-	
Total Other Financing Sources(Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources			
Over (Under) Expenditures and Other Uses	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

Bladen County, North Carolina
Bladen County Hospital Rental Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
 For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Revenues Over (Under) Expenditures		\$ <u> -</u>	
Reconciling Items:			
Capital Outlay		-	
Proceeds for Long-term Debt		-	
Principal Payments on Capital Leases and Debt		65,084	
Cost of Disposed Asset		-	
Depreciation		<u>(245,982)</u>	
Total Reconciling Items		<u>(180,898)</u>	
Change in Net Position		\$ <u><u>(180,898)</u></u>	

Bladen County, North Carolina
Solid Waste Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For The Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Operating Revenues			
Fees Solid Waste Collection	\$	\$ 609,972	\$
Fees Solid Waste Disposal		1,161,609	
Fees Solid Waste Tipping		290,933	
Recyclable		60,905	
State Revenues		91,624	
Miscellaneous		1,022	
Total	<u>2,101,704</u>	<u>2,216,065</u>	<u>114,361</u>
Nonoperating revenues:			
State Grant		36,126	
Interest Earnings		648	
Total Nonoperating Revenues	<u>12,690</u>	<u>36,774</u>	<u>24,084</u>
Total Revenues	<u>2,114,394</u>	<u>2,252,839</u>	<u>138,445</u>
Expenditures:			
Salaries		282,433	
Employee Benefits		101,432	
Operating Expense		1,602,867	
Budgetary Appropriations			
Capital Outlay		41,504	
Interest Paid		2,695	
Principle Payments Capital Leases & Debt		38,313	
Total Expenditures	<u>2,120,129</u>	<u>2,069,244</u>	<u>50,885</u>
Revenues Over (Under) Expenditures	<u>(5,735)</u>	<u>183,595</u>	<u>189,330</u>
Other Financing Sources:			
Fund Balance Appropriated	5,735	-	(5,735)
Loan Proceeds	-	-	-
Total Other Financing Sources and (Uses)	<u>5,735</u>	<u>-</u>	<u>(5,735)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 183,595</u>	<u>\$ 183,595</u>

Bladen County, North Carolina
Solid Waste Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For The Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual (modified accrual) to full accrual:			
Revenues and Other Sources Over (Under) Expenditures and Other Uses		\$ <u>183,595</u>	
Reconciling Items:			
Capital outlay		41,504	
Principal Payments on Capital Leases & Debt		38,313	
Loan Proceeds		-	
Adjustments:			
Bad Debts		-	
Depreciation		<u>(72,870)</u>	
Total Reconciling Items and Adjustments		<u>6,947</u>	
Change in Net Position		<u>\$ 190,542</u>	

Bladen County, North Carolina
Water District Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For The Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Operating Revenues			
Tap on Fees		\$ 38,002	
Water Sales		1,859,227	
Late and Reconnect Fees		102,703	
Miscellaneous		3,576	
Total Operating Revenues	\$ <u>1,948,946</u>	<u>2,003,508</u>	\$ <u>54,562</u>
Nonoperating Revenues			
State Grant		-	
Interest on Investments		980	
Total Nonoperating Revenues	<u>-</u>	<u>980</u>	<u>980</u>
Total Revenues	<u>1,948,946</u>	<u>2,004,488</u>	<u>55,542</u>
Expenditures:			
Salaries		310,405	
Employee Benefits		104,606	
Operating Expenses		648,863	
Budgetary Appropriations:			
Capital Outlay		92,967	
Interest Paid		664,140	
Debt Principal		10,043,593	
Total Expenditures	<u>12,247,217</u>	<u>11,864,574</u>	<u>382,643</u>
Revenues Over (Under) Expenditures	<u>(10,298,271)</u>	<u>(9,860,086)</u>	<u>438,185</u>
Other Financing Sources and (Uses):			
Loan Proceeds		9,280,000	
Transfer to General Fund		(205,678)	
Total Other Financing Sources (Uses)	<u>9,781,677</u>	<u>9,074,322</u>	<u>(707,355)</u>
Revenues and Other Sources Over (Under) Expenses and Other Uses	(516,594)	(785,764)	(269,170)
Appropriated Fund Balance	<u>516,594</u>	<u>-</u>	<u>(516,594)</u>
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ <u><u>-</u></u>	\$ <u><u>(785,764)</u></u>	\$ <u><u>(785,764)</u></u>

Bladen County, North Carolina
Water District Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For The Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Revenues, Other Sources and Appropriated			
Fund Balance Over (Under)			
Expenditures and Other Uses		\$ (785,764)	
 Budgetary Appropriations:			
Capital Outlay		92,967	
Principal Payments		10,043,593	
Interest Earned on Capital Projects		826	
Transfer to Capital Projects		-	
Transfer to General Fund		(1,480,965)	
Loan Proceeds		(9,280,000)	
Adjustments:			
Amortization of Bond Premiums and Deferred Charges		31,825	
Depreciation		(444,946)	
Total reconciling items		(1,036,700)	
 Change in Net Position		\$ (1,822,464)	

Bladen County, North Carolina
Water District Capital Project Fund - Phase IIC
Schedule of Revenues and Expenditures - Budget and Actual - (Non - GAAP)
From Inception and for the Fiscal Year Ended June 30, 2013

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Other Revenues:					
Investment Earnings	\$ -	\$ 3,882	\$ 826	\$ 4,708	\$ 4,708
Total Revenues	<u>-</u>	<u>3,882</u>	<u>826</u>	<u>4,708</u>	<u>4,708</u>
Expenditures:					
Phase IIIB					
Construction	6,133,655	4,568,716	1,070,997	5,639,713	493,942
Interest	<u>163,710</u>	<u>54,165</u>	<u>38,178</u>	<u>92,343</u>	<u>71,367</u>
Total Expenditures	<u>6,297,365</u>	<u>4,622,881</u>	<u>1,109,175</u>	<u>5,732,056</u>	<u>565,309</u>
Revenues Over (Under) Expenditures	<u>(6,297,365)</u>	<u>(4,618,999)</u>	<u>(1,108,349)</u>	<u>(5,727,348)</u>	<u>570,017</u>
Other Financing Sources (Uses):					
Proceeds from BANS	4,510,000	4,510,000	-	4,510,000	-
Proceeds from USDA Bonds	-	-	-	-	-
Proceeds from Bond Refunding	5,991,000	-	5,991,000	5,991,000	-
Bond Payment	(4,510,000)	-	(4,510,000)	(4,510,000)	-
Loan Proceeds	220,000	220,000	-	220,000	-
Transfer from General Fund	(35)	1,480,965	(1,480,965)	-	35
Transfer from Water District	<u>86,400</u>	<u>164,286</u>	<u>-</u>	<u>164,286</u>	<u>77,886</u>
Total Other Financing Sources (Uses)	<u>6,297,365</u>	<u>6,375,251</u>	<u>35</u>	<u>6,375,286</u>	<u>77,921</u>
Unexpended Revenues and Receipts	<u>\$ -</u>	<u>\$ 1,756,252</u>	<u>\$ (1,108,314)</u>	<u>\$ 647,938</u>	<u>\$ 647,938</u>

Bladen County, North Carolina
Self Insured Internal Service Fund
Schedule of Revenues and Expenditures
Financial Plan and Actual - (Non-GAAP)
For The Fiscal Year Ended June 30, 2013

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Operating Revenues			
Premiums Received		-	
Total Operating Revenues	\$ -	-	\$ -
Nonoperating Revenues			
Interest on Investments		50	
Miscellaneous			
Total Nonoperating Revenues		50	50
Total Revenues	-	50	50
Expenditures:			
Claim Refund		-	
Claims		7,697	
Total Expenditures	7,697	7,697	-
Revenues Over (Under) Expenditures	(7,697)	(7,647)	50
Other Financing Sources and (Uses):			
Transfer to General Fund			-
Appropriated Fund Balance	7,697	-	(7,697)
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ (7,647)	\$ (7,647)

Reconciliation from Financial Plan basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses		\$ (7,647)	
Reconciling Items			
Capital Outlay		-	
Total reconciling items		-	
Change in Net Position		\$ (7,647)	

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

	Balance July 1, 2012	Additions	Deductions	Balance June 30, 2013
<u>Fines and Forfeitures</u>				
Assets:				
Cash and Investments	\$ -	\$ 212,456	\$ 212,456	\$ -
Liabilities:				
Miscellaneous Liabilities	-	212,456	212,456	-
<u>Social Services Fund</u>				
Assets:				
Cash and Investments	69,484	433,281	464,314	38,451
Liabilities:				
Miscellaneous Liabilities	69,484	433,281	464,314	38,451
<u>Motor Vehicle Tax</u>				
Assets:				
Cash and Cash Equivalents	30,154	375,320	381,028	24,446
Liabilities:				
Intergovernmental Payable	30,154	375,320	381,028	24,446
<u>Cafeteria Benefits</u>				
Assets:				
Cash and Investments	8,677		8,677	-
Liabilities:				
Miscellaneous Liabilities	8,677	-	8,677	-
<u>Concealed Handgun Permits</u>				
Assets:				
Cash and Investments	9,585	22,125	11,015	20,695
Liabilities:				
Miscellaneous Liabilities	9,585	22,125	11,015	20,695
<u>Sheriff's Civil Account</u>				
Assets:				
Cash and Investments	1,363	3,323	3,274	1,412
Liabilities:				
Miscellaneous Liabilities	1,363	3,323	3,274	1,412
Totals - All Agency Funds				
Assets:				
Cash and cash equivalents	119,263	1,046,505	1,080,764	85,004
Liabilities:				
Miscellaneous liabilities	89,109	671,185	699,736	60,558
Intergovernmental Payable	30,154	375,320	381,028	24,446
Total Liabilities	\$ 119,263	\$ 1,046,505	\$ 1,080,764	\$ 85,004

Other Schedules

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

Fiscal Year	Uncollected Balance June 30, 2012	Additions	Collections And Credits	Uncollected Balance June 30, 2013
2012-2013	\$ -	\$ 19,591,572	\$ 18,076,495	\$ 1,515,077
2011-2012	1,453,191	4,213	732,891	724,513
2010-2011	717,794	4,469	187,155	535,108
2009-2010	595,364	9	111,327	484,046
2008-2009	372,850	-	72,716	300,134
2007-2008	280,248	-	45,293	234,955
2006-2007	158,540	-	19,405	139,135
2005-2006	119,710	-	10,464	109,246
2004-2005	95,414	-	6,298	89,116
2003-2004	85,610	-	8,121	77,489
2002-2003	82,777	-	82,777	-
TOTALS	\$ 3,961,498	\$ 19,600,263	\$ 19,352,942	4,208,819

Less Allowance for Doubtful Accounts (770,000)
\$ 3,438,819

Reconcilement with revenues:

Ad Valorem taxes - General Fund	\$ <u>19,515,587</u>
Reconciling items:	
Penalties and Interest	(384,775)
Release/Refunds	130,087
Discounts	<u>92,043</u>
Total Reconciling Items	<u>(162,645)</u>
 Total Collections and Credits	 \$ <u>19,352,942</u>

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

	County - wide			Total Levy	
	Property Valuation	Rate Per 100	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property Taxes at Current Year Rate	\$ 2,652,068,108	0.74	\$ 19,625,304	\$ 17,866,390	\$ 1,758,914
Total Original Levy	<u>2,652,068,108</u>		<u>19,625,304</u>	<u>17,866,390</u>	<u>1,758,914</u>
Discoveries:					
Current year taxes	21,673,108	0.74	160,381	160,381	-
Total Discoveries	<u>21,673,108</u>		<u>160,381</u>	<u>160,381</u>	<u>-</u>
Abatements					
Current Year Taxes	(26,231,486)	0.74	(194,113)	(171,117)	(22,996)
Total Abatements	<u>(26,231,486)</u>		<u>(194,113)</u>	<u>(171,117)</u>	<u>(22,996)</u>
Total for Year	<u>\$ 2,647,509,730</u>		19,591,572	17,855,654	1,735,918
Uncollected taxes at June 30, 2013			<u>1,515,077</u>	<u>1,057,060</u>	<u>458,017</u>
Current year's taxes collected			<u>\$ 18,076,495</u>	<u>\$ 16,798,594</u>	<u>\$ 1,277,901</u>
Current levy collection percentage			<u>92.27%</u>	<u>94.08%</u>	<u>73.62%</u>

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

Secondary Market Disclosures:

Assessed Valuation:

Assessment Ratio ¹	100 %
Real Property	\$ 1,919,090,274
Personal Property	624,266,115
Public Service Companies ²	<u>104,153,341</u>
Total Assessed Valuation	<u>2,647,509,730</u>
Tax Rate per \$100	0.0074
Levy (includes discoveries, releases and abatements) ³	<u><u>\$ 19,591,572</u></u>

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

Fire Protection Districts	<u><u>\$ 1,027,105</u></u>
---------------------------	----------------------------

¹ Percentage of appraised value has been established by statute.

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

³ The levy includes interest and penalties.

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

Taxpayer	Type of Business	2012 Assessed Valuation	Percentage of Total Assessed Valuation
E.I. Dupont	Plastic & Resin Products	\$ 149,342,220	5.64 %
Smithfield Packing	Pork Processor	116,929,889	4.42
Murphy Brown Farms	Agricultural Processor	40,129,802	1.52
Browns Realty Partnership	Agricultural Processor	25,933,700	0.98
Carolina Cold Storage	Processed Pork Storage	24,163,297	0.91
Prestage Farms	Agricultural Processor	12,622,388	0.48
Danaher Controls	Electronics	12,460,830	0.47
Marlowe Farms, LLC	Agricultural Processor	10,540,600	0.40
Sleepy Creek Farms, Inc	Agricultural Processor	9,270,537	0.35
Red Mountain Timber Co., LLC	Timber Harvester	8,936,280	0.34
Total		\$ <u>410,329,543</u>	<u>15.50 %</u>

Compliance Section



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

Independent Auditors' Report

To the Board of County Commissioners
Bladen County, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Bladen County, North Carolina, as of and for the year ended June 30, 2013, and the related notes to the financial statement, which collectively comprises Bladen County's basic financial statements, and have issued our report thereon dated October 31, 2013.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and question cost, we identified certain deficiencies in internal control that we consider to be a material weakness and significant deficiency.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and question cost to be a material weakness, listed as 2013-2

A significant deficiency is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and question cost to be significant deficiency, listed as 2013-1.

Compliance and Other Matters

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

Bladen County's Response to Findings

Bladen County's responses to the findings identified in our audit are described in the accompanying schedule of findings and question cost. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it

Purpose of this Report

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

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

*Elizabethtown, North Carolina
October 31, 2013*



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

Independent Auditors' Report

To the Board of County Commissioners
Bladen County, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Bladen County, North Carolina, compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Bladen County's major federal programs for the year ended June 30, 2013. Bladen County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Bladen County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Bladen County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Bladen County's compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

Management of Bladen County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Bladen County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

*Elizabethtown, North Carolina
October 31, 2013*



Thompson, Price, Scott, Adams & Co., P.A.
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Report On Compliance For Each Major State Program; Report on Internal Control Over Compliance; In accordance with OMB Circular A-133; and the State Single Audit Implementation Act

Independent Auditors' Report

To the Board of County Commissioners
Bladen County, North Carolina

Report on Compliance for Each Major State Program

We have audited Bladen County, North Carolina, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Bladen County's major state programs for the year ended June 30, 2013. Bladen County's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Bladen County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in and applicable sections of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Bladen County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Bladen County's compliance.

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

Management of Bladen County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Bladen County's internal control over compliance with the types of requirements that could have a direct and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

*Elizabethtown, North Carolina
October 31, 2013*

BLADEN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

State Awards

Internal control over major State programs:

- Material Weakness(es) identified? _____yes X no
- Significant deficiency(s) identified that are not considered to be a material weakness. _____yes X none reported

Type of auditor's report issued on compliance for major State programs: Unmodified.

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act _____yes X no

Identification of major State programs:

Program Name

Medicaid, which is a State match for a federal program. Therefore, this program has been included in the list of major federal program.
State and County Special Assistance for Adults
Public School Building Capital Fund – Lottery Proceeds

BLADEN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

Section II – Financial Statement Findings

MATERIAL WEAKNESS

2013 - 2 Restatement of previously issued financial statements to reflect the correction of a material misstatement.

Criteria: Beginning net position was increased by \$895,671 for the business type activities.

Condition: The increase was due to the adjustment to capital asset balances for incorrect calculation of disposed of assets during 2011-2012 year.

Effect: Assets were understated.

Cause: The County computed the remaining assets incorrectly after selling a significant number of assets.

Recommendation: Create procedures to review calculations and spreadsheet formulas.

Views of responsible officials and planned corrective actions: The County agrees with this finding and will create such controls.

SIGNIFICANT DEFICIENCY

2013 – 1 Segregation of Duties

Criteria: Duties should be segregated to provide reasonable assurance that transactions are handled appropriately.

Condition: There is a lack of segregation of duties among County personnel.

Effect: Transactions could be mishandled.

Cause: There are a limited number of personnel for certain functions.

Recommendation: The duties should be separated as much as possible and alternative controls should be used to compensate for lack of separation.

Views of responsible officials and planned corrective actions: Management is aware of the deficiency, but the cost-benefit analysis indicates that hiring more personnel to mitigate the issue is not feasible. Management will request board members' continued involvement by providing additional oversight.

BLADEN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

Section III – Federal Award Findings and Questioned Costs

None reported.

Section IV – State Award Findings and Questioned Costs

None reported.

BLADEN COUNTY, NORTH CAROLINA
Corrective Action Plan
For the Year Ended June 30, 2013

Section II – Financial Statement Findings

- Finding 2013 – 1 Name of contact person: Charles Ray Peterson, Chairperson
- Corrective Action: The duties will be separated as much as possible and alternative controls will be used to compensate for lack of separation.
- Proposed Completion Date: Certain alternative controls have been established and personnel are being trained. Management will continue to monitor the progress of this issue and modify the controls as needed.
- Finding 2013 – 2 Name of contact person: Charles Ray Peterson, Chairperson
- Corrective Action: County personnel and those assisting will review calculations and spreadsheet formulas.
- Proposed Completion Date: Certain controls have been established. Management will continue to monitor the progress of this issue and modify the controls as needed.

BLADEN COUNTY, NORTH CAROLINA
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2013

Finding: 2012-1, 2011 -1, 2010-1 & 2009-1
Status: Duties are being separated as much as possible and alternative controls are being implemented to compensate for lack of separation. Other employees from other departments are assisting and the finance department has implemented compensating controls to monitor revenues from those departments.

Finding: 2012-2
Status: This finding has been corrected.

Finding: 2011-2 & 2010-2
Status: This finding has been corrected.

Finding: 2011-3
Status: This finding has been corrected.

Finding: 2010-3
Status: This finding has been corrected.

Finding: 2010-4
Status: This finding has been corrected.

Finding: 2009-2
Status: This finding has been corrected.

Finding: 2009-3
Status: This finding has been corrected.

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2013

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards:					
<u>U.S. Dept. of Agriculture</u>					
<u>Food and Consumer Service</u>					
Passed-through N.C. Dept. of Agriculture:					
Emergency Food Assistance Cluster:					
USDA - Donated Food - Administrative	10.568		\$ 377	\$ -	\$ -
Total USDA Food and Consumer Service			<u>377</u>	<u>-</u>	<u>-</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Administration:					
Supplemental Nutrition Assistance Program Cluster:					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		480,809	-	480,809
Total Supplemental Nutrition Assistance Program Cluster			<u>480,809</u>	<u>-</u>	<u>480,809</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health					
Administration:					
Special Supplemental Nutrition Program for Women, Infants, & Children					
	10.557		220,907	-	-
Direct Benefit Payments:					
Special Supplemental Nutrition Program for Women, Infants, & Children					
	10.557		704,878	-	-
Passed-through Lumber River Council of Governments:					
NSIP Supplement	10.570		18,322	-	-
Passed-through N.C. Department of Commerce:					
CDBG - State - Administered Small Cities Program Cluster					
Community Development Block Grant					
N.C. Tomorrow	14.228		46,408	-	-
Scattered Site	14.228		4,697	-	-
Small Business Entrepreneurial	14.228		4,241	-	-
Total CDBG - State - Administered Small Cities Program Cluster			<u>55,346</u>	<u>-</u>	<u>-</u>
Total U.S. Dept. of Agriculture			<u>1,480,639</u>	<u>-</u>	<u>480,809</u>
<u>U. S. Election Assistance Commission</u>					
Passed-through the N.C. State Board of Elections:					
State Board of Election Grant - Accessibility	90.401		12,876	-	-
State Board of Election Grant - Coding Grant	90.401		6,873	-	-
Total U.S. Election Assistance Commission			<u>19,749</u>	<u>-</u>	<u>-</u>
<u>U.S. Dept. of Justice</u>					
<u>Bureau of Justice Assistance</u>					
Direct Program:					
Forfeiture Funds	16.000		31,131	-	-
ARRA - Byrne JAG - PSN Gang Prevention	16.803		8,764	-	2,921
ARRA - Edward Byrne Memorial JAG	16.804		24,201	-	8,067
Drug Enforcement/Violent Crime Organization	16.738		3,371	-	-
State Criminal Alien Assistance - SCAAP	16.572		2,035	-	-
Total U.S. Dept. of Justice			<u>69,502</u>	<u>-</u>	<u>10,988</u>

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2013

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>U.S. Dept of Transportation</u>					
Passed-through the N.C. Department of Transportation:					
Formula Grants for Other Than Urbanized Areas	20.509	36233.11.15.1	69,661	4,354	-
Formula Grants for Other Than Urbanized Areas	20.509	36233.11.14.1	31,956	1,997	-
Total U.S. Department of Transportation			101,617	6,351	-
<u>Institute of Museum & Library Services</u>					
Passed-through the N.C. Cultural Resources:					
EZ Strengthening Public & Academic Library Collections	45.310		10,000	-	-
<u>U. S. Department of Homeland Security</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Assistance to Firefighters Grant	97.044		27,249	-	-
Passed-through N.C. Dept. of Public Safety:					
Emergency Service Performance Grant	97.042		35,503	-	-
Total U.S. Department of Homeland Security			62,752	-	-
<u>U.S. Dept. of Health & Human Services</u>					
<u>Administration on Aging:</u>					
Division of Aging and Adult Services					
Passed-through Lumber River Council of Governments:					
Home & Community Care Block Grant:					
Access - Title III-B	93.044		60,137	3,538	7,076
In-home Services:					
SSBG	93.667		17,408	497	1,990
Title III-B	93.044		28,568	1,680	3,361
Congregate Nutrition Title III-C	93.045		24,061	1,415	5,504
Home - Delivered Nutrition - Title III-C	93.045		10,657	627	1,254
Total Aging Cluster			140,831	7,757	19,185
<u>Administration for Children and Families:</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Refugee Assistance	93.556		248	-	-
AFDC Penalties and Payments	93.560		(296)	(81)	(81)
Child Support Enforcement	93.563		580,529	46	299,055
Low-Income Home Energy Assistance Block Grant:					
Administration	93.568		41,136	-	-
Energy Assistance	93.568		130,500	-	-
Crisis Intervention	93.568		296,474	-	-
Child Welfare Services-State Grants	93.645		23,555	137	7,897
Social Services Block Grant	93.667		267,193	22,627	72,547
Independent Living Grant	93.674		1,780	445	-
Adoption/Foster Care			43,891	-	8,065
State/County Special Assistance for Adults			8,360	-	22,733
Special Child Adoption			12,000	-	-

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2013

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Fed. (Direct & Pass-through) Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
Temporary Assistance for Needy Families Cluster:					
Temporary Assistance for Needy Families (TANF)/ Workfirst	93.558		400,820	-	488,035
Work First/(TANF)-Direct Benefit Payments	93.558		567,360	-	6,813
Total TANF Cluster:			968,180	-	494,848
Foster Care and Adoption Cluster:					
Title IV-E Foster Care-Administration	93.658		72,288	20,000	52,288
Foster Care-Direct Benefit Payments	93.658		5,424	1,732	1,909
Title IV-E Adoption	93.659		23	-	-
Adoption Assistance-Direct Payments	93.659		112,950	29,782	29,782
Total Foster Care and Adoption Cluster			190,685	51,514	83,979
Subsidized Child Care (Note 3)					
Child Care Development Cluster:					
Division of Social Services					
Child Care and Development Fund - Administration	93.596		80,000	-	-
Division of Child Development:					
Child Care and Development Fund - Discretionary	93.575		367,813	-	-
Child Care and Development Fund - Mandatory	93.596		151,197	-	-
Child Care and Development Fund - Match	93.596		201,329	82,048	-
Total Child Care Development Fund Cluster			800,339	82,048	-
Temporary Assist. for Needy Families(TANF)	93.558		180,779	-	-
ARRA Emergency Contingency Fund for Social Security Block Grant	93.667		459	-	-
Foster Care Title IV-E	93.658		8,134	3,974	-
Smart Start			-	56,267	-
State Appropriations			-	24,865	-
TANF - MOE			-	84,253	-
Total Subsidized Child Care Cluster(note 3)			989,711	251,407	-
<u>Centers for Medicare and Medicaid Services</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Medical Assistance:					
Direct Benefit Payments:					
Medical Assistance Program	93.778		40,828,236	23,139,427	-
Division of Social Services:					
Administration:					
Medical Assistance Program	93.778		779,460	54,879	677,016
Health Choice	93.767		8,856	1,459	1,179

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2013

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>Centers for Disease Control and Prevention</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Public Health Emergency Preparedness	93.069		44,827	-	-
Immunization Program/Aid to County Funding	93.268		12,456	-	-
Prevention Investigations and Technical Assist.	93.283		494	-	-
Statewide Health Promotion Program	93.991		9,641	-	-
<u>Administration for Children and Families:</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Social Services Block Grant	93.667		-	500	-
Temporary Assistance for Needy Families	93.558		4,991	-	-
<u>Health Resources and Service Administration</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Maternal and Child Health Services Block Grant	93.994		73,776	55,339	-
<u>Office of the Secretary</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
ARRA-Pregnancy Assistance Fund Program	93.500		215,590	-	-
<u>Office of Population Affairs</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Office of Population Affairs					
Family Planning Services	93.217		38,724	-	-
Total U.S. Dept. of Health and Human Services			45,711,828	23,585,456	1,686,423
Total Federal Awards			47,456,087	23,591,807	2,178,220
State Awards:					
<u>N.C. Dept. of Cultural Resources</u>					
State Aid to Public Libraries					
			-	93,471	-
Total N.C. Dept. of Cultural Resources			-	93,471	-
<u>N.C. Dept. of Health and Human Services</u>					
Division of Social Services:					
County Programs					
			-	-	458,446
CWS Adoption Assistance					
			-	38,469	10,499
Nonallocating Cost					
			-	-	74,041
Energy Assistance - Private Donations					
			-	4,690	-
State/County Special Assistance for Adults					
			-	483,170	483,170
Work First Nonreimbursable					
			-	-	105,238
Foster Home					
			-	527	527
SFHF Maximation					
			-	324	324

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2013

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Division of Public Health:					
Food and Lodging Fees			-	5,024	-
Environmental Health			-	4,000	-
School Nurse Funding			-	250,000	-
General Aid to Counties			-	106,595	-
TB Medical Services			-	1,529	-
General Communicable Disease Control			-	2,147	-
Tuberculosis			-	20,432	-
Healthy Communities			-	2,839	-
WHSF			-	13,902	-
Risk Reduction/Health Promotion			-	6,206	-
Division of Aging:					
90 % State Funds			-	203,506	22,612
Total N. C. Department of Health and Human Services			-	1,143,360	1,154,857
<u>N.C. Dept. of Public Safety</u>					
Juvenile Crime Prevention Program			-	144,251	-
			-	144,251	-
<u>N.C. Dept. of Transportation</u>					
Rural Operating Assistance Program (ROAP)					
ROAP Elderly and Disabled Transportation Assistance Program		36235.19.1.2	-	54,672	-
ROAP Rural General Public Program		36228.22.5.1	-	61,351	-
ROAP Workfirst First Transitional - Employment Transportation Assistance Program		36235.19.2.2	-	20,377	-
Total N. C. Dept. Of Transportation			-	136,400	-
<u>N.C. Dept. of Environmental & Natural Resources</u>					
State Pesticide Grant			-	8,960	-
DWH-Electronics Management			-	2,017	-
DWM-Scrap Tire Grant			-	14,270	-
DWM-White goods			-	25,149	-
N.C. Dept. of Health & Natural Resources			-	50,396	-
<u>N.C. Dept of Agriculture</u>					
Animal Welfare & Spay/Neuter Program			-	12,989	-
<u>N.C. Dept of Public Instruction</u>					
Public School Building Capital Fund - Lottery Proceeds			-	891,794	-
<u>N.C. Dept of Veterans Affair</u>					
Veteran Program			-	1,452	19,571
Total State Awards			-	2,474,113	1,174,428
Total Federal and State Awards			\$ 47,456,087	\$ 26,065,920	\$ 3,352,648

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2013

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

1. Basis of Presentation

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

2. Sub recipients

Of the federal and State expenditures presented in the schedule, Bladen County provided federal awards to sub recipients as follows:

<u>Program Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>State/</u> <u>Pass-through</u> <u>Grantor's</u> <u>Number</u>	<u>Fed. (Direct &</u> <u>Pass-through)</u> <u>Expenditures</u>	<u>State</u> <u>Expenditures</u>	<u>Local</u> <u>Expenditures</u>
NC Education Lottery	NA	-	\$ -	\$ 891,794	\$ -

3. The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes:
Subsidized Child Care, Foster Care and Adoption.

4. Loans Outstanding

Bladen County had the following loan balances outstanding at June 30, 2013. These loan balances are not included in the federal expenditures presented in the schedule.

<u>Community Facilities Loans and Grants</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Amount</u> <u>Outstanding</u>
ARRA Direct Loan	10.780	\$ 470,832