

Beaufort County, North Carolina

FINANCIAL STATEMENTS

June 30, 1989





North Carolina Department of Human Resources
101 Blair Drive • Raleigh, North Carolina 27603

James G. Martin, Governor

David T. Flaherty, Secretary

December 7, 1989

Mr. Donald L. Davenport
Beaufort County Manager
Courthouse
PO Box 1027
Washington, NC 27889

Dear Mr. Davenport:

We have received the Single Audit Report of Beaufort County for the Fiscal Year Ended June 30, 1989, which has been accepted by the Secretary of the Local Government Commission.

The auditor's Reports on Compliance, Internal Control, and Schedule of Findings and Questioned Cost disclosed findings for which the Department of Human Resources is responsible for resolution.

The Corrective Action Plan required under the provisions of OMB Circular A-128 was not furnished to us with the audit report.

A Corrective Action Plan addressing each compliance finding, internal control finding, recommendation, or questioned cost, as enumerated in the auditor's Schedule of Compliance Findings and/or Questioned Cost or elsewhere in the reports, should be submitted to this office within thirty (30) calendar days of receipt of this letter.

Your Corrective Action Plan for each finding, recommendation, and/or questioned cost should include the following information:


1. Your specific concurrence or non-concurrence with the finding, recommendation, and/or questioned cost;
2. If you agree with the finding, recommendation, and/or questioned cost, please provide a description of the specific actions taken or planned, including time schedules, to settle the finding, implement the recommendation, and/or refund any State and Federal participation in questioned cost; and
3. If you disagree with the finding, recommendation, and/or questioned cost, you should provide the specific reason(s) for your position and full justification, including any supporting documentation you believe we should consider in the resolution process.

4. If you believe a finding, recommendation, and/or questioned cost does not affect State and/or Federal programs funded by the Department of Human Resources your response need only state that there is no effect; however, Corrective Action Plans will be required for noncompliance findings of general applicability.

The above procedure is intended to provide counties and public authorities with the opportunity to submit a single response to audit findings affecting financial assistance programs administered by the Department of Human Resources. Upon submission of a complete and timely response, as outlined above, submission of Corrective Action Plans to individual Department of Human Resources Divisions may be waived where currently required.

If you have any questions, please feel free to contact me at (919) 733-0169.

Sincerely,


Joyce H. Johnson
DHR Controller

JJ:kcg:89B3

cc: Chairman, Board of County Commissioners
County Finance Officer



JAMES W. PERRY
JAMES C. CRONE
A. H. CRAWFORD
KENNETH B. HAWKINS
EDWARD C. MOORING
W. FRANKIE PAGE, JR.
MICHAEL J. GLEASON
LARRY D. KEECH
WILLIS M. MANNING, JR.
ALTON G. BUCK
A. M. EDWARDS

LATNEY W. PITTARD (1932-1979)

Board of Commissioners
Beaufort County, North Carolina

We have audited the financial statements of the various funds and account groups of Beaufort County, North Carolina for the year ended June 30, 1989, and have issued a report thereon dated October 13, 1989. As a part of our audit, we made a study and evaluation of the County's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purposes of such evaluation are to establish a basis for reliance on the system of internal accounting control in determining the nature, extent, and timing of other auditing procedures that are necessary for expressing an opinion on the financial statements and to assist the auditor in planning and performing his audit of the financial statements.

A study and evaluation of internal accounting control for the purposes of an audit of financial statements would not necessarily disclose all weaknesses in the system because it was based on selective tests of accounting records and related data. However, there are internal control problems inherent to all situations in which the staff assigned financial duties is one or two persons. With one or two persons, it is technically impossible to distribute duties and responsibilities in such a manner to achieve a working set of checks and balances on each employee. The purpose behind the need for checks and balances is the prevention of inadvertent human error from entering into the recording of transactions with its subsequent incorrect reporting of transactions. It is incumbent on the Board of Commissioners in this situation, to realize the inherent weakness of the internal control system and to exercise such additional watchfulness over its affairs as it deems warranted by the circumstances.

Because of inherent limitations in any system of internal accounting control, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to risk that procedures may become inadequate because of changes in conditions that the degree of compliance with the procedures may deteriorate.

As discussed previously, our study and evaluation of internal accounting control was made for a limited purpose and would not necessarily disclose all material weaknesses in the system. Accordingly, we not not express an opinion on the system of internal accounting control of Beaufort County taken as a whole. However, such study and evaluation disclosed the following conditions that we believe result in more than a relatively low risk that errors or irregularities in amounts that would be material in relation to the financial statements of Beaufort County, North Carolina may occur and not be detected within a timely period.

Property Taxes

The County tax department has contracted to have the computer program enhanced inside to print the afterlists by computer. Without these afterlist on the computer it is much more difficult to maintain control over the taxes receivable. We urge that the changes be completed promptly.

We also suggest that the tax and finance office institute procedures to compare taxes collected to those recorded on the general ledger. The tax department should also begin to reconcile a least their computerized tax years receivables.

During our tests of receipts in the tax department we discovered that the receipts received at the end of December and the beginning of January were held several weeks before they were all processed. Measures should be taken to ensure that this does not happen again.

Accrued Compensation

At this time each employee is responsible for their own vacation and sick leave. We suggest that your plans to maintain these records in the payroll system be completed as soon as possible.

Cash Receipts

In the finance department, the bookkeeper, who also makes deposits, opens the mail. We suggest that the person who collects the mail open all the mail. She should then endorse all checks "For Deposit Only" and list all incoming receipts. On a random basis we suggest that the County Manager compare receipt totals to the actual deposited amount.

We also noted that some departments are not depositing their money timely. Procedures should be established to determine when this happens and to implement corrective procedures promptly.

Conditions that we consider to be nonmaterial weaknesses and other suggestions follows.

General

Budget

During our analysis, we found a budget amendment that was posted as a transaction and the budget was recorded as amended on the date it was entered into the computer. In order to provide better evidence of the budget process we suggest that the original budget and the amendments be recorded. To ensure the accuracy of the budget on the computer we recommend a periodic reconciliation.

Journal Entries

Currently there is no evidence of internal control over journal entries. Each journal entry should have adequate explanation and documentation if necessary. After review, the entry should then be initialed by the reviewer.

Financial Statements

We suggest that a detailed general ledger be printed and reviewed each month. We feel this will facilitate finding proofing errors.

Cash

Outstanding Checks

Several checks, some dating back to 1984, were found during our examination of cash. We suggest that the County complete its investigation of these checks and maintain a policy of investigating checks once they become 3 months old.

Checking Accounts

The County has several small checking accounts that do not pay interest. We suggest that the County, where applicable, combine these accounts into interest bearing accounts to maximize income. The County Manager has begun a review of the County's checking account needs. In order to enhance internal control we suggest that the County Manager thoroughly review and initial all bank reconciliations including the one from the Social Services Department which should be accompanied by a summary of the monthly transactions so they can be recorded on the general ledger.

Investments

Due to the number of investments that the County has, we suggest that the investment schedule be revised so to facilitate the documentation of comparison of it to the general ledger at least monthly by the County Manager. Currently some of the investments are held in the safe in the finance department which is open during business hours. The physical safety of the investments may need to be reviewed.

Fixed Assets

Additions to fixed assets should be reconciled to the capital outlay expenditures monthly. All items should also be tagged to corresponding asset numbers. The implementation of the new fixed assets computer program will facilitate these suggestions. The Board may want to set a minimum limit on capital obligations.

Cash Disbursements

During the course of our audit we determined that the approval, receipt and payment of expenses were not consistently being adequately documented. The County Manager has revised the purchase order system and is establishing procedures for the handling of purchases. It is essential that these procedures be implemented in order to maintain documentation of adequate internal control.

Payroll

All employees should submit time sheets approved by department heads to the accountants office. The time sheets should include any vacation or sick leave taken.

Payroll should be recorded appropriately into the general ledger with the liabilities and subsequent payment being recorded.

Employees records should be updated with all necessary federal, State and insurance information. In order to increase storage space you may consider allowable disposal of payroll records.

Accounting Manual

We suggest that you develop an accounting manual.

The foregoing conditions were considered in determining the nature, timing, and extent of audit tests to be applied in our audit of the financial statements, and this report of such conditions does not modify our report dated October 13, 1989.

Pittard Perry & Crane, Inc.

Belhaven, North Carolina
October 13, 1989

Beaufort County, North Carolina

FINANCIAL STATEMENTS

June 30, 1989

Board of Commissioners

Ledrué Buck, Jr. - Chairman

Frank T. Bonner - Vice-Chairman

L. Marion Dilday

Mrs. Arthur Lee Moore

Granville Lilley

County Manager

Don Davenport

Beaufort County, North Carolina
TABLE OF CONTENTS
 June 30, 1989

		<u>Page</u>
	INDEPENDENT AUDITOR'S REPORT	4-5
 <u>EXHIBIT</u>		
	COMBINED FINANCIAL STATEMENTS - OVERVIEW	6
A	Combined Balance Sheet - All Fund Types and Account Groups	7-8
B	Combined Statement of Revenues, Expenditures and Changes in Fund Balance - All Governmental Fund Types	9-10
C	Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Annual Budget and Actual - General Fund and Special Revenue Funds	11-12
	Notes to General Purpose Financial Statements	13-27
 <u>STATEMENT</u>		
	SUPPLEMENTARY INFORMATION:	
	COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS	28
	General Fund	
1	General Fund - Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	29-40
	Special Revenue Funds	
2	Combining Balance Sheet - Special Revenue Funds	41-42
3	Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Special Revenue Funds	43-44
4	Revaluation Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	45
5	Washington Administrative Unit Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	46
6	Richland Fire/Rescue District Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	47
7	Bunyan Fire District Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	48
8	Chocowinity Fire District Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	49

Beaufort County, North Carolina

TABLE OF CONTENTS

Year Ended June 30, 1989

	<u>Page</u>
<u>STATEMENT</u>	
	Special Revenue Funds (Continued)
9	Capital Reserve Fund - Schools - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 50
10	Capital Reserve Fund - County Buildings - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 51
11	Capital Reserve Fund - Broad Creek Dredging - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 52
12	Community Development Block Grant - 1986 - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 53
13	Community Development Block Grant - 1987 - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 54
	Capital Project Fund
14	Combining Balance Sheet 55
15	Combining Statement of Revenues, Expenditures, and Changes in Fund Balance 56
16	Beaufort County Hospital Capital Project Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 57
17	City High School Capital Project Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 58
18	Northside High School Capital Project Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 59
	Agency Funds
19	Combining Balance Sheet 60
19(a)	Statement of Changes in Assets and Liabilities - Agency Funds 61
 <u>SCHEDULE</u>	
	STATISTICAL SECTION 62
20	Schedule of Cash and Investment Balances 63
21	Schedule of Ad Valorem Taxes Receivable 64
22	Analysis of Current Tax Levy 65
23	Schedule of Interfund Transfers 66
	 COMPLIANCE SECTION 67
	Compliance Opinion - General Purpose Financial Statements 68
	Compliance Opinion - Major and Nonmajor Federal and State Financial Assistance 69-70
24	Schedule of Findings and Questioned Costs 71
	Internal Control Report - General Purpose Financial Statements 72-73
	Internal Control Report - Federal and State Financial Assistance 74-76
25	Schedule of Federal and State Financial Assistance 77-78



JAMES W. PERRY
JAMES C. CRONE
A. H. CRAWFORD
KENNETH B. HAWKINS
EDWARD C. MOORING
W. FRANKIE PAGE, JR.
MICHAEL J. GLEASON
LARRY D. KEECH
WILLIS M. MANNING, JR.
ALTON G. BUCK
A. M. EDWARDS

LATNEY W. PITTARD (1932-1979)

Independent Auditor's Report

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the accompanying general purpose financial statements of Beaufort County, North Carolina, as of June 30, 1989, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of Beaufort County, North Carolina, management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Beaufort County, North Carolina, as of June 30, 1989, and the results of its operations for the year ended in conformity with generally accepted accounting principles.

Board of County Commissioners
Beaufort County
Page 2

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, account group financial statements, as well as the schedule of federal and State financial assistance and other statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Beaufort County, North Carolina. Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Pittard Perry & Crone, Inc.

Belhaven, North Carolina
October 13, 1989

COMBINED FINANCIAL STATEMENTS - OVERVIEW

Beaufort County, North Carolina
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1989
With Comparative Totals for June 30, 1988

ASSETS	Governmental Fund Types		
	General	Special Revenue	Capital Project
Current assets			
Cash and investments	\$6,904,515	\$4,101,349	\$3,783,167
Taxes receivable, (net)	650,126	54,969	-
Accounts receivable (net)	1,770,335	-	-
Due from other funds	-	1,307,732	-
Noncurrent assets			
Fixed assets	-	-	-
Amounts to be provided for the retirement of general long-term debt	-	-	-
TOTAL ASSETS	\$9,324,976	\$5,464,050	\$3,783,167
LIABILITIES AND FUND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	\$ 41,725	\$ -	\$ 685,641
Miscellaneous liabilities	382	-	-
Current portion of long-term debt	-	-	-
Due to other governments	1,158	-	-
Due to other funds	77	-	1,307,732
Noncurrent liabilities			
Noncurrent portion of long-term debt	-	-	-
Accrued vacation pay	-	-	-
Deferred revenues	661,833	54,969	-
Total liabilities	705,175	54,969	1,993,373
Fund equity			
Investment in general fixed assets	-	-	-
Fund balances:			
Reserved by State Statute	1,770,335	1,307,732	-
Unreserved:			
Designated for subsequent years' expenditures	2,174,714	-	-
Undesignated	4,674,752	4,101,349	1,789,794
Total fund equity	8,619,801	5,409,081	1,789,794
TOTAL LIABILITIES AND FUND EQUITY	\$9,324,976	\$5,464,050	\$3,783,167

EXHIBIT A

Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General Fixed Assets	General Long-Term Debt	June 30,	
Trust and Agency			1989	1988
\$ 40,520	\$ -	\$ -	\$14,829,551	\$13,490,295
-	-	-	705,095	725,923
-	-	-	1,770,335	1,735,705
77	-	-	1,307,809	2,323,188
-	9,992,911	-	9,992,911	9,147,582
-	-	15,621,849	15,621,849	1,549,857
<u>\$ 40,597</u>	<u>\$9,992,911</u>	<u>\$15,621,849</u>	<u>\$44,227,550</u>	<u>\$28,972,550</u>
\$ -	\$ -	-	\$ 727,366	\$ 572,206
40,597	-	-	40,979	35,568
-	-	1,050,000	1,050,000	960,000
-	-	-	1,158	-
-	-	-	1,307,809	2,323,188
-	-	14,370,000	14,370,000	420,000
-	-	201,849	201,849	169,857
-	-	-	716,802	744,472
40,597	-	15,621,849	18,415,963	5,225,291
-	9,992,911	-	9,992,911	9,147,582
-	-	-	3,078,067	1,717,834
-	-	-	2,174,714	2,647,578
-	-	-	10,565,895	10,234,265
-	9,992,911	-	25,811,587	23,747,259
<u>\$ 40,597</u>	<u>\$9,992,911</u>	<u>\$15,621,849</u>	<u>\$44,227,550</u>	<u>\$28,972,550</u>

The accompanying notes are an integral part of the financial statement

Beaufort County, North Carolina
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30, 1989
With Comparative Totals for the Year Ended June 30, 1988

	Governmental Fund Types
	General
Revenues:	
Ad valorem taxes	\$ 5,689,071
Other taxes and licenses	4,371,354
Unrestricted intergovernmental revenues	965,171
Restricted intergovernmental revenues	2,698,103
Permits and fees	236,395
Sales and services	1,086,499
Investment earnings	622,381
Miscellaneous	49,725
Total revenues	15,718,699
Expenditures:	
General government	1,282,788
Public safety	1,953,277
Transportation	19,000
Environmental protection	825,819
Economic and physical development	188,911
Human services	4,917,091
Cultural and recreational	116,682
Education	5,031,100
Non-departmental	29,408
Capital projects	-
Debt service	
Principal retirement	700,000
Interest and fees	630,390
Total expenditures	15,694,466
Revenues over (under) expenditures	24,233
Other financing sources (uses)	
Operating transfers - in (out)	(343,600)
Proceeds of long-term debt	-
Total other sources (uses)	(343,600)
Excess of revenues and other sources over (under) expenditures and other uses	(319,367)
Fund balance	
Beginning of year, July 1	8,939,168
End of year, June, 30	\$ 8,619,801

Governmental Fund Types		Totals (Memorandum Only)	
Special Revenue	Capital Project	1989	June 30, 1988
\$ 540,102	\$ -	\$ 6,229,173	\$ 6,522,137
-	-	4,371,354	3,942,161
-	-	965,171	247,889
85,547	-	2,783,650	2,757,492
-	-	236,395	205,061
-	-	1,086,499	1,033,296
393,854	364,978	1,381,213	953,693
-	-	49,725	66,828
<u>1,019,503</u>	<u>364,978</u>	<u>17,103,180</u>	<u>15,728,557</u>
-	-	1,282,788	1,237,127
194,392	-	2,147,669	2,102,099
-	-	19,000	-
-	-	825,819	1,020,051
279,589	-	468,500	233,071
-	-	4,917,091	4,453,125
-	-	116,682	109,004
356,082	-	5,387,182	4,875,371
-	-	29,408	56,875
-	14,859,652	14,859,652	1,980,156
-	-	700,000	200,000
-	-	630,390	110,621
<u>830,063</u>	<u>14,859,652</u>	<u>31,384,181</u>	<u>16,377,500</u>
<u>189,440</u>	<u>(14,494,674)</u>	<u>(14,281,001)</u>	<u>(648,943)</u>
(2,764,056)	3,107,656	-	-
-	15,500,000	15,500,000	-
<u>(2,764,056)</u>	<u>18,607,656</u>	<u>15,500,000</u>	<u>-</u>
(2,574,616)	4,112,982	1,218,999	(648,943)
<u>7,983,697</u>	<u>(2,323,188)</u>	<u>14,599,677</u>	<u>15,248,620</u>
<u>\$5,409,081</u>	<u>\$ 1,789,794</u>	<u>\$ 15,818,676</u>	<u>\$ 14,599,677</u>

The accompanying notes are an integral part of the financial statement

Beaufort County, North Carolina
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - ANNUAL BUDGET AND ACTUAL
GENERAL FUND AND SPECIAL REVENUE FUNDS

For the Year Ended June 30, 1989

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Ad valorem taxes	\$ 5,186,000	\$ 5,689,071	\$ 503,071
Other taxes and licenses	4,100,000	4,371,354	271,354
Unrestricted intergovernmental revenues	762,500	965,171	202,671
Restricted intergovernmental revenues	2,728,025	2,698,103	(29,922)
Permits and fees	200,000	236,395	36,395
Sales and services	1,039,720	1,086,499	46,779
Investment earnings	350,000	622,381	272,381
Miscellaneous	48,105	49,725	1,620
Total revenues	<u>14,414,350</u>	<u>15,718,699</u>	<u>1,304,349</u>
Expenditures:			
General government	1,451,211	1,282,788	168,423
Public safety	2,089,993	1,953,277	136,716
Transportation	21,500	19,000	2,500
Environmental protection	921,572	825,819	95,753
Economic and physical development	231,166	188,911	42,255
Human services	5,053,821	4,917,091	136,730
Cultural and recreational	117,528	116,682	846
Education	5,031,100	5,031,100	-
Non-departmental	31,000	29,408	1,592
Debt service			
Principal retirement	700,000	700,000	-
Interest and fees	658,400	630,390	28,010
Total expenditures	<u>16,307,291</u>	<u>15,694,466</u>	<u>612,825</u>
Revenues over (under) expenditures	<u>(1,892,941)</u>	<u>24,233</u>	<u>1,917,174</u>
Other financing sources (uses):			
Operating transfers - in (out)	(343,600)	(343,600)	-
Appropriated fund balance	2,450,197	-	(2,450,197)
Contingency	(213,656)	-	213,656
Total other financing sources (uses)	<u>1,892,941</u>	<u>(343,600)</u>	<u>(2,236,541)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>(319,367)</u>	<u>\$(319,367)</u>
Fund balances:			
Beginning of year, July 1		<u>8,939,168</u>	
End of year, June 30		<u>\$ 8,619,801</u>	

Special Revenue Fund			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 521,577	\$ 540,102	\$ 18,525	\$ 5,707,577	\$ 6,229,173	\$ 521,596
-	-	-	4,100,000	4,371,354	271,354
-	-	-	762,500	965,171	202,671
807,200	85,547	(721,653)	3,535,225	2,783,650	(751,575)
-	-	-	200,000	236,395	36,395
-	-	-	1,039,720	1,086,499	46,779
10,000	393,854	383,854	360,000	1,016,235	656,235
-	-	-	48,105	49,725	1,620
<u>1,338,777</u>	<u>1,019,503</u>	<u>(319,274)</u>	<u>15,753,127</u>	<u>16,738,202</u>	<u>985,075</u>
-	-	-	1,451,211	1,282,788	168,423
184,954	194,392	(9,438)	2,274,947	2,147,669	127,278
-	-	-	21,500	19,000	2,500
-	-	-	921,572	825,819	95,753
807,200	279,589	527,611	1,038,366	468,500	569,866
-	-	-	5,053,821	4,917,091	136,730
-	-	-	117,528	116,682	846
336,623	356,082	(19,459)	5,367,723	5,387,182	(19,459)
-	-	-	31,000	29,408	1,592
-	-	-	700,000	700,000	-
-	-	-	658,400	630,390	28,010
<u>1,328,777</u>	<u>830,063</u>	<u>498,714</u>	<u>17,636,068</u>	<u>16,524,529</u>	<u>1,111,539</u>
10,000	189,440	179,440	(1,882,941)	213,673	2,096,614
(5,576,476)	(2,764,056)	2,812,420	(5,920,076)	(3,107,656)	2,812,420
5,566,476	-	(5,566,476)	8,016,673	-	(8,016,673)
-	-	-	(213,656)	-	213,656
<u>(10,000)</u>	<u>(2,764,056)</u>	<u>(2,754,056)</u>	<u>1,882,941</u>	<u>(3,107,656)</u>	<u>(4,990,597)</u>
<u>\$ -</u>	<u>(2,574,616)</u>	<u>\$(2,574,616)</u>	<u>\$ -</u>	<u>\$(2,893,983)</u>	<u>\$(2,893,983)</u>
	<u>7,983,697</u>			<u>16,922,865</u>	
	<u>\$5,409,081</u>			<u>\$ 14,028,882</u>	

The accompanying notes are an integral part of the financial statement

Beaufort County, North Carolina
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
For the Year Ended June 30, 1989

1. Summary of Significant Accounting Policies

The accounting policies of Beaufort County conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies.

A. Reporting Entity

In accordance with the criteria in NCGA Statement 3, the accompanying general purpose financial statements include all funds, account groups, agencies, boards, commissions, and authorities which are controlled by or are financially dependent upon the County.

The following entities had positive responses to some of the Statement 3 Criteria, but are excluded from the accompanying general purpose financial statements because the County had insufficient oversight responsibility.

Beaufort County Board of Education

Since North Carolina school systems have no authority to issue long-term debt, capital assets of the Board are financed primarily by general obligation bonds issued by the County. The County also has budgetary approval over its annual allocation to the Board. However, this allocation represents only approximately 20% of the Board's total budget; and the Board is not accountable to the County for its fiscal matters beyond this allocation. Further, The County does not significantly influence the operations of the Board and has no authority to designate its Management. The governing body of the Board is elected by the residents of Beaufort County.

Beaufort County Hospital

The County appoints the Hospital's governing board. Also, the County owns the assets of the Hospital. However, the County does not maintain a significant continuing relationship with the Hospital board and does not designate the management or approve the budget of the Hospital. Further, the County does not control the collection or disbursement of Hospital funds, and is not responsible for the Hospital's debt. Although the Hospital is located within the County, its services are available to people residing outside its geographical boundaries.

B. Basis of Presentation - Fund Accounting

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. In this report the various funds are grouped into two broad categories and four generic fund types. The two account groups are not funds but are used to establish accountability over the County's general fixed assets and general long-term debt.

GOVERNMENTAL FUND TYPES

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The primary revenue sources are ad valorem taxes and federal and State grants. The primary expenditures are for public safety, environmental protection, economic and physical development, human services, cultural and recreation, education and general government services.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. The County maintains Special Revenue Funds: the Capital Reserve Fund - Schools, Washington Administrative Unit Fund, the Richland Fire/Rescue District Fund, the Bunyan Fire District Fund, the Chocowinity Fire District Fund, the Broad Creek Dredging Capital Reserve Fund, the 1986 CDBG Fund, the 1987 CDBG Fund, the Capital Reserve Fund - County Buildings, and the Revaluation Fund. These funds have been consolidated in the Combined Financial Statements.

Capital Project Funds - Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds, special assessment funds, and trust funds). The County has three Capital Project Funds within the Governmental Fund Types: The Northside High School Capital Project Fund, the City High School Capital Project Fund, and the Beaufort County Hospital Capital Project Fund.

FIDUCIARY FUNDS

Agency Funds - Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. The County maintains two Agency Funds: the Social Services Fund which accounts for moneys deposited with the Social Services Department for the benefit of certain individuals and the County Home Fund which accounts for moneys deposited with the County Home for patient expenditures.

ACCOUNT GROUPS

General Fixed Assets Account Group - This group of accounts is established to account for all fixed assets of the County.

General Long-Term Debt Account Group - This group is established to account for all long-term debt obligations of the County.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All funds of the County are accounted for during the year on the modified accrual basis of accounting in accordance with North Carolina General Statutes. The governmental funds are presented in the financial statements on this same basis. Under the modified accrual basis, revenues are recognized in the accounting period in which they become measurable and available to pay liabilities of the current period. Expenditures are recognized in the accounting period in which a fund liability is incurred, if measurable, except for unmatured principal and interest on general long-term debt which are recognized when due.

D. Budgetary Data

Budgets are adopted as required by State statute. An annual budget ordinance is adopted for the general and special revenue funds. All annual appropriations lapse at fiscal year-end. Project ordinances are adopted for the capital project and capital reserve funds. All budgets are prepared using the modified accrual basis of accounting, which is consistent with the accounting system used to record transactions.

Expenditures may not legally exceed appropriations at the functional level for the general fund, at the departmental level for the special revenue funds, and at the object level for the capital projects funds. The balances in the capital reserve funds will be appropriated when transferred to their respective capital project funds. The County manager is authorized to transfer appropriations within a fund up to \$5,000; however, any revisions that alter total expenditures of any fund must be approved by the governing board. During the year several amendments to the original budget were necessary.

E. Assets, Liabilities and Fund Equity

Deposits and Investments

Deposits

All deposits of the County are made in board-designated official depositories and are collateralized as required by G.S. 159-31. Official depositories may be established with any bank or savings and loan association whose principal office is located in North Carolina. Also, the County may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit. At year-end, the County's deposits had a carrying amount of \$8,572,495 and a bank balance of \$9,092,696.

Deposits (continued)

Depositories must collateralize public deposits in excess of federal depository insurance coverage by using one of two options. Under Option 1, a separate escrow account is established by each depository in the name of each local unit and the responsibility of monitoring collateralization rests with the local unit. Under Option 2, each depository establishes an escrow account in the name of the State Treasurer to secure all of its public deposits. This option shifts the monitoring responsibility from the local unit to the State Treasurer.

The County has deposits in Option 2 banks. Of the bank balance, \$200,000 was covered by federal depository insurance and \$8,892,696 was covered by collateral held by authorized escrow agents in the name of the State Treasurer.

Investments

G.S. 159-30 authorizes the County to invest in obligations of the U.S. Treasury; obligations of any agency of the United States of America, provided the payment of interest and principal of such obligations is fully guaranteed 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 banker's acceptances; and the North Carolina Cash Management Trust, an SEC registered mutual fund.

The County's investments are categorized to give an indication of the level of risk assumed by the entity at year-end. Column A includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Column B includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the County's name. The North Carolina Cash Management Trust fund is exempt from risk categorization because third-party custodians take delivery of investment securities on behalf of the fund.

	<u>A</u>	<u>B</u>	<u>Cost Value</u>	<u>Market Value</u>
U. S. Government Securities	\$960,124	\$ -	\$ 960,124	\$ 960,124
Common stock	2,500	-	2,500	5,600
	<u>\$962,624</u>	<u>\$ -</u>	962,624	965,724
 North Carolina Cash Management Trust			<u>5,293,423</u>	<u>5,293,423</u>
			<u>\$6,256,047</u>	<u>\$6,259,147</u>

Ad Valorem Taxes Receivable

In accordance with G.S. 105-347 and G.S. 159-13(a), ad valorem taxes are levied on July 1, the beginning of the fiscal year and are due on September 1; however, penalties do not accrue until the following January 6. The taxes are based on the assessed values as of January 1, 1988.

Ad valorem taxes receivable are not accrued as a revenue because the amount is not considered "available". At June 30, taxes receivable are materially past due and are not considered to be an available resource to finance the operations of the subsequent year. The receivable amount is reduced by an allowance for doubtful accounts equal to the original levy which was written off in past years (Note 2). An amount equal to the net receivable is shown as a deferred revenue on the Combined Balance Sheet.

Allowances for Doubtful Accounts

Allowances for doubtful accounts are maintained on all types of receivables which historically experience uncollectible accounts (see Note 3).

Use-Value Assessment on Certain Lands

In accordance with the general statutes, agriculture, horticulture, and forest land may be taxed at 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 accrued interest from the original due date. This tax is immediately due and payable. The following are property taxes that could become due if present use-value eligibility is lost. These amounts have not been recorded in the financial statements.

<u>Year Levied</u>	<u>Tax</u>	<u>Interest</u>	<u>Total</u>
1986	\$ 33,530	\$ 7,963	\$ 41,493
1987	26,687	4,270	30,957
1988	26,694	1,535	28,229
Total	<u>\$ 86,911</u>	<u>\$ 13,768</u>	<u>\$100,679</u>

Inventory

Supplies are not inventoried at year end because the amounts are considered immaterial.

Fixed Assets

General fixed assets are recorded at original cost or appraised value at the time of donation. Certain items acquired before July 1, 1970, are recorded at an estimated original cost. The total of such estimates is not considered large enough that errors would be material when the fixed assets are considered as a whole.

Long-term Debt

Long-term debt is included in the General Long-Term Debt Account Group (e.g., general obligations bonds, lease purchase agreements). The debt service requirements for these obligations are appropriated annually in the General Fund.

Deferred Revenues

As discussed in the Summary of Significant Accounting Policies, (Note 1), ad valorem taxes receivable are not accrued as a revenue because they are not considered to be both "measurable and available". NCGA Statement 1 states that property taxes that are measurable but not available should be initially recorded as deferred revenues. In addition, property taxes collected in advance of the fiscal year to which they apply should also be recorded as deferred revenues.

The balance in deferred revenues at year-end is composed of the following elements:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Prepaid taxes not yet earned	\$ 4,507	\$ -
Taxes receivable (net)	650,126	54,969
Prepaid revenue not yet earned	7,200	-
Total deferred revenues	<u>\$661,833</u>	<u>\$ 54,969</u>

Fund Equity

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

The governmental fund types classify fund balances as follows:

Reserved

Reserved by State Statute - portion of fund balance not available for appropriation after remaining reserves not available for appropriation, such as reserved for encumbrances, have been segregated. This amount is usually comprised of receivables and due froms.

Unreserved

Designated for subsequent year's expenditures - portion of total fund balance available for appropriation which has been designated for the adopted 1989-1990 budget ordinance.

Undesignated - portion of total fund balance available for appropriation which is uncommitted at year-end.

F. Revenues, Expenditures and Expenses

Revenue Sharing Receipts and Expenditures

General Revenue Sharing receipts and expenditures for the fiscal year ended June 30, 1989, were as follows: -

Revenues	\$ -
Expenditures	
Capital outlay - Environmental Protection	<u>2,638</u>
Revenues (under) expenditures	<u>\$(2,638)</u>

School Facilities Finance Act of 1987

The 1987 General Assembly passed the School Facilities Finance Act of 1987 (Act) to assist county governments in meeting their public school facility capital needs. The Act created two new State-funded programs for the construction and renewal of school facilities: the Public School Building Capital Fund administered by the Office of State Budget and Management and the Critical School Facilities Needs Fund administered by the State Board of Education.

Public School Building Capital Fund

This program is funded by a one percent increase (from 6% to 7%) in the corporate income tax rate which the Department of Revenue collects and deposits into the Fund. The Department made monthly deposits into the Fund from October 1, 1987, through July 31, 1988, of 100 percent of the revenues it collected from the additional one percent tax. Beginning July 1, 1988, the Department will make quarterly deposits into the Fund of 50 percent of the revenues it collected from the additional one percent tax less \$2.5 million which it will deposit into the Critical School Facilities Needs Fund.

The corporate income taxes deposited into the Fund are allocated to the County on the basis of its average daily membership (ADM) as determined by the State Board of Education. The Office of State Budget and Management establishes and maintains an ADM allocation account for the County. At June 30, 1989, the balance of the County's ADM allocation account was \$303,746.

After approving a school capital project authorized by the Act, the Office of State Budget and Management will transfer funds from the County's ADM allocation account to its disbursing account maintained with the State Treasurer. At that time, the ADM allocation transferred is considered to be "available" and is recognized in the General Fund as a restricted intergovernmental revenue.

At June 30, 1989, the County's disbursing account had a balance of \$303,746, which is the amount authorized for the City High School capital project. This County must match this balance on the basis of one dollar for every three dollars of State funds.

Critical School Facilities Needs Fund

This program is funded by increased collections of various taxes received by the Department of Revenue. In early 1989, a one time deposit was made by the Department to establish the Critical School Facilities Needs Fund. Beginning on July 1, 1989, and each quarter thereafter, the Department will deposit \$2.5 million as described above.

Grants are awarded by the newly created Commission on School Facility Needs based on the County's critical needs. A joint application must be made by the Beaufort County Board of Commissioners and the Beaufort County Board of Education. At June 30, 1989, the Boards had not submitted a grant application to the Office of State Budget and Management.

Other Resources

The General Fund provides the basis of local resources for other governmental funds. These transactions are recorded as "Operating transfers-out" in the General fund and "Operating transfers-in" in the receiving fund.

Additional Social Welfare Expenditures

The benefit payments listed below were issued directly from the State to recipients of the County on its behalf. These amounts represent additional federal and State financial assistance to the residents of the County but are not reflected in the financial statements because the County has no primary responsibilities beyond making eligibility determinations.

Food Stamps	\$ 1,675,034
WIC	593,394
Medicaid	9,201,369
AFDC	1,496,723
Total	<u>\$12,966,520</u>

Vacation and Sick Pay

The vacation policy of the County provides for the accumulation of up to thirty (30) days earned vacation leave with such leave being fully vested when earned. Accumulated earned vacation at June 30, 1989, amounted to approximately \$201,849 relating to the governmental funds. The liability of the governmental funds is recorded in the General Long-Term Debt Account Group. The current portion of the accumulated vacation pay is not considered to be material and, therefore, no provision for this has been made in the accompanying financial statements.

The County's sick leave policy provides for an unlimited accumulation of earned sick leave. Accumulated sick leave at June 30, 1989, amounted to approximately \$604,716 relating to the governmental funds. 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 the County has no obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

G. Other

Total (Memorandum Only) Columns

In each of the accompanying financial statements, the "Total (Memorandum Only)" columns are not the equivalent of consolidated totals and do not represent consolidated financial information. These columns are presented only to facilitate financial analysis.

Combining Statements

There is only one fund for the following fund types:

General Fund

Therefore, there are no combining statements for these fund types included in the financial statements.

Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations.

2. Detail Notes on All Funds and Account Groups

A. Assets

Receivables - Allowances for Doubtful Accounts

The amounts shown in Exhibit A for receivables are net of the following allowances for doubtful accounts:

	<u>6/30/89</u>	<u>6/30/88</u>
Funds		
General Fund		
Property Taxes	\$256,000	\$176,062
Special Revenue Fund	16,200	12,967
	<u>\$272,200</u>	<u>\$189,029</u>

Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

	General Fixed Assets July 1, 1988	Additions	Retirements	Transfers	General Fixed Assets June 30, 1989
Land	\$ 576,493	\$ -	\$ -	\$ -	\$ 576,493
Buildings & improvements	5,248,095	129,500	-	702,501	6,080,096
Vehicles & equipment	2,983,268	367,226	14,172	-	3,336,322
Construction in progress	339,726	362,775	-	(702,501)	-
Total	\$ 9,147,582	\$859,501	\$ 14,172	\$ -	\$ 9,992,911

By function

General Government	\$ 2,545,547	\$182,621	\$ -	\$ -	\$ 2,728,168
Public Safety	759,207	100,379	-	-	859,586
Human Services	3,402,158	28,510	14,172	-	3,416,496
Environmental Protection	1,664,181	182,060	-	702,501	2,548,742
Economic & Physical Development	431,763	3,156	-	-	434,919
Revaluation	5,000	-	-	-	5,000
Construction in progress	339,726	362,775	-	(702,501)	-
Total	\$ 9,147,582	\$859,501	\$ 14,172	\$ -	\$ 9,992,911

Reconciliation of additions

Capital outlay expenditures - Statement 1	\$859,501
---	-----------

B. Liabilities

Pension Plan Obligations

1. Local Governmental Employees' Retirement System

All permanent full-time Beaufort County employees participate in the statewide Local Governmental Employees' Retirement System, a multiple-employer, cost-sharing, defined benefit pension plan. The County's payroll for employees covered by the System for the year ended June 30, 1989, was \$3,575,132; the County's total payroll was \$3,699,211.

1. Local Governmental Employees' Retirement System (continued)

Employees not engaged in law enforcement may retire with unreduced retirement benefits under the following conditions:

- 1) complete 30 years of creditable service, or
- 2) reach age 65 and complete 5 years of creditable service, or
- 3) reach age 60 and complete 25 years of creditable service

Law enforcement officers may retire with unreduced retirement benefits after completing 30 years of creditable service or after reaching age 55 and completing 5 years of creditable service.

Employees retiring under any of these conditions are entitled to annual retirement benefits equal to 1.60% of their average final compensation times their years of creditable service. Average final compensation is the average of an employee's salary during the employee's four highest paid years in a row.

Employees may retire with reduced retirement benefits under the following conditions:

- 1) Employees not engaged in law enforcement who reach age 50 and complete 20 years of creditable service or reach age 60 and complete 5 years of creditable service, or
- 2) Law enforcement officers who reach age 50 and complete 15 years of creditable service, or
- 3) Firemen who reach age 55 and complete 5 years of creditable service

Also, the System provides death and disability benefits to its participants. After five years of creditable service, employees qualify for a vested deferred benefit.

Covered employees are required by State statute to contribute 6 percent of their salary to the System. The County is required by the same statute to contribute the remaining amounts necessary to pay benefits when due. The contribution requirement for the year ended June 30, 1989, was \$389,676, which consisted of \$175,168 from the County and \$214,508 from employees; the County's required contributions for employees not engaged in law enforcement and for law enforcement officers represented 5.07% and 3.6% of covered payroll respectively.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employee retirement systems and employers. The System does not make separate measurements of assets and pension benefit obligation for individual employers. The pension benefit

1. Local Governmental Employees' Retirement System (continued)

obligation for the System as a whole at December 31, 1988, the date of the latest available actuarial valuation was \$2,323,781,000. The System's net assets available for benefits on that date (at market value) were \$2,558,804,686, leaving net assets in excess of the pension benefit obligation of \$235,023,686. The County's 1989 contribution represented .21% of total contributions required of all participating entities.

Ten-year historical trend information showing the System's revenues by source and expenses by type will be presented in the State of North Carolina's June 30, 1989, Comprehensive Annual Financial Report (CAFR). The State's CAFR will also begin to present prospective trend information showing the System's progress in accumulating sufficient assets to pay benefits when due.

2. Law Enforcement Officers Special Separation Allowance

A. Description

Beaufort County will become the administrator of a single-employer, defined benefit, public employee retirement system established by the County to provide special separation benefits to its law enforcement officers. Starting July 1, 1989, payments will be recorded as expenditures in the General Fund as they come due.

All full-time County law enforcement officers are covered by the System.

The System provides separation benefits to all full-time County law enforcement officers who meet the following:

- 1) Have (i) completed 30 or more years of creditable service, or (ii) have attained 55 years of age and completed 5 or more years of creditable service, and
- 2) Have not attained 62 years of age, and
- 3) Have completed at least 5 years of continuous service as a law enforcement officer immediately preceding a service retirement.

The qualified law enforcement officers are entitled to an annual retirement benefit of .85% of the annual equivalent of the base rate of compensation most recently applicable to the covered employee for each year of creditable service. The retirement benefits are paid monthly in equal installments. Payments to retired officers cease at their death or on the last day of the month in which the officer attains 62 years of age or upon the first day of reemployment by any State department, agency, or institution.

The County is required by State statute to provide these special separation benefits and has chosen to fund the amount necessary to cover the benefits earned as they come due from the General Fund.

3. Supplemental Retirement Income Plan for Law Enforcement Officers

All law enforcement officers employed by the County participate in the Supplemental Retirement Income Plan, a defined contribution pension plan. Participation begins at the date of employment. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. State statute requires that the County contribute each month an amount equal to 5 percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan.

The County's contributions were calculated using a covered payroll amount of \$414,369. Total contributions for the year ended June 30, 1989, were \$20,751 which consisted of \$20,751 from the County and \$ - 0 - from the law enforcement officers. The County's required contributions represented 6 percent of the covered payroll amount.

Commitments

The County had commitments of approximately \$5,139,764 for the renovation of the hospital and for the construction of two additional high school facilities. These projects are being funded mainly by federal grants and general obligation bond proceeds.

Claims and Judgements

At June 30, 1989, the County was a defendant to various lawsuits. In the opinion of management and the County attorney, the ultimate outcome of these legal matters will not have a material adverse effect on the County's financial position.

Long-Term Debt

The general obligation bonds financed by the governmental funds are accounted for in the General Long-Term Debt Account Group. All bonds are collateralized by the faith, credit, and taxing power of the County. Principal and interest requirements are appropriated when due.

Bonds payable at June 30, 1989, are comprised of the following individual issues:

General obligation bonds

\$600,000 1978 Technical Institute Serial bonds, due on May 1 in installments ranging from \$20,000 to \$50,000 through May 1, 1996; interest at 5.0 percent.	\$ 320,000
\$500,000 1969 Technical Institute Serial bonds, due on June 1 in installments of \$50,000 through June 1, 1990; interest at 6.5 percent	50,000

Beaufort County, North Carolina
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
For the Year Ended June 30, 1989

General obligation bonds (continued)

\$1,500,000 1969 County Courthouse Serial bonds, due on June 1 in installments of \$50,000 through June 1, 1990; interest at 6.5 percent.	\$ 50,000
\$6,700,000 1989 School Facility Serial bonds, due on February 1 in installments ranging from \$300,000 to \$400,000 through February, 2006.	6,700,000
\$5,300,000 1988 School Facility Serial bonds, due on June 1 in installments of \$300,000 through June, 2006.	5,000,000
\$3,500,000 1988 Hospital Improvement Serial bonds, due on June 1 in installments of \$200,000 through June, 2006.	<u>3,300,000</u>
	<u>\$15,420,000</u>

At June 30, 1989, Beaufort County had a legal debt margin of \$128,770,809.

The following is a summary of changes in general long-term debt for the year ended June 30, 1989.

	General Long- Term Debt July 1, 1988	Additions	Retirements	General Long- Term Debt June 30, 1989
General obligation bonds	\$ 1,380,000	\$15,500,000	\$ 1,460,000	\$ 15,420,000
Vacation pay	169,857	31,992	-	201,849
Total	<u>\$ 1,549,857</u>	<u>\$15,531,992</u>	<u>\$ 1,460,000</u>	<u>\$ 15,621,849</u>

By purpose

Schools	\$ -	\$12,000,000	\$ 300,000	\$ 11,700,000
Technical institute	470,000	-	100,000	370,000
Hospital	760,000	3,500,000	960,000	3,300,000
General government buildings	150,000	-	100,000	50,000
Vacation pay	169,857	31,992	-	201,849
Total	<u>\$ 1,549,857</u>	<u>\$15,531,992</u>	<u>\$ 1,460,000</u>	<u>\$ 15,621,849</u>

Long-Term Debt (continued)

The following table summarizes the annual requirements to amortize all long-term debt outstanding (excluding vacation pay and claims and judgements):

General Long-Term Debt	General Obligation Bonds	
	Principal	Interest
1990	\$ 1,050,000	\$1,130,505
1991	950,000	1,055,905
1992	950,000	987,305
1993	950,000	918,180
1994	950,000	849,030
Next 5 years	4,570,000	3,220,110
To maturity	6,000,000	1,708,350
	\$15,420,000	\$9,869,385

C. Interfund Receivables and Payables

Fund	Interfund Receivable	Interfund Payable
General	\$ -	\$ 77
Special Revenue	1,307,732	-
Capital Projects	-	1,307,732
Trust and Agency	77	-
Total	\$ 1,307,809	\$1,307,809

4. SUMMARY DISCLOSURE OF SIGNIFICANT 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.

SUPPLEMENTARY INFORMATION:

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS SECTION

Beaufort County, North Carolina
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1
Page 1 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Revenues				
Ad valorem taxes:				
Current year	\$ 4,935,000	\$ 5,399,425	\$ 464,425	\$ 5,610,638
Prior years	165,000	167,296	2,296	269,993
Animal taxes	11,000	9,880	(1,120)	9,594
Penalties and interest	75,000	112,470	37,470	92,156
Total	<u>5,186,000</u>	<u>5,689,071</u>	<u>503,071</u>	<u>5,982,381</u>
Other taxes and licenses:				
Intangible taxes	394,000	452,524	58,524	357,819
Local option sales tax	3,696,000	3,907,088	211,088	3,574,630
Schedule "B"	10,000	11,742	1,742	9,712
Total	<u>4,100,000</u>	<u>4,371,354</u>	<u>271,354</u>	<u>3,942,161</u>
Unrestricted intergovernmental revenues:				
Payments in lieu of taxes	1,500	-	(1,500)	1,672
General revenue sharing	-	-	-	-
Beer and wine	125,000	119,867	(5,133)	120,906
Tax refunds - sales and gasoline	56,000	44,328	(11,672)	105,488
Food Stamp reimbursement	40,000	37,907	(2,093)	-
Inventories tax reimbursement	520,000	743,428	223,428	-
Homestead exemption reimbursement	20,000	19,641	(359)	19,823
Total	<u>762,500</u>	<u>965,171</u>	<u>202,671</u>	<u>247,889</u>
Restricted intergovernmental revenues:				
State grants	2,367,537	2,251,230	(116,307)	2,061,224
Court facility fees	335,418	432,329	96,911	401,466
5 cent bottle tax	25,070	14,544	(10,526)	15,809
Total	<u>2,728,025</u>	<u>2,698,103</u>	<u>(29,922)</u>	<u>2,478,499</u>
Permits and fees:				
Building permits & inspection fees	50,000	52,086	2,086	56,110
Register of Deeds	150,000	184,309	34,309	148,951
Total	<u>200,000</u>	<u>236,395</u>	<u>36,395</u>	<u>205,061</u>
Sales and services:				
Patient fees - Nursing Home	679,486	686,788	7,302	671,639
Patient fees - other	16,734	31,099	14,365	8,215
Gas sales	6,000	7,332	1,332	7,880
Rescue squad	12,000	7,777	(4,223)	12,177
Chore fees	-	-	-	1,033

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1
Page 2 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Sales and services (continued):				
Cable TV franchise fees	8,000	6,099	(1,901)	14,137
Refuse collection fees	220,000	245,998	25,998	233,532
Collection fees - town taxes	30,000	31,183	1,183	30,504
Sheriff's fees	10,000	11,011	1,011	10,289
Animal control fees	2,500	4,212	1,712	2,640
Communication center	55,000	55,000	-	41,250
Total	<u>1,039,720</u>	<u>1,086,499</u>	<u>46,779</u>	<u>1,033,296</u>
Investment earnings:				
Investment earnings	350,000	622,381	272,381	503,197
Investment earnings-revenue sharing	-	-	-	11,338
Total	<u>350,000</u>	<u>622,381</u>	<u>272,381</u>	<u>514,535</u>
Miscellaneous:				
Sale of fixed assets	1,000	4,419	3,419	1,620
Rent of public building	25,000	24,192	(808)	25,969
Donations	7,100	6,724	(376)	1,131
Other	5,005	3,654	(1,351)	9,410
Insurance claim	10,000	10,736	736	28,698
Total	<u>48,105</u>	<u>49,725</u>	<u>1,620</u>	<u>66,828</u>
TOTAL REVENUES	14,414,350	15,718,699	1,304,349	14,470,650
Expenditures:				
General government				
Governing body				
Salaries and employee benefits	28,346	27,019	1,327	18,102
Travel	9,500	9,498	2	8,098
Operating expenses	8,100	7,343	757	6,360
Total	<u>45,946</u>	<u>43,860</u>	<u>2,086</u>	<u>32,560</u>
Administration				
Salaries and employee benefits	76,018	71,059	4,959	63,417
Contracted services	12,000	10,664	1,336	-
Travel	5,000	4,524	476	3,605
Insurance and bonds	140,000	130,628	9,372	125,075
Operating expenses	8,650	7,337	1,313	16,944
Capital outlay	140,000	138,300	1,700	19,356
Total	<u>381,668</u>	<u>362,512</u>	<u>19,156</u>	<u>228,397</u>

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1
Page 3 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Elections				
Salaries and employee benefits	43,796	42,808	988	53,170
Contracted services	1,220	1,212	8	-
Travel	2,600	2,368	232	2,584
Operating expenses	9,925	11,206	(1,281)	7,322
Capital outlay	14,517	11,919	2,598	34,893
Total	72,058	69,513	2,545	97,969
Finance				
Salaries and employee benefits	37,792	37,519	273	34,112
Operating expenses	8,300	7,235	1,065	5,941
Contracted services	25,015	22,404	2,611	23,481
Capital outlay	1,100	150	950	1,300
Total	72,207	67,308	4,899	64,834
Taxes				
Salaries and employee benefits	292,375	281,767	10,608	276,723
Travel	5,700	2,676	3,024	2,856
Operating expenses	89,920	72,043	17,877	64,251
Contracted services	23,440	13,071	10,369	1,784
Refunds	1,200	630	570	982
Capital outlay	32,500	28,404	4,096	3,092
Total	445,135	398,591	46,544	349,688
Legal				
Salaries and employee benefits	16,065	15,391	674	14,394
Professional services	30,000	13,158	16,842	8,693
Total	46,065	28,549	17,516	23,087
Register of Deeds				
Salaries and employee benefits	87,414	87,318	96	82,357
Travel	1,000	374	626	622
Operating expenses	10,350	8,973	1,377	8,810
Contracted services	13,600	9,344	4,256	8,639
Capital outlay	1,400	1,369	31	6,034
Total	113,764	107,378	6,386	106,462

Beaufort County, North Carolina

GENERAL FUND**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES****IN FUND BALANCE - BUDGET AND ACTUAL**

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1

Page 4 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Public buildings				
Salaries and employee benefits	67,518	65,605	1,913	49,445
Insurance and bonds	900	448	452	12,000
Operating expenses	174,950	115,671	59,279	124,119
Contracted services	23,200	20,874	2,326	56,386
Capital outlay	7,800	2,479	5,321	63,771
Total	274,368	205,077	69,291	305,721
<u>Total general government</u>	<u>1,451,211</u>	<u>1,282,788</u>	<u>168,423</u>	<u>1,208,718</u>
Public safety				
Sheriff				
Salaries and employee benefits	526,229	516,126	10,103	389,430
Travel	43,000	42,777	223	30,429
Insurance and bonds	10,500	50	10,450	8,100
Operating expenses	106,350	91,175	15,175	58,195
Capital outlay	102,560	95,404	7,156	325,625
Total	788,639	745,532	43,107	811,779
Jail				
Salaries and employee benefits	156,491	156,035	456	136,762
Operating expenses	148,810	136,096	12,714	123,867
Capital outlay	366,276	366,244	32	340,091
Total	671,577	658,375	13,202	600,720
Emergency management				
Salaries and employee benefits	30,230	30,222	8	28,797
Travel	600	292	308	300
Operating expenses	1,705	1,138	567	1,296
Capital outlay	3,875	-	3,875	60
Total	36,410	31,652	4,758	30,453
Fire				
Assistance to local fire departments	125,000	120,267	4,733	108,879
Forestry	68,678	61,461	7,217	69,066
Total	193,678	181,728	11,950	177,945
Communications				
Salaries and employee benefits	123,083	119,012	4,071	90,860
Operating expenses	33,274	31,186	2,088	17,177
Total	156,357	150,198	6,159	108,037

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1

Page 5 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Public safety				
Rescue squads				
Assistance to local rescue squads	102,600	77,492	25,108	64,846
Inspectors				
Salaries and employee benefits	71,936	52,955	18,981	51,287
Travel	3,500	1,081	2,419	1,401
Operating expenses	4,500	3,268	1,232	2,760
Capital outlay	5,000	1,506	3,494	453
Total	84,936	58,810	26,126	55,901
Animal control				
Salaries and employee benefits	37,646	36,373	1,273	36,820
Travel	1,880	1,020	860	1,346
Operating expenses	3,270	2,547	723	2,613
Total	42,796	39,940	2,856	40,779
Medical examiner				
Professional services	13,000	9,550	3,450	13,800
Total public safety	2,089,993	1,953,277	136,716	1,904,260
Transportation				
Airports and highways				
Assistance to local airport	21,000	18,500	2,500	45,000
Assistance to local highway association	500	500	-	500
Total transportation	21,500	19,000	2,500	45,500
Environmental protection				
Sanitation				
Salaries and employee benefits	367,663	357,262	10,401	277,659
Travel	75,000	71,080	3,920	68,483
Repairs and maintenance	169,900	137,058	32,842	167,890
Operating expenses	12,300	8,680	3,620	8,616
Contract services	3,000	1,761	1,239	-
Insurance and bonds	15,000	-	15,000	15,066
Use of landfill	51,900	51,817	83	45,408
Capital outlay	210,700	182,060	28,640	421,127
Total	905,463	809,718	95,745	1,004,249

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1

Page 6 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Soil and resource conservation				
Salaries and employee benefits	15,009	15,001	8	14,702
National Association of Conservation Districts	393	393	-	-
Mid-East RC & D	400	400	-	400
Operating expenses	307	307	-	700
Total	16,109	16,101	8	15,802
<u>Total Environmental Protection</u>	921,572	825,819	95,753	1,020,051
Economic and physical development				
Planning				
Professional services	1,000	-	1,000	3,150
Industrial development				
CAMA land use plan	-	-	-	11,250
Special CAMA grant	59,500	27,800	31,700	10,500
Aurora	1,200	1,200	-	1,200
Belhaven	3,000	3,000	-	3,000
Washington	17,718	17,718	-	17,718
Mid-East Commission	13,302	13,302	-	13,302
Total	94,720	63,020	31,700	56,970
Agricultural extension				
Salaries and employee benefits	79,801	79,264	537	67,400
Travel	1,500	1,258	242	1,042
Operating expenses	43,195	41,413	1,782	12,535
Capital outlay	3,350	3,156	194	2,276
Total	127,846	125,091	2,755	83,253
Special appropriations				
Community Development Block Grant	6,800	-	6,800	-
Southern Albemarle Association	800	800	-	800
County road signs	-	-	-	17,099
Total	7,600	800	6,800	17,899
<u>Total economic and physical development</u>	231,166	188,911	42,255	161,272

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1

Page 7 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Human services				
Health				
Administration				
Board members	1,000	495	505	780
Salaries and employee benefits	373,167	364,950	8,217	342,692
Medical consultant	4,440	4,440	-	4,200
Travel	6,695	5,996	699	4,710
Operating expenses	42,600	38,489	4,111	50,434
Mosquito control	2,617	2,617	-	-
Insurance and bonds	1,738	1,343	395	4,793
Capital outlay	615	614	1	8,400
Total	432,872	418,944	13,928	416,009
Family planning				
Salaries and employee benefits	83,668	79,598	4,070	73,886
Travel	970	966	4	-
Operating expenses	13,235	13,216	19	7,802
Capital outlay	340	340	-	861
Total	98,213	94,120	4,093	82,549
Maternal and child health				
Salaries and employee benefits	103,167	87,603	15,564	73,856
Professional services	9,900	8,633	1,267	9,899
Travel	1,074	1,074	-	999
Insurance and bonds	885	700	185	-
Operating expenses	29,487	27,444	2,043	23,635
Capital outlay	1,270	1,429	(159)	432
Total	145,783	126,883	18,900	108,821
TB program				
Salaries and employee benefits	15,651	13,920	1,731	13,237
Travel	1,000	1,000	-	839
Contracted services	320	320	-	-
Operating expenses	6,309	6,309	-	8,240
Total	23,280	21,549	1,731	22,316
Risk reduction				
Salaries and employee benefits	12,723	12,701	22	12,058
Operating expenses	434	433	1	566
Total	13,157	13,134	23	12,624

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1
Page 8 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Health (continued)				
Environmental				
Operating expenses	1,000	940	60	-
Capital outlay	2,000	2,000	-	-
Total	3,000	2,940	60	-
Adult health - hypertension				
Salaries and employee benefits	6,362	4,986	1,376	5,473
Travel	800	794	6	773
Operating expenses	2,120	2,108	12	2,802
Total	9,282	7,888	1,394	9,048
Women, infants, and children				
Salaries and employee benefits	90,259	80,654	9,605	74,932
Travel	1,200	1,079	121	905
Operating expenses	9,123	8,308	815	5,747
Capital outlay	1,150	1,113	37	-
Total	101,732	91,154	10,578	81,584
Other health				
Aids control	500	479	21	-
Total health	827,819	777,091	50,728	732,951
Mental health				
Tideland Mental Health Center				
General appropriations	75,095	75,095	-	70,843
Alcoholism and rehabilitation	25,070	25,070	-	23,650
Maintenance and repairs - building	12,000	-	12,000	-
Options State Grant	30,637	19,546	11,091	-
Developmental center	56,789	56,789	-	66,000
Total mental health	199,591	176,500	23,091	160,493
Social services				
Administration				
Board members	1,500	1,469	31	1,687
Salaries and employee benefits	1,339,816	1,337,418	2,398	1,172,740
Professional services	34,000	33,755	245	29,850
Travel	25,800	25,747	53	24,667
Operating expenses	136,650	125,441	11,209	92,102
Capital outlay	13,500	12,747	753	4,660
Total	1,551,266	1,536,577	14,689	1,325,706

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1

Page 9 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Social services (continued)				
AFDC program				
County participation only	319,351	319,305	46	269,473
Initial checks	22,000	20,725	1,275	4,946
Total	341,351	340,030	1,321	274,419
Medicaid program				
County participation only	463,966	463,926	40	389,782
SSA program				
County participation only	277,583	272,280	5,303	208,467
Aid to blind program				
County participation only	9,565	5,632	3,933	6,184
Purchased services				
Salaries - chore program	156,925	156,921	4	154,480
Employee benefits	11,780	11,769	11	11,330
Title XIX transportation	2,500	2,492	8	1,499
Unemployment insurance - chore program	500	477	23	1,267
Travel - Title XX	500	379	121	492
State foster home	25,120	22,820	2,300	34,659
Family planning	752	275	477	219
Day care services	223,521	223,477	44	216,657
AFDC emergency assistance	10,695	7,682	3,013	53,459
Purchased services - CWEP	6,500	3,517	2,983	6,600
Food stamp employment	6,100	3,475	2,625	2,993
CPL - Energy assistance	1,000	967	33	1,861
Crisis intervention	44,000	43,979	21	43,317
Psychological services	500	-	500	-
Total	490,393	478,230	12,163	528,833
County services				
General relief	6,000	4,052	1,948	4,784
Hospital and clinical fees	2,000	117	1,883	1,520
Donations	400	-	400	27
Special matching	500	-	500	-
Travel	400	227	173	274
Miscellaneous	200	172	28	90
Total	9,500	4,568	4,932	6,695
Total social services	3,143,624	3,101,243	42,381	2,740,086

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988 STATEMENT 1
Page 10 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Veterans service officer				
Salaries and employee benefits	8,565	8,534	31	7,999
Travel	50	25	25	25
Operating expenses	427	288	139	242
Capital outlay	63	63	-	232
Total	9,105	8,910	195	8,498
Nursing home				
Board members	1,600	1,360	240	1,360
Salaries and employee benefits	574,276	565,024	9,252	528,640
Professional services	7,695	7,299	396	4,799
Travel	200	96	104	223
Repairs and maintenance	35,365	33,308	2,057	63,841
Operating expenses	133,430	130,976	2,454	111,752
Miscellaneous refunds	3,000	1,881	1,119	1,500
Capital outlay	11,620	10,204	1,416	1,512
Total	767,186	750,148	17,038	713,627
Special appropriations				
Association for the Blind	2,500	2,500	-	-
CBA Program - 4-H Program	4,000	3,716	284	-
Appropriation to Council on Aging	19,905	19,905	-	15,000
Pamlico Pals	1,600	1,600	-	1,600
Restitution program	6,702	5,073	1,629	1,281
CBA program - Youth Task Force	70,789	69,405	1,384	78,589
National Guard	1,000	1,000	-	1,000
Total	106,496	103,199	3,297	97,470
Total human services	5,053,821	4,917,091	136,730	4,453,125
Cultural and recreational				
Recreation				
Aurora	2,908	2,908	-	2,908
Bath	3,405	3,405	-	-
Belhaven	3,542	3,542	-	3,542
Chocowinity	3,948	3,150	798	3,948
Pantego	1,988	1,988	-	1,309
Pinetown	1,988	1,940	48	1,710
Washington	7,151	7,151	-	7,149
Washington Park	1,718	1,718	-	1,718
Total	26,648	25,802	846	22,284

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1
Page 11 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Cultural and recreational (continued)				
Libraries				
BHM Regional Library	69,380	69,380	-	64,000
Fannie Ralph Library	1,000	1,000	-	1,000
Brown Library	6,000	6,000	-	6,000
Total	76,380	76,380	-	71,000
Special appropriations				
Aurora Museum	1,000	1,000	-	-
Arts Council	10,500	10,500	-	9,500
Belhaven Museum	1,000	1,000	-	2,000
Community auditorium	-	-	-	2,470
Historic Albemarle Tour	1,500	1,500	-	1,500
Tulip Festival	500	500	-	250
Total	14,500	14,500	-	15,720
<u>Total cultural and recreational</u>	<u>117,528</u>	<u>116,682</u>	<u>846</u>	<u>109,004</u>
Education				
Public schools - current expense				
County administrative unit	1,789,644	1,789,644	-	1,650,278
City administrative unit	1,608,199	1,608,199	-	1,450,000
Fines and forfeitures	222,418	222,418	-	219,802
Public schools - capital outlay				
County administrative unit	421,360	421,360	-	318,400
City administrative unit	378,640	378,640	-	288,124
Community college - current expense	528,639	528,639	-	482,616
Community college - capital outlay	82,200	82,200	-	80,938
<u>Total education</u>	<u>5,031,100</u>	<u>5,031,100</u>	<u>-</u>	<u>4,490,158</u>
Non-departmental				
State sales tax	18,500	17,794	706	31,415
County sales tax	12,500	11,614	886	18,852
Gas tax	-	-	-	6,608
<u>Total non-departmental</u>	<u>31,000</u>	<u>29,408</u>	<u>1,592</u>	<u>56,875</u>
Debt service				
Principal retirement	700,000	700,000	-	200,000
Interest and fees	658,400	630,390	28,010	110,621
	<u>1,358,400</u>	<u>1,330,390</u>	<u>28,010</u>	<u>310,621</u>

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for the Year Ended June 30, 1988

STATEMENT 1
Page 12 of 12

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
TOTAL EXPENDITURES	<u>16,307,291</u>	<u>15,694,466</u>	<u>612,825</u>	<u>13,759,584</u>
Revenues over (under) expenditures	<u>(1,892,941)</u>	<u>24,233</u>	<u>1,917,174</u>	<u>711,066</u>
Other financing sources (uses)				
Appropriated fund balance	2,450,197	-	(2,450,197)	-
Operating transfers - (out)				
To Special Revenue Fund	(343,600)	(343,600)	-	(593,392)
Contingency	(213,656)	-	213,656	-
Total other financing sources (uses)	<u>1,892,941</u>	<u>(343,600)</u>	<u>(2,236,541)</u>	<u>(593,392)</u>
Excess of revenues and other sources over expenditures and other uses	<u>\$ -</u>	<u>(319,367)</u>	<u>\$(319,367)</u>	<u>117,674</u>
Fund balance				
Beginning of year, July 1		<u>8,939,168</u>		<u>8,821,494</u>
End of year, June 30		<u>\$ 8,619,801</u>		<u>\$ 8,939,168</u>

Beaufort County, North Carolina
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
 June 30, 1989
 With Comparative Data for June 30, 1988

	Revaluation Fund	Washington Administrative Unit Fund	Richland Fire/Rescue District Fund	Bunyan Fire District Fund
ASSETS				
Current assets				
Cash and investments	\$ 189,138	\$ -	\$ -	\$ -
Taxes receivable (net)	-	38,798	2,717	5,771
Accounts receivable	-	-	-	-
Due from other funds	-	-	-	-
TOTAL ASSETS	\$ 189,138	\$ 38,798	\$ 2,717	\$ 5,771
 LIABILITIES AND FUND BALANCE				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	38,798	2,717	5,771
TOTAL LIABILITIES	-	38,798	2,717	5,771
Fund balance:				
Reserved by State Statute	-	-	-	-
Unreserved	189,138	-	-	-
Total fund balance	189,138	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 189,138	\$ 38,798	\$ 2,717	\$ 5,771

Chocowinity Fire District Fund	Capital Reserve Fund - Schools	Capital Reserve Fund - Broad Creek Dredging	CDBG 1986	CDBG 1987	Totals	
					June 30, 1989	1988
\$ -	\$ 3,825,177	\$ 28,382	\$ 3,244	\$55,408	\$4,101,349	\$5,978,887
7,683	-	-	-	-	54,969	49,795
-	-	-	-	-	-	17,871
-	1,307,732	-	-	-	1,307,732	2,323,188
<u>\$ 7,683</u>	<u>\$ 5,132,909</u>	<u>\$ 28,382</u>	<u>\$ 3,244</u>	<u>\$55,408</u>	<u>\$5,464,050</u>	<u>\$8,369,741</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 336,249
7,683	-	-	-	-	54,969	49,795
7,683	-	-	-	-	54,969	386,044
-	1,307,732	-	-	-	1,307,732	-
-	3,825,177	28,382	3,244	55,408	4,101,349	7,983,697
-	5,132,909	28,382	3,244	55,408	5,409,081	7,983,697
<u>\$ 7,683</u>	<u>\$ 5,132,909</u>	<u>\$ 28,382</u>	<u>\$ 3,244</u>	<u>\$55,408</u>	<u>\$5,464,050</u>	<u>\$8,369,741</u>

Beaufort County, North Carolina
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 1989
With Comparative Data for the Year Ended June 30, 1988

	<u>Revaluation Fund</u>	<u>Washington Administrative Unit Fund</u>	<u>Richland Fire/Rescue District Fund</u>	<u>Bunyan Fire District Fund</u>
Revenues				
Ad valorem taxes	\$ -	\$ 345,710	\$ 97,424	\$ 52,478
Investment earnings	12,227	-	-	-
Restricted intergovernmental revenues	-	-	-	-
Total revenues	<u>12,227</u>	<u>345,710</u>	<u>97,424</u>	<u>52,478</u>
Expenditures				
Public Safety	-	-	97,424	52,478
Education	-	345,710	-	-
General Government	-	-	-	-
Economic and Physical Development	-	-	-	-
Total expenditures	<u>-</u>	<u>345,710</u>	<u>97,424</u>	<u>52,478</u>
Revenues over (under) expenditures	12,227	-	-	-
Other financing sources (uses)				
Operating transfers - in From general fund	63,600	-	-	-
Operating transfers - out To capital projects	-	-	-	-
Total other financing sources (uses)	<u>63,600</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	75,827	-	-	-
Fund balance:				
Beginning of year, July 1	<u>113,311</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year, June 30	<u>\$ 189,138</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chocowinity Fire District Fund	Capital Reserve Fund - Schools	Capital Reserve Fund - Broad Creek Dredging	CDBG 1986	CDBG 1987	Totals	
					June 30, 1989	1988
\$ 44,490	\$ -	\$ -	\$ -	\$ -	\$ 540,102	\$ 539,756
-	380,027	1,600	-	-	393,854	437,374
-	-	-	(5,447)	90,994	85,547	278,993
<u>44,490</u>	<u>380,027</u>	<u>1,600</u>	<u>(5,447)</u>	<u>90,994</u>	<u>1,019,503</u>	<u>1,256,123</u>
44,490	-	-	-	-	194,392	197,839
-	10,372	-	-	-	356,082	385,213
-	-	-	-	-	-	28,409
-	-	-	98,879	180,710	279,589	26,299
<u>44,490</u>	<u>10,372</u>	<u>-</u>	<u>98,879</u>	<u>180,710</u>	<u>830,063</u>	<u>637,760</u>
-	369,655	1,600	(104,326)	(89,716)	189,440	618,363
-	280,000	-	-	-	343,600	593,392
-	(3,107,656)	-	-	-	(3,107,656)	-
-	(2,827,656)	-	-	-	(2,764,056)	593,392
-	(2,458,001)	1,600	(104,326)	(89,716)	(2,574,616)	1,211,755
-	7,590,910	26,782	107,570	145,124	7,983,697	6,771,942
<u>\$ -</u>	<u>\$ 5,132,909</u>	<u>\$ 28,382</u>	<u>\$ 3,244</u>	<u>\$ 55,408</u>	<u>\$ 5,409,081</u>	<u>\$7,983,697</u>

Beaufort County, North Carolina
REVALUATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989
 With Comparative Actual Amounts for the Year Ended June 30, 1988 STATEMENT 4

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Revenues				
Investment earnings	\$ 8,400	\$ 12,227	\$ 3,827	\$ 7,216
Expenditures				
General Government				
Tax listing	-	-	-	28,409
Revenues over (under) expenditures	<u>8,400</u>	<u>12,227</u>	<u>3,827</u>	<u>(21,193)</u>
Other financing sources (uses)				
Operating transfers - in				
From General Fund	63,600	63,600	-	24,000
Appropriated fund balance	(72,000)	-	72,000	-
Total other financing sources (uses)	<u>(8,400)</u>	<u>63,600</u>	<u>72,000</u>	<u>24,000</u>
Excess of revenues and other sources over expenditures	<u>\$ -</u>	75,827	<u>\$ 75,827</u>	2,807
Fund balance				
Beginning of year, July 1		<u>113,311</u>		<u>110,504</u>
End of year, June 30		<u>\$ 189,138</u>		<u>\$ 113,311</u>

Beaufort County, North Carolina
WASHINGTON ADMINISTRATIVE UNIT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989
 With Comparative Actual Amounts for Year Ended June 30, 1988 STATEMENT 5

	<u>1989</u>		Variance Favorable (Unfavorable)	<u>1988</u>
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues				
Ad valorem taxes				
Current year	\$ 336,623	\$ 334,794	\$(1,829)	\$ 331,121
Prior year	-	10,916	10,916	10,796
Total	<u>336,623</u>	<u>345,710</u>	<u>9,087</u>	<u>341,917</u>
Expenditures				
Education				
School current expense	<u>336,623</u>	<u>345,710</u>	<u>(9,087)</u>	<u>341,917</u>
 Excess of revenues over expenditures	 <u>\$ -</u>	 -	 <u>\$ -</u>	 -
 Fund balance				
Beginning of year, July 1		<u>-</u>		<u>-</u>
End of year, June 30		<u>\$ -</u>		<u>\$ -</u>

Beaufort County, North Carolina
RICHLAND FIRE/RESCUE DISTRICT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for Year Ended June 30, 1988

STATEMENT 6

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Revenues				
Ad valorem taxes				
Current year	\$ 95,540	\$ 96,791	\$ 1,251	\$ 104,971
Prior year	-	633	633	686
Total	<u>95,540</u>	<u>97,424</u>	<u>1,884</u>	<u>105,657</u>
Expenditures				
Public safety				
Contracted services	<u>95,540</u>	<u>97,424</u>	<u>(1,884)</u>	<u>105,657</u>
Excess of revenues over expenditures	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund balance				
Beginning of year, July 1		<u>-</u>		<u>-</u>
End of year, June 30		<u>\$ -</u>		<u>\$ -</u>

Beaufort County, North Carolina
BUNYAN FIRE DISTRICT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989
 With Comparative Actual Amounts for Year Ended June 30, 1988 STATEMENT 7

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Revenues				
Ad valorem taxes				
Current year	\$ 49,272	\$ 50,698	\$ 1,426	\$ 47,789
Prior year	-	1,780	1,780	1,678
Total	<u>49,272</u>	<u>52,478</u>	<u>3,206</u>	<u>49,467</u>
Expenditures				
Public safety:				
Contracted services	<u>49,272</u>	<u>52,478</u>	<u>(3,206)</u>	<u>49,467</u>
Excess of revenues over expenditures	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund balance				
Beginning of year, July 1		<u>-</u>		<u>-</u>
End of year, June 30,		<u>\$ -</u>		<u>\$ -</u>

Beaufort County, North Carolina
CHOCOWINITY FIRE DISTRICT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989
 With Comparative Actual Amounts for Year Ended June 30, 1988 STATEMENT 8

	1988		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Revenues				
Ad valorem taxes				
Current year	\$ 40,142	\$ 40,812	\$ 670	\$ 39,184
Prior year	-	3,678	3,678	3,331
Total	<u>40,142</u>	<u>44,490</u>	<u>4,348</u>	<u>42,515</u>
Expenditures				
Public safety:				
Contracted services	<u>40,142</u>	<u>44,490</u>	<u>(4,348)</u>	<u>42,515</u>
Excess of revenues over expenditures	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund balance				
Beginning of year, July 1		<u>-</u>		<u>-</u>
End of year, June 30		<u>\$ -</u>		<u>\$ -</u>

Beaufort County, North Carolina
CAPITAL RESERVE FUND - SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989
 With Comparative Actual Amounts for Year Ended June 30, 1988 STATEMENT 9

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Revenue				
Investment earnings	\$ -	\$ 380,027	\$ 380,027	\$ 430,158
Expenditures				
Education				
School capital outlay	-	10,372	(10,372)	43,296
Excess of revenues over expenditures	-	369,655	369,655	386,862
Other financing sources (uses)				
Appropriated fund balance	5,838,476	-	(5,838,476)	-
Operating transfers - in from General Fund	480,000	280,000	(200,000)	569,392
Operating transfers - (out)				
Northside High School				
Capital Project	(2,659,900)	(1,890,352)	769,548	-
City High School Capital Project	(3,658,576)	(1,217,304)	2,441,272	-
Total other financing sources (uses)	-	(2,827,656)	(2,827,656)	569,392
Excess of revenues and other sources over (under) expenditures and other uses	\$ -	(2,458,001)	\$(2,458,001)	956,254
Fund balance				
Beginning of year, July 1		7,590,910		6,634,656
End of year, June 30		\$ 5,132,909		\$7,590,910

Beaufort County, North Carolina
CAPITAL RESERVE FUND - COUNTY BUILDINGS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989

With Comparative Actual Amounts for Year Ended June 30, 1988 STATEMENT 10

	1989		Variance Favorable (Unfavorable)	1988
	Budget	Actual		Actual
Other financing sources (uses)				
Appropriated fund balance	\$(2,000,000)	\$ -	\$ -	\$ -
Operating transfers - in from General Fund	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund balance				
Beginning of year, July 1		<u>-</u>		<u>-</u>
End of year, June 30		<u>\$ -</u>		<u>\$ -</u>

Beaufort County, North Carolina
CAPITAL RESERVE FUND - BROAD CREEK DREDGING
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

For the Year Ended June 30, 1989
 With Comparative Actual Amounts for Year Ended June 30, 1988 STATEMENT 11

	1989			1988
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenue				
Investment earnings	\$ 1,600	\$ 1,600	\$ -	\$ 1,600
Other financing (uses)				
Operating transfers - (out) To Capital Projects	(1,600)	-	1,600	-
Excess of revenues over other financing uses	<u>\$ -</u>	1,600	<u>\$ 1,600</u>	1,600
Fund balance				
Beginning of year, July 1		<u>26,782</u>		<u>25,182</u>
End of year, June 30		<u>\$ 28,382</u>		<u>\$ 26,782</u>

Beaufort County, North Carolina
COMMUNITY DEVELOPMENT BLOCK GRANT - 1986
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and For the Year Ended June 30, 1989

STATEMENT 12

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total to Date</u>
		<u>Prior Years</u>	<u>Current Year</u>	
Revenues				
Restricted intergovernmental revenues				
Community development block grant	\$ 201,200	\$107,570	\$(5,447)	\$102,123
Expenditures				
Economic and physical development	<u>201,200</u>	<u>-</u>	<u>98,879</u>	<u>98,879</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>\$107,570</u>	(104,326)	<u>\$ 3,244</u>
Fund balance				
Beginning of year, July 1			<u>107,570</u>	
End of year, June 30			<u>\$ 3,244</u>	

Beaufort County, North Carolina
COMMUNITY DEVELOPMENT BLOCK GRANT - 1987
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and For the Year Ended June 30, 1989

STATEMENT 13

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenues				
Restricted intergovernmental revenues				
Community development block grant	\$ 606,000	\$171,423	\$ 90,994	\$262,417
Expenditures				
Economic and physical development	<u>606,000</u>	<u>26,299</u>	<u>180,710</u>	<u>207,009</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>\$145,124</u>	(89,716)	<u>\$ 55,408</u>
Fund balance				
Beginning of year, July 1			<u>145,124</u>	
End of year, June 30			<u>\$ 55,408</u>	

Beaufort County, North Carolina

**CAPITAL PROJECT FUND
COMBINING BALANCE SHEET**

June 30, 1989

With Comparative Actual Data for June 30, 1988

STATEMENT 14

	Beaufort County Hospital Capital Project Fund	City High School Capital Project Fund	Northside High School Capital Project Fund	Combining Totals June 30	
				1989	1988
ASSETS					
Current assets					
Cash and investments	\$ 321,845	\$ 1,113,614	\$ 2,347,708	\$ 3,783,167	\$ -
TOTAL ASSETS	<u>\$ 321,845</u>	<u>\$ 1,113,614</u>	<u>\$ 2,347,708</u>	<u>\$ 3,783,167</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE					
Current liabilities	\$ 50,829	\$ 105,079	\$ 529,733	\$ 685,641	\$ -
Due to other funds	1,783	440,758	865,191	1,307,732	2,323,188
Total liabilities	52,612	545,837	1,394,924	1,993,373	2,323,188
Fund balance					
Unreserved:					
Undesignated	269,233	567,777	952,784	1,789,794	(2,323,188)
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 321,845</u>	<u>\$ 1,113,614</u>	<u>\$ 2,347,708</u>	<u>\$ 3,783,167</u>	<u>\$ -</u>

Beaufort County, North Carolina
ALL CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 1989
With Comparative Actual Data for June 30, 1988

STATEMENT 15

	Beaufort	City	Northside	Combining Totals	
	County Hospital Capital Project Fund	High School Capital Project Fund	High School Capital Project Fund	June 30	
				1989	1988
Revenues					
Investment earnings	\$ 88,491	\$ 128,708	\$ 147,779	\$ 364,978	\$ 1,784
Expenditures					
Capital projects	<u>2,640,939</u>	<u>5,902,170</u>	<u>6,316,543</u>	<u>14,859,652</u>	<u>1,980,156</u>
Revenues (under) expenditures	<u>(2,552,448)</u>	<u>(5,773,462)</u>	<u>(6,168,764)</u>	<u>(14,494,674)</u>	<u>(1,978,372)</u>
Other financing sources					
Proceeds of long-term debt	3,500,000	5,612,400	6,387,600	15,500,000	\$ -
Operating transfer - in	<u>-</u>	<u>1,217,304</u>	<u>1,890,352</u>	<u>3,107,656</u>	<u>-</u>
Total other financing sources	<u>3,500,000</u>	<u>6,829,704</u>	<u>8,277,952</u>	<u>18,607,656</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	947,552	1,056,242	2,109,188	4,112,982	(1,978,372)
Fund balance					
Beginning of year, July 1	<u>(678,319)</u>	<u>(488,465)</u>	<u>(1,156,404)</u>	<u>(2,323,188)</u>	<u>(344,816)</u>
End of year, June 30	<u>\$ 269,233</u>	<u>\$ 567,777</u>	<u>\$ 952,784</u>	<u>\$ 1,789,794</u>	<u>\$(2,323,188)</u>

Beaufort County, North Carolina
BEAUFORT COUNTY HOSPITAL CAPITAL PROJECT FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1989

STATEMENT 16

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenue				
Investment earnings	\$ -	\$ 1,784	\$ 88,491	\$ 90,275
Expenditures				
Capital outlay				
Buildings and improvements	2,732,000	680,103	1,873,781	2,553,884
Lease payoffs	760,000	-	760,000	760,000
Bond issuance expenses	8,000	-	7,158	7,158
Total expenditures	<u>3,500,000</u>	<u>680,103</u>	<u>2,640,939</u>	<u>3,321,042</u>
Revenues (under) expenditures	(3,500,000)	(678,319)	(2,552,448)	(3,230,767)
Other financing sources				
Proceeds of long-term debt	<u>3,500,000</u>	<u>-</u>	<u>3,500,000</u>	<u>3,500,000</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$(678,319)</u>	947,552	<u>\$ 269,233</u>
Fund balance				
Beginning of year, July 1			<u>(678,319)</u>	
End of year, June 30			<u>\$ 269,233</u>	

Beaufort County, North Carolina
CITY HIGH SCHOOL CAPITAL PROJECT FUND
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1989

STATEMENT 17

	Project Authorization	Prior Years	Actual Current Year	Total to Date
Revenue				
Investment earnings	\$ -	\$ -	\$ 128,708	\$ 128,708
Restricted intergovernmental revenues	303,746	-	-	-
City School Appropriations:				
Capital outlay fund balance	182,166	-	-	-
Food service fund balance	20,000	-	-	-
Total revenues	<u>505,912</u>	<u>-</u>	<u>128,708</u>	<u>128,708</u>
Expenditures				
Capital outlay				
Buildings	<u>9,776,888</u>	<u>488,465</u>	<u>5,902,170</u>	<u>6,390,635</u>
Revenues (under) expenditures	<u>(9,270,976)</u>	<u>(488,465)</u>	<u>(5,773,462)</u>	<u>(6,261,927)</u>
Other financing sources:				
Proceeds of long-term debt	5,612,400	-	5,612,400	5,612,400
Operating transfer-in from Capital Reserve Fund	<u>3,658,576</u>	<u>-</u>	<u>1,217,304</u>	<u>1,217,304</u>
Total other financing sources	<u>9,270,976</u>	<u>-</u>	<u>6,829,704</u>	<u>6,829,704</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$(488,465)</u>	1,056,242	<u>\$ 567,777</u>
Fund Balance				
Beginning of year, July 1			<u>(488,465)</u>	
End of year, June 30			<u>\$ 567,777</u>	

Beaufort County, North Carolina
NORTHSIDE HIGH SCHOOL CAPITAL PROJECT FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1989

STATEMENT 18

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenue				
Investment earnings	\$ -	\$ -	\$ 147,779	\$ 147,779
Expenditures				
Capital outlay				
Buildings	<u>9,047,500</u>	<u>1,156,404</u>	<u>6,316,543</u>	<u>7,472,947</u>
Revenues (under) expenditures	<u>(9,047,500)</u>	<u>(1,156,404)</u>	<u>(6,168,764)</u>	<u>(7,325,168)</u>
Other financing sources				
Proceeds of long-term debt	6,387,600	-	6,387,600	6,387,600
Operating transfers - in				
From capital reserve fund	<u>2,659,900</u>	<u>-</u>	<u>1,890,352</u>	<u>1,890,352</u>
Total other financing sources	<u>9,047,500</u>	<u>-</u>	<u>8,277,952</u>	<u>8,277,952</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$(1,156,404)</u>	2,109,188	<u>\$ 952,784</u>
Fund balance				
Beginning of year, July 1			<u>(1,156,404)</u>	
End of year, June 30			<u>\$ 952,784</u>	

Beaufort County, North Carolina
AGENCY FUNDS
COMBINING BALANCE SHEET
 June 30, 1989
 With Comparative Totals for June 30, 1988

STATEMENT 19

	Agency		Totals	
	Social Services Fund	County Home Fund	1989	1988
ASSETS				
Cash and investments	\$ 39,533	\$ 987	\$ 40,520	\$ 32,319
Due from other funds	-	77	77	-
Total Assets	\$ 39,533	\$ 1,064	\$ 40,597	\$ 32,319
 LIABILITIES				
Miscellaneous liabilities	\$ 39,533	\$ 1,064	\$ 40,597	\$ 32,319

Beaufort County, North Carolina
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
 June 30, 1989

STATEMENT 19(a)

	<u>Balance</u> 7-1-88	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> 6-30-89
<u>Social Services</u>				
ASSETS				
Cash and investments	\$ 32,319	\$ 229,197	\$ 221,983	\$ 39,533
LIABILITIES				
Miscellaneous liabilities	\$ 32,319	\$ 229,197	\$ 221,983	\$ 39,533
 <u>County Home</u>				
ASSETS				
Cash and investments	\$ -	\$ 5,340	\$ 4,353	\$ 987
Due from other funds	-	77	-	77
Total Assets	<u>\$ -</u>	<u>\$ 5,417</u>	<u>\$ 4,353</u>	<u>\$ 1,064</u>
LIABILITIES				
Miscellaneous liabilities	<u>\$ -</u>	<u>\$ 5,417</u>	<u>\$ 4,353</u>	<u>\$ 1,064</u>
 <u>Totals - All Agency Funds</u>				
ASSETS				
Cash and investments	\$ 32,319	\$ 234,537	\$ 226,336	\$ 40,520
Due from other funds	-	77	-	77
Total Assets	<u>\$ 32,319</u>	<u>\$ 234,614</u>	<u>\$ 226,336</u>	<u>\$ 40,597</u>
LIABILITIES				
Miscellaneous liabilities	<u>\$ 32,319</u>	<u>\$ 234,614</u>	<u>\$ 226,336</u>	<u>\$ 40,597</u>

SUPPLEMENTARY INFORMATION:

STATISTICAL SECTION

Beaufort County, North Carolina
SCHEDULE OF CASH AND INVESTMENT BALANCES
 June 30, 1989

SCHEDULE 20

	<u>Amounts Presented On Statements</u>	<u>Cost Value</u>	<u>Market Value</u>
Cash			
On Hand	\$ 939	\$ 939	\$ 939
In demand deposits	149,034	149,034	149,034
NOW, SuperNOW, and money market Certificates of deposit	536,231	536,231	536,231
Total cash	<u>7,887,230</u>	<u>7,887,230</u>	<u>7,887,230</u>
	8,573,434	8,573,434	8,573,434
Other investments			
North Carolina Cash Management Trust	5,293,423	5,293,423	5,293,423
Government National Mortgage Assoc.(GNMA) (registered in the County's name and held by the County's agent in the County's name)	960,194	960,194	960,194
Common Stock	<u>2,500</u>	<u>2,500</u>	<u>5,600</u>
Total other investments	<u>6,256,117</u>	<u>6,256,117</u>	<u>6,259,217</u>
Total cash and investments	<u>\$ 14,829,551</u>	<u>\$ 14,829,551</u>	<u>\$ 14,832,651</u>
Distribution by Funds			
General Fund			\$ 6,904,515
Special Revenue Funds			
Revaluation Fund		\$ 189,138	
Capital Reserve Fund - Schools		3,825,177	
Capital Reserve Fund - Broad Creek Dredging		28,382	
Community Development Block Grant - 1986		3,244	
Community Development Block Grant - 1987		<u>55,408</u>	4,101,349
Capital Project Funds			
Beaufort County Hospital Fund		321,845	
City High School Fund		1,113,614	
Northside High School Fund		<u>2,347,708</u>	3,783,167
Agency Funds			
Social Services		39,533	
County Home		<u>987</u>	40,520
Total			<u>\$ 14,829,551</u>

Beaufort County, North Carolina
SCHEDULE OF AD VALOREM TAXES RECEIVABLE
 June 30, 1989

SCHEDULE 21

<u>Fiscal year</u>	Uncollected Balance June 30, 1988	Additions	Collections and Credits	Uncollected Balance June 30, 1989
1988-1989	\$ -	\$6,226,446	\$ 5,922,520	\$ 303,926
1987-1988	282,262	-	112,917	169,345
1986-1987	176,242	-	48,222	128,020
Prior years	456,448	-	80,444	376,004
	<u>\$ 914,952</u>	<u>\$6,226,446</u>	<u>\$ 6,164,103</u>	<u>977,295</u>

Less allowance for uncollectible ad valorem taxes receivable

General Fund	\$ 256,000	
Fire District Fund	<u>16,200</u>	<u>272,200</u>
Ad valorem taxes receivable - net		<u>\$ 705,095</u>

Reconciliation with revenues

Taxes - Ad valorem - General Fund		
Taxes collected	\$ 5,576,601	
Penalties and interest	<u>112,470</u>	\$ 5,689,071
Taxes - Ad valorem - Fire District Fund		
Taxes collected		540,102
Abatements		718
Amounts written off for tax year 1970 - 1971 per statute of limitations		<u>15,446</u>
Subtotal		6,245,337
Less interest collected		<u>(81,234)</u>
Total collections and credits		<u>\$ 6,164,103</u>

Beaufort County, North Carolina
ANALYSIS OF CURRENT TAX LEVY
 June 30, 1989

SCHEDULE 22

	<u>Total Property Valuation</u>	<u>Rate</u>	<u>Amount of Levy</u>
Original levy			
County-wide	\$ 1,596,341,115	.35	\$5,587,240
Washington Administrative Unit			349,959
Richland Fire/Rescue District			97,962
Bunyan Fire District			53,741
Chocowinity Fire District			44,161
County Dog taxes			11,504
Penalties			<u>29,635</u>
			\$ 6,174,202
Discoveries			
County-wide			
Current year taxes	13,868,286		48,539
Penalties			1,827
Washington Administrative Unit			3,523
Richland Fire/Rescue District			164
Bunyan Fire District			370
Chocowinity Fire District			<u>215</u>
			54,638
Abatements			
County-wide	(574,286)		2,010
Penalties			138
Washington Administrative Unit			174
Richland Fire/Rescue District			24
Bunyan Fire District			31
Chocowinity Fire District			<u>17</u>
			(2,394)
Total for year	<u>\$ 1,609,635,115</u>		6,226,446
Less uncollected tax at June 30, 1989 (Schedule 21)			<u>303,926</u>
Current year's taxes collected			<u>\$ 5,922,520</u>
Percent current year collected			<u>95.12%</u>

Beaufort County, North Carolina
SCHEDULE OF INTERFUND TRANSFERS
 For the Year Ended June 30, 1989

SCHEDULE 23

	Transfers	
	From	To
<u>General</u>		
Revaluation	\$ -	\$ 63,600
Capital Reserve - Schools	-	280,000
<u>Capital Project</u>		
City High School Capital Project		
Capital reserve - school	1,217,304	-
Northside High School Capital Project		
Capital reserve - school	1,890,352	-
<u>Special Revenue</u>		
Revaluation		
General	63,600	-
Capital Reserve Schools		
General	280,000	-
Capital Reserve Schools		
Capital projects	-	3,107,656
	<u>\$ 3,451,256</u>	<u>\$ 3,451,256</u>

COMPLIANCE SECTION



JAMES W. PERRY
JAMES C. CRONE
A. H. CRAWFORD
KENNETH B. HAWKINS
EDWARD C. MOORING
W. FRANKIE PAGE, JR.
MICHAEL J. GLEASON
LARRY D. KEECH
WILLIS M. MANNING, JR.
ALTON G. BUCK
A. M. EDWARDS

LATNEY W. PITTARD (1932-1979)

**COMPLIANCE OPINION
GENERAL PURPOSE FINANCIAL STATEMENTS**

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, for the year ended June 30, 1989, and have issued our report thereon dated October 13, 1989. Our audit was made in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The management of Beaufort County, North Carolina, is responsible for the County's compliance with laws and regulations. In connection with our audit referred to above, we selected and tested transactions and records to determine the County's compliance with laws and regulations, noncompliance with which could have a material effect on the general purpose financial statements of the County.

The results of our tests indicate that for the items tested, Beaufort County, North Carolina, complied with those provisions of laws and regulations, noncompliance with which could have a material effect on the general purpose financial statements. Nothing came to our attention that caused us to believe that for the items not tested Beaufort County, North Carolina, was not in compliance with laws or regulations, noncompliance with which could have a material effect on the County's general purpose financial statements.

Pittard Perry & Crone, Inc.

Belhaven, North Carolina
October 13, 1989



JAMES W. PERRY
JAMES C. CRONE
A. H. CRAWFORD
KENNETH B. HAWKINS
EDWARD C. MOORING
W. FRANKIE PAGE, JR.
MICHAEL J. GLEASON
LARRY D. KEECH
WILLIS M. MANNING, JR.
ALTON G. BUCK
A. M. EDWARDS

LATNEY W. PITTARD (1932-1979)

COMPLIANCE OPINION
MAJOR AND NONMAJOR FEDERAL AND STATE FINANCIAL ASSISTANCE

To the Board of Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, for the year ended June 30, 1989, and have issued our report thereon dated October 13, 1989. Our audit was made in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; the Single Audit Act of 1984; the provisions of OMB Circular A-128, Audits of State and Local Governments; and the State Single Audit Implementation Act, and accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The management of Beaufort County, North Carolina, is responsible for the County's compliance with laws and regulations. In connection with the audit referred to above, we selected and tested transactions and records from each major federal and State financial assistance program, and certain nonmajor federal and State financial assistance programs. The purpose of our testing of transactions and records from those federal and State financial assistance programs was to obtain reasonable assurance that Beaufort County, North Carolina, had, in all material respects, administered major programs, and executed the tested nonmajor program transactions, in compliance with laws and regulations, including those pertaining to financial reports and claims for advances and reimbursements, noncompliance with which we believe could have a material effect on the allowability of program expenditures.

Our testing of transactions and records selected from major federal and State financial assistance programs disclosed instances of noncompliance with those laws and regulations. All instances of noncompliance that we found and the programs to which they relate are identified in the accompanying schedule of findings and questioned costs.

In our opinion, subject to the effect of the ultimate resolution of those instances of noncompliance referred to in the preceding paragraph, for the year ended June 30, 1989, Beaufort County, North Carolina, administered each of its major federal and State financial assistance programs in compliance, in all material respects, with laws and regulations, including those pertaining to financial reports and claims for advances and reimbursements, noncompliance with which we believe could have a material effect on the allowability of program expenditures.

The results of our testing of transactions and records selected from nonmajor federal and State financial assistance programs indicate that for the transactions and records tested Beaufort County, North Carolina, complied with those laws and regulations referred to above except as noted in the accompanying schedule of findings and questioned costs. Our testing was more limited than would be necessary to express an opinion on whether Beaufort County, North Carolina, administered those programs in compliance, in all material respects, with those laws and regulations, noncompliance with which we believe could have a material effect on the allowability of program expenditures; however, the extent of noncompliance noted in our testing indicates that, with respect to the transactions that occurred in the administration of nonmajor federal and State financial assistance programs and that were not tested by us, there is more than a relatively low risk that Beaufort County, North Carolina, may have violated applicable laws and regulations.

Pittard Perry & Crane, s.l.c.

Belhaven, North Carolina
October 13, 1989

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For the Year Ended June 30, 1989

SCHEDULE 24

<u>Program</u>	<u>Findings/Noncompliance</u>	<u>Questioned Cost</u>
Social Service Indirect Cost Plan	<p>In Accordance with the cost allocation plan, \$ (57,190) which had been approved by the State, the County is eligible for indirect cost funds. During our testing of the indirect cost plan, in the Social Service Department, we found that the County had underrequested indirect cost funds. The mistake occurred due to the fact that the DSS-1571 was not filled out properly.</p> <p><u>Recommendation</u> Management of Beaufort County, North Carolina should take action to ensure that all reports, prepared by the County, undergo a review process.</p> <p><u>Management's Response</u> We concur. In the future all necessary reports will be reviewed. The County already has established procedures to correct this finding.</p> <p><u>Finding/Noncompliance</u> In accordance with DSS Fiscal Manual, a properly completed Chore agreement must be executed. Of the 11 Chore files tested, 2 files were found to have Chore agreements that were not current.</p> <p><u>Recommendation</u> Management of Beaufort County, North Carolina should take special care to execute an updated Chore Agreement as required by the DSS Fiscal Manual.</p> <p><u>Management's Response</u> We concur. In the future special attention will be given to ensure all Chore agreement files are maintained accurately.</p> <p><u>Status of Prior Year's Findings</u> As of June 30, 1989, Beaufort County, North Carolina, management had resolved all findings from prior years.</p>	\$ (57,190)
Programs Effected		
Medicaid		13.714
AFDC		13.780
Low Income Energy		13.789
Social Services		
Block Grant		13.667
IV-D Child Support		13.783
WIN		13.790
Permanency Planning		13.645
IV-E Foster Care	13.658	
Food Stamps	10.561	
Social Services Block Grant		Cannot be Determined
CFDA No. 13.667		
Flat Rate Chore Program		



JAMES W. PERRY
JAMES C. CRONE
A. H. CRAWFORD
KENNETH B. HAWKINS
EDWARD C. MOORING
W. FRANKIE PAGE, JR.
MICHAEL J. GLEASON
LARRY D. KEECH
WILLIS M. MANNING, JR.
ALTON G. BUCK
A. M. EDWARDS

LATNEY W. PITTARD (1932-1979)

**INTERNAL CONTROL REPORT
GENERAL PURPOSE FINANCIAL STATEMENTS**

To the Board of Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, for the year ended June 30, 1989, and have issued our report thereon dated October 13, 1989. As part of our audit, we made a study and evaluation of the system of internal accounting control of Beaufort County, North Carolina, to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. For the purpose of this report, we have classified the significant internal accounting controls in the following categories:

Financial Statement Captions
Receivables
Cash and cash equivalents
Payables and accrued liabilities
Property and equipment
Debt
Fund balance

Our study included all of the control categories listed above. The purpose of our study and evaluation was to determine the nature, timing, and extent of the auditing procedures necessary for expressing an opinion on the entity's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole or on any of the categories of controls identified above.



JAMES W. PERRY
JAMES C. CRONE
A. H. CRAWFORD
KENNETH B. HAWKINS
EDWARD C. MOORING
W. FRANKIE PAGE, JR.
MICHAEL J. GLEASON
LARRY D. KEECH
WILLIS M. MANNING, JR.
ALTON G. BUCK
A. M. EDWARDS

LATNEY W. PITTARD (1932-1979)

**INTERNAL CONTROL REPORT
FEDERAL AND STATE FINANCIAL ASSISTANCE**

To the Board of Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, for the year ended June 30, 1989, and have issued our report thereon dated October 13, 1989. As part of our audit, we made a study and evaluation of the internal control system, including applicable internal administrative controls; used in administering federal and State financial assistance programs to the extent we considered necessary to evaluate the systems as required by generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; the Single Audit Act of 1984; the provisions of OMB Circular A-128, Audits of State and Local Governments; and the State Single Audit Implementation Act. For the purpose of this report, we have classified the significant internal accounting controls used in administering federal and State assistance programs in the following categories:

Accounting Controls

Financial Statement Captions
Cash and cash equivalents
Receivables
Property and equipment
Payables and accrued liabilities
Debt
Fund balance

Administrative

General Requirements

- Political activity
- Civil Rights
- Cash Management
- Federal financial reports

Specific Requirements

- Types of service
- Eligibility
- Matching level of effort
- Reporting
- Cost allocation
- Special requirements, if any

The management of Beaufort County, North Carolina, is responsible for establishing and maintaining internal control systems used in administering federal and State financial assistance programs. In fulfilling that responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of internal control systems used in administering federal and State financial assistance programs are to provide management with reasonable, but not absolute, assurance that, with respect to federal and State financial assistance programs, resource use is consistent with laws, regulations, and policies; resources are safeguarded against waste, loss, and misuse; and reliable data are obtained, maintained, and fairly disclosed in reports.

Because of inherent limitations in any system of internal accounting and administrative controls used in administering federal and State assistance programs, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the systems to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study included all of the applicable control categories listed above. During the year ended June 30, 1989, Beaufort County, North Carolina, expended 52% of its total federal financial assistance under major federal financial assistance and the following nonmajor federal financial assistance programs: Food Stamps, and Small Cities Program. With respect to internal control systems used in administering these major and nonmajor federal and the major State financial assistance programs, our study and evaluation included considering the types of errors or irregularities that could occur, determining the internal control procedures that should prevent or detect such errors and irregularities, determining whether the necessary procedures are prescribed and are being followed satisfactorily, and evaluating any weaknesses.

With respect to the internal control systems used solely in administering the other nonmajor federal and State financial assistance programs of Beaufort County, North Carolina, our study and evaluation was limited to a preliminary review of the systems to obtain an understanding of the control environment and the flow of transactions through the accounting system. Our study and evaluation of the internal control systems used solely in administering these nonmajor federal and State financial assistance programs of Beaufort County, North Carolina, did not extend beyond this preliminary review phase.

Our study and evaluation was more limited than would be necessary to express an opinion on the internal control systems used in administering the federal and State financial assistance programs of Beaufort County, North Carolina. Accordingly, we do not express an opinion on the internal control systems used in administering the federal and State financial assistance programs of Beaufort County, North Carolina. Further, we do not express an opinion on the internal control systems used in administering the major federal financial assistance programs of Beaufort County, North Carolina.

Also, our audit, made in accordance with the standards mentioned above, would not necessarily disclose material weaknesses in the internal control systems, for which our study and evaluation was limited to a preliminary review of the systems, as discussed in the fifth paragraph of this report.

However, our study and evaluation and our audit disclosed the following condition that we believe result in more than a relatively low risk that errors or irregularities in amounts that would be material to a federal or state financial assistance program may occur and not be detected within a timely period.

In an organization such as Beaufort County, North Carolina, with a limited number of personnel for certain functions, there are inherent limitations on the effectiveness of certain controls due to the lack of segregation of duties among County personnel. We believe the insufficient segregation of duties results in a material weakness in internal accounting control.

This condition was considered in terminating the nature, timing, and extent of the audit tests to be applied in (1) our audit of the 1989 general purpose financial statements and (2) our audit and review of the County's Compliance with laws and regulations noncompliance with which we believe could have a material effect on the allowability of program expenditures for each major federal and State financial assistance program and nonmajor federal and State financial assistance programs. This report does not affect our reports on the general purpose financial statements and on the County's compliance with laws and regulations dated October 13, 1989.

This report is intended solely for the use of management, the cognizant audit agency, and other federal and State agencies and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the Commissioners of Beaufort County, North Carolina, is a matter of public record.

Pittard Perry & Crane, Inc.

Belhaven, North Carolina

October 13, 1989.

Beaufort County, North Carolina
SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
 For the Year Ended June 30, 1989

SCHEDULE 25

<u>Grantor/Pass-Through Grantor/program Title</u>	Federal CFDA Number	Federal Expenditures	State Expenditures	Total
<u>U.S. Department of Health and Human Resources</u>				
Passed through State Dept. of Human Resources				
AFDC	13.780	\$ 131,163	\$ 17,697	\$ 148,860
Medicaid	13.714	112,293	14,614	126,907
Low Income Energy Assistance	13.789	19,593	-	19,593
Social Services Block Grant	13.667	326,452	32,858	359,310
IV-D Child Support Enforcement	13.783	96,298	-	96,298
WIN	13.790	17,048	-	17,048
Permanency Planning	13.645	21,091	4,631	25,722
IV-E Foster Care	13.658	21,388	5,012	26,400
Crisis Intervention	13.789	40,669	-	40,669
Tuberculosis	13.116	21,549	-	21,549
Maternal Child Health	13.994	126,883	-	126,883
Family Planning	13.217	39,089	-	39,089
Total U.S. Department of Health and Human Resources		973,516	74,812	1,048,328
<u>U.S. Department of Agriculture</u>				
Passed through State Dept. of Agriculture				
Food Stamps	10.561	196,560	-	196,560
WIC	10.577	91,154	-	91,154
		287,714	-	287,714
<u>U.S. Department of Housing and Urban Development</u>				
Pass through N.C. Dept. of Natural Resources and Community Development				
Small Cities Program	14.219	279,589	-	279,589
<u>State Grants</u>				
State Dept. of Human Resources				
Abortion Fund	N/A	-	1,950	1,950
State Child Protection Services	N/A	-	12,212	12,212
State Aid to Counties	N/A	-	43,365	43,365
State Aid to DC Coordinators	N/A	-	2,314	2,314
State Foster Home	N/A	-	10,427	10,427
SC/SA Domiciliary Care Payment	N/A	-	270,088	270,088
Equalizing	N/A	-	35,831	35,831
Adult Health	N/A	-	21,023	21,023
Environmental Health	N/A	-	2,940	2,940
Aids Control	N/A	-	479	479
Community Based Alternatives	N/A	-	79,794	79,794
Division of Veterans affairs				
Veterans	N/A	-	2,000	2,000
Total		-	482,423	482,423
Totals		\$1,540,819	\$ 557,235	\$2,098,054

Beaufort County, North Carolina
SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
 For the Year Ended June 30, 1989

SCHEDULE 25
 Page 2

<u>Grantor/Pass-Through Grantor/program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Total</u>
1. Notes to Preceding Schedule				
<u>Benefit payments issued by the State</u>				
Food stamps		\$ 1,675,034	\$ -	\$ 1,675,034
WIC		593,394	-	593,394
Medicaid		6,560,020	2,641,349	9,201,369
AFDC		1,213,029	283,694	1,496,723
		<u>\$10,041,477</u>	<u>\$ 2,925,043</u>	<u>\$12,966,520</u>

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