

BEAUFORT COUNTY, NORTH CAROLINA

FINANCIAL STATEMENTS

June 30, 1993





To the Board of Commissioners
Beaufort County, North Carolina

In connection with our audit of the general purpose financial statements of Beaufort County, North Carolina, as of and for the year ended June 30, 1993, we reviewed various administrative and financial procedures and controls of the County but did not make a comprehensive review for the purpose of submitting detailed recommendations.

As a result of our review, we noted certain areas where administrative and financial matters should be considered, procedures improved, and administrative controls strengthened. This memorandum summarizes our comments and suggestions. We have separately communicated internal control structure reportable conditions in the Report on the Internal Control Structure Based on an Audit of General Purpose Financial Statements Performed in Accordance with Government Auditing Standards and the Single Audit Report on the Internal Control Structure Used in Administering Federal and State Financial Assistance Programs, both dated September 8, 1993.

Payroll

In an organization the size of Beaufort County, we would recommend that periodically, payroll checks be distributed by someone who is not associated with time-keeping and payroll preparation. When checks are distributed each employee should present proper identification.

We also recommend that payroll reports be reconciled to the general ledger each quarter. Such a reconciliation would identify errors, if any, and ensure accurately filed reports and information returns.

General Fixed Assets

The County has a computerized fixed asset listing, which itemizes machinery, equipment, furniture and fixtures, and recent land and building acquisitions. We recommend updating this listing to show all land and buildings owned by the County. This could be accomplished by reviewing deeds and prior years financial statements to ascertain an approximate cost for each property. This would provide the County with a complete Property and Equipment listing.

General Matters

During the year a lease was entered into by the Department of Social Services for a copier. The lease was signed by the Social Services Director. In the future, we recommend that only the finance officer or deputy finance officer sign legal documents for the County.

Board of Commissioners
Beaufort County, North Carolina
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Timely Deposits

In our testing of receipts, we found that the Sheriff's Department does not make timely deposits. In accordance with G.S. 159-32, deposits are to be made daily. However, with governing board approval, deposits can be required only when the moneys on hand amount to as much as \$250. We recommend that close attention be paid to the amount of moneys on hand and every attempt be made to comply with the requirements related to depositing money.

This report is intended solely for the information and use of the Beaufort County, North Carolina's Board of Commissioners, management, and others within the administration. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Pittard Perry & Crane, Inc.

Belhaven, North Carolina
September 8, 1993

Beaufort County, North Carolina

FINANCIAL STATEMENTS

June 30, 1993

Board of Commissioners

Granville Lilley - Chairman

Elsa Desrochers

Danny Slade

Gene Hodges

Frank Bonner

Ned Kinsey

Alice Mills-Sadler

County Manager

Don Davenport

Beaufort County, North Carolina

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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, 1993, 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, 1993, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

Board of County Commissioners
Beaufort County
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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 & Crease, Inc.

Belhaven, North Carolina
September 8, 1993

GENERAL PURPOSE FINANCIAL STATEMENTS

Beaufort County, North Carolina
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1993
With Comparative Totals for June 30, 1992

ASSETS	Governmental Fund Types		
	General	Special Revenue	Capital Projects
Current assets			
Cash and investments	\$5,323,405	\$ 479,718	\$1,150,460
Taxes receivable (net)	1,009,402	70,907	-
Accounts receivable (net)	2,070,565	-	-
Due from other funds	-	-	-
Due from other governmental units	38,756	-	-
Prepaid expenses	110	-	-
Total current assets	8,442,238	550,625	1,150,460
Noncurrent assets			
Fixed assets	-	-	-
Amounts to be provided for the retirement of general long-term debt	-	-	-
	-	-	-
TOTAL ASSETS	\$8,442,238	\$ 550,625	\$1,150,460
LIABILITIES AND FUND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	\$ 329,974	\$ -	\$ 190,590
Miscellaneous liabilities	-	-	-
Current portion of long-term debt	-	-	2,871,017
Due to other funds	74	-	-
Deferred revenues	1,018,079	70,907	-
Total current liabilities	1,348,127	70,907	3,061,607
Noncurrent liabilities			
Noncurrent portion of long-term debt	-	-	-
Accrued vacation pay	-	-	-
Total liabilities	1,348,127	70,907	3,061,607
Fund equity			
Investment in general fixed assets	-	-	-
Fund balances:			
Reserved by State Statute	2,109,431	-	-
Reserved for Health Services	192,351	-	-
Unreserved:			
Designated for subsequent years' expenditures	800,000	393,000	-
Undesignated	3,992,329	86,718	(1,911,147)
Total fund equity	7,094,111	479,718	(1,911,147)
TOTAL LIABILITIES AND FUND EQUITY	\$8,442,238	\$ 550,625	\$1,150,460

EXHIBIT A

Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General Fixed Assets	General Long-Term Debt	June 30,	
Trust and Agency			1993	1992
\$ 26,406	\$ -	\$ -	\$ 6,979,989	\$ 7,308,884
-	-	-	1,080,309	1,066,459
-	-	-	2,070,565	1,822,945
74	-	-	74	67,910
-	-	-	38,756	51,674
-	-	-	110	-
<u>26,480</u>	<u>-</u>	<u>-</u>	<u>10,169,803</u>	<u>10,317,872</u>
-	9,486,462	-	9,486,462	8,942,803
-	-	13,891,304	13,891,304	14,762,850
<u>\$ 26,480</u>	<u>\$9,486,462</u>	<u>\$13,891,304</u>	<u>\$33,547,569</u>	<u>\$34,023,525</u>
\$ -	\$ -	\$ -	\$ 520,564	\$ 206,171
26,480	-	-	26,480	50,875
-	-	1,035,617	3,906,634	1,033,779
-	-	-	74	67,910
-	-	-	1,088,986	1,081,184
<u>26,480</u>	<u>-</u>	<u>1,035,617</u>	<u>5,542,738</u>	<u>2,439,919</u>
-	-	12,581,192	12,581,192	13,488,526
-	-	274,495	274,495	240,545
<u>26,480</u>	<u>-</u>	<u>13,891,304</u>	<u>18,398,425</u>	<u>16,168,990</u>
-	9,486,462	-	9,486,462	8,942,803
-	-	-	2,109,431	1,942,450
-	-	-	192,351	-
-	-	-	1,193,000	1,474,288
-	-	-	2,167,900	5,494,994
<u>-</u>	<u>9,486,462</u>	<u>-</u>	<u>15,149,144</u>	<u>17,854,535</u>
<u>\$ 26,480</u>	<u>\$9,486,462</u>	<u>\$13,891,304</u>	<u>\$33,547,569</u>	<u>\$34,023,525</u>

The accompanying notes are an integral part of the financial statements

Beaufort County, North Carolina
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30, 1993
With Comparative Totals for the Year Ended June 30, 1992

	<u>Governmental Fund Types</u>
	<u>General</u>
Revenues:	
Ad valorem taxes	\$ 10,821,055
Other taxes and licenses	4,500,925
Unrestricted intergovernmental revenues	1,551,105
Restricted intergovernmental revenues	4,425,108
Permits and fees	226,687
Sales and services	1,098,205
Investment earnings	250,784
Miscellaneous	303,185
Total revenues	23,177,054
Expenditures:	
General government	2,058,503
Public safety	2,346,046
Transportation	19,500
Environmental protection	1,119,395
Economic and physical development	270,027
Human services	8,073,042
Cultural and recreational	149,070
Education	7,203,928
Non-departmental	59,219
Capital projects	-
Debt service	
Principal retirement	1,102,305
Interest and fees	995,870
Total expenditures	23,396,905
Revenues over (under) expenditures	(219,851)
Other financing sources (uses)	
Operating transfers - in (out)	492,417
Proceeds of long-term debt	196,809
Total other financing sources (uses)	689,226
Excess of revenues and other sources over (under) expenditures and other uses	469,375
Fund balances:	
Beginning of year, July 1	6,624,736
End of year, June 30	\$ 7,094,111

Governmental Fund Types		Totals (Memorandum Only)	
Special Revenue	Capital Projects	1993	June 30, 1992
\$ 656,792	\$ -	\$ 11,477,847	\$ 10,344,206
-	-	4,500,925	4,265,674
-	-	1,551,105	1,434,205
15,000	-	4,440,108	4,095,665
-	-	226,687	217,780
-	-	1,098,205	1,149,436
19,821	21,791	292,396	450,980
-	-	303,185	397,333
<u>691,613</u>	<u>21,791</u>	<u>23,890,458</u>	<u>22,355,279</u>
344,049	-	2,402,552	1,865,732
221,358	-	2,567,404	2,121,939
-	-	19,500	19,000
-	-	1,119,395	1,062,590
747	-	270,774	692,328
-	-	8,073,042	6,854,065
-	-	149,070	141,741
435,434	-	7,639,362	7,052,835
-	-	59,219	38,129
-	2,958,015	2,958,015	2,755,568
-	-	1,102,305	1,031,461
-	-	995,870	1,066,971
<u>1,001,588</u>	<u>2,958,015</u>	<u>27,356,508</u>	<u>24,702,359</u>
(309,975)	(2,936,224)	(3,466,050)	(2,347,080)
(587,015)	94,598	-	-
-	20,191	217,000	-
<u>(587,015)</u>	<u>114,789</u>	<u>217,000</u>	<u>-</u>
(896,990)	(2,821,435)	(3,249,050)	(2,347,080)
<u>1,376,708</u>	<u>910,288</u>	<u>8,911,732</u>	<u>11,258,812</u>
<u>\$ 479,718</u>	<u>\$(1,911,147)</u>	<u>\$ 5,662,682</u>	<u>\$ 8,911,732</u>

The accompanying notes are an integral part of the financial statements

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, 1993

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Ad valorem taxes	\$10,346,850	\$ 10,821,055	\$ 474,205
Other taxes and licenses	4,196,000	4,500,925	304,925
Unrestricted intergovernmental revenues	1,534,400	1,551,105	16,705
Restricted intergovernmental revenues	4,445,067	4,425,108	(19,959)
Permits and fees	198,867	226,687	27,820
Sales and services	1,065,900	1,098,205	32,305
Investment earnings	250,000	250,784	784
Miscellaneous	297,921	303,185	5,264
Total revenues	<u>22,335,005</u>	<u>23,177,054</u>	<u>842,049</u>
Expenditures:			
General government	2,097,849	2,058,503	39,346
Public safety	2,452,863	2,346,046	106,817
Transportation	23,400	19,500	3,900
Environmental protection	1,149,212	1,119,395	29,817
Economic and physical development	309,187	270,027	39,160
Human services	8,317,546	8,073,042	244,504
Cultural and recreational	153,245	149,070	4,175
Education	7,273,960	7,203,928	70,032
Non-departmental	58,800	59,219	(419)
Debt service			
Principal retirement	1,103,184	1,102,305	879
Interest and fees	997,805	995,870	1,935
Total expenditures	<u>23,937,051</u>	<u>23,396,905</u>	<u>540,146</u>
Revenues over (under) expenditures	(1,602,046)	(219,851)	1,382,195
Other financing sources (uses):			
Operating transfers - in (out)	452,417	492,417	40,000
Appropriated fund balance	977,646	-	(977,646)
Proceeds of long-term debt	198,000	196,809	(1,191)
Contingency	(26,017)	-	26,017
Total other financing sources (uses)	<u>1,602,046</u>	<u>689,226</u>	<u>(912,820)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	469,375	<u>\$ 469,375</u>
Fund balances:			
Beginning of year, July 1		<u>6,624,736</u>	
End of year, June 30		<u>\$ 7,094,111</u>	

EXHIBIT C

Special Revenue Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 661,500	\$ 656,792	\$ (4,708)	\$11,008,350	\$ 11,477,847	\$ 469,497
-	-	-	4,196,000	4,500,925	304,925
-	-	-	1,534,400	1,551,105	16,705
1,857,700	15,000	(1,842,700)	6,302,767	4,440,108	(1,862,659)
-	-	-	198,867	226,687	27,820
-	-	-	1,065,900	1,098,205	32,305
17,200	19,821	2,621	267,200	270,605	3,405
-	-	-	297,921	303,185	5,264
<u>2,536,400</u>	<u>691,613</u>	<u>(1,844,787)</u>	<u>24,871,405</u>	<u>23,868,667</u>	<u>(1,002,738)</u>
491,478	344,049	147,429	2,589,327	2,402,552	186,775
225,000	221,358	3,642	2,677,863	2,567,404	110,459
-	-	-	23,400	19,500	3,900
-	-	-	1,149,212	1,119,395	29,817
1,857,700	747	1,856,953	2,166,887	270,774	1,896,113
-	-	-	8,317,546	8,073,042	244,504
-	-	-	153,245	149,070	4,175
436,500	435,434	1,066	7,710,460	7,639,362	71,098
-	-	-	58,800	59,219	(419)
-	-	-	1,103,184	1,102,305	879
-	-	-	997,805	995,870	1,935
<u>3,010,678</u>	<u>1,001,588</u>	<u>2,009,090</u>	<u>26,947,729</u>	<u>24,398,493</u>	<u>2,549,236</u>
(474,278)	(309,975)	164,303	(2,076,324)	(529,826)	1,546,498
(547,015)	(587,015)	(40,000)	(94,598)	(94,598)	-
1,021,293	-	(1,021,293)	1,998,939	-	(1,998,939)
-	-	-	198,000	196,809	(1,191)
-	-	-	(26,017)	-	26,017
<u>474,278</u>	<u>(587,015)</u>	<u>(1,061,293)</u>	<u>2,076,324</u>	<u>102,211</u>	<u>(1,974,113)</u>
<u>\$ -</u>	<u>(896,990)</u>	<u>\$ (896,990)</u>	<u>\$ -</u>	<u>(427,615)</u>	<u>\$ (427,615)</u>
	<u>1,376,708</u>			<u>8,001,444</u>	
	<u>\$ 479,718</u>			<u>\$ 7,573,829</u>	

The accompanying notes are an integral part of the financial statements

Beaufort County, North Carolina
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
For the Year Ended June 30, 1993

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 and Washington City Administrative School Unit Boards of Education

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

Beaufort County Hospital

The County appoints the Hospital's governing board. Also, the County owns the property and buildings 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 FUNDS

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, other taxes and licenses, 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 eleven 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 1992 CDBG Fund, the 1986 CDBG Fund, the 1987 CDBG Fund, the Arbitrage Reserve Fund, 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, or trust funds). The County has seven Capital Project Funds within the Governmental Fund Types: The County Schools Capital Project Fund, the Water District II Capital Project Fund, the Water District III Capital Project Fund, the Bath and Aurora School Capital Project Fund, the Washington City Schools Repair Capital Project Fund, the Community College Capital Project Fund, the Hospital Capital Project Fund, and the Chocowinity and Bath School 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 of accounts is established to account for all long-term 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 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. All transfers of appropriations within a fund and 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.

As required by G.S. 159-26(d), the County maintains encumbrance accounts which are considered to be "budgetary accounts". Encumbrances outstanding at year-end represent the estimated amounts of the expenditures ultimately to result if unperformed contracts in process at year-end are completed. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. At June 30, 1993, the County did not have any open purchase orders or contracts outstanding.

E. Assets, Liabilities and Fund Equity

Deposits and Investments

Deposits

All deposits of the County are made in board-designated official depositories and are secured as required by G.S. 159-31. The County may designate as an

Deposits (continued)

official depository 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.

All of the County's deposits are either insured or collateralized by using one of two options. Under Option 1, all deposits over the federal depository insurance coverage are collateralized with securities held by the County's agent in the County's name. Under Option 2, a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County, these deposits are considered to be held by the County's agent in the County's name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest bearing deposits. Depositories using Option 2 report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County or the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County under Option 2, the potential exists for undercollateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each option 2 depository.

At year-end, the County's deposits had a carrying amount of \$2,311,939 and a bank balance of \$3,104,511. Of the bank balance, \$300,000 was covered by federal depository insurance, \$970,589 in interest-bearing deposits was covered by collateral held under Option 1, and \$230,458 in non-interest bearing deposits and \$1,603,464 in interest bearing deposits were covered by collateral held under Option 2.

Investments

G.S. 159-30(c) authorizes the County to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States: obligations of the State of North Carolina: bonds and notes of any North Carolina local government or public authority: obligations of certain non-guaranteed federal agencies: certain high quality issues of commercial paper and bankers' acceptances; and the North Carolina Cash Management Trust, an SEC registered mutual fund. Investments are stated at cost or amortized cost. The County pools moneys from several Funds to facilitate disbursement and investment and maximize investment income.

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 counter party's trust department or agent in the County's name. Investments in the North Carolina Cash Management Trust are exempt because the County does not own any identifiable securities, but is a shareholder of a percentage of the fund.

Investments (continued)

	<u>A</u>	<u>B</u>	<u>Cost Value</u>	<u>Market Value</u>
U.S. Government Agencies	\$ -	\$ -	\$ -	\$ -
Common stock	2,500	-	2,500	5,600
	<u>\$ 2,500</u>	<u>\$ -</u>	<u>2,500</u>	<u>5,600</u>
North Carolina Cash Management Trust			4,664,809	4,664,809
			<u>\$4,667,309</u>	<u>\$4,670,409</u>

At times during the year, the County also invested in commercial paper and U.S. government agencies.

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, interest does not accrue until the following January 6. The taxes are based on the assessed values as of January 1, 1992.

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 2).

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>
1989	\$ 33,059	\$ 10,827	\$ 43,886
1990	36,072	8,567	44,639
1991	41,147	6,099	47,246
1992	43,031	2,474	45,505
Total	<u>\$153,309</u>	<u>\$ 27,967</u>	<u>\$181,276</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 which 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:

	General Fund	Special Revenue Fund
Prepaid taxes not yet earned	\$ 8,677	\$ -
Taxes receivable (net)	1,009,402	70,907
Total deferred revenues	\$1,018,079	\$ 70,907

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.

Reserved for Encumbrances - portion of fund balance available for appropriation to pay for commitments related to unperformed contracts.

Reserved for Health Services - portion of fund balance representing the cumulative excess of federal and State revenues and local fees over expenditures, restricted for health service expenses only.

Unreserved

Designated for subsequent year's expenditures - portion of total fund balance available for appropriation which has been designated for the adopted 1993-1994 budget ordinance.

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

F. Revenues, Expenditures and Expenses

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 makes 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 deposits into the Critical School Facilities Needs Fund.

The corporate income taxes deposited into the Fund are allocated to Beaufort 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, 1993, the balance of the County's ADM allocation account was \$452,596.

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 June 30, 1993, the County's disbursing account had a balance of \$ - 0 -. The County must match any disbursement on the basis of one dollar for every three dollars of State funds.

Funds in the allocation and disbursing accounts are considered State moneys until the County issues warrants to disburse them. At that time, they are recognized in the General Fund as a restricted intergovernmental revenue.

Critical School Facilities Needs Fund

This program is funded by increased collections of various taxes received by the Department of Revenue. In early 1988, a one time deposit was made by the Department to establish the Critical School Facilities Needs Fund. Each quarter thereafter, the Department deposits \$2.5 million as described above.

Grants are awarded by the 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, 1993, the Boards had not submitted a grant application to the Commission on School Facility Needs.

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 amounts listed below 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.

	Federal	State
Food Stamp Program	\$ 4,152,445	\$ -
WIC	609,382	-
Medicaid	13,835,769	5,997,403
Aid to Families with Dependent Children	1,891,155	505,519
Special Assistance - Aged and Disabled	-	430,500
	\$20,488,751	\$6,933,422

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 and salary related payments at June 30, 1993, amounted to approximately \$274,495, which 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, 1993, amounted to approximately \$835,392. 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 this fund type 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>Funds</u>	<u>6/30/93</u>	<u>6/30/92</u>
General Fund		
Property Taxes	\$289,393	\$290,201
Special Revenue Fund	22,756	21,930
	<u>\$312,149</u>	<u>\$312,131</u>

Beaufort County, North Carolina
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
 For the Year Ended June 30, 1993

Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

	General Fixed Assets July 1, 1992	Additions and Discoveries	Retirements	Transfers	General Fixed Assets June 30, 1993
Land	\$ 576,493	\$ -	\$ -	\$ -	\$ 576,493
Buildings & improvements	6,080,096	297,000	-	-	6,377,096
Vehicles & equipment	2,286,214	344,127	97,468	-	2,532,873
Total	\$ 8,942,803	\$641,127	\$ 97,468	\$ -	\$ 9,486,462

By function

General Government	\$ 2,813,731	\$468,786	\$ 36,688	\$(5,020)	\$ 3,240,809
Public Safety	921,111	89,388	56,666	5,020	958,853
Human Services	3,348,954	52,895	4,114	-	3,397,735
Environmental Protection	1,436,983	199	-	-	1,437,182
Economic & Physical Development	417,024	29,859	-	-	446,883
Revaluation	5,000	-	-	-	5,000
Total	\$ 8,942,803	\$641,127	\$ 97,468	\$ -	\$ 9,486,462

Reconciliation of additions

Capital outlay expenditures	\$ 639,178
Donations	506
Discoveries	1,443
Total	\$ 641,127

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 (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, 1993, was \$4,937,458; the County's total payroll was \$5,367,055.

1. Local Governmental Employees' Retirement System (continued)

The System provides retirement and disability benefits. After five years of creditable service, employees qualify for a vested deferred benefit. 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 1.70 percent 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.

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 actuarially determined contribution requirement for the year ended June 30, 1993, was \$539,889, which consisted of \$243,641 from the County and \$296,248 from employees; the County's required contributions for employees not engaged in law enforcement and for law enforcement officers represented 5.04% and 4.24% 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 obligation for the System as a whole at December 31, 1992, the date of the latest available actuarial valuation, was \$3,701,612,000. The System's net assets available for benefits on that date (at cost) were \$3,986,769,000, leaving net assets in excess of the pension benefit obligation of \$285,157,000. The County's 1993 contribution represented .21% of total contributions required of all participating entities.

1. Local Governmental Employees' Retirement System (continued)

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, 1993, Comprehensive Annual Financial Report (CAFR). The State's CAFR will also 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 is the administrator of a single-employer, defined benefit, public employee retirement system (System) established by the County to provide special separation benefits to its law enforcement officers. The County's payroll for employees covered by the System for the year ended June 30, 1993, was \$653,213; the County's total payroll was \$5,367,055. The System is not currently reported in the County's financial statements as a pension trust fund.

All full-time County law enforcement officers are covered by the System. At December 31, 1992, the system's membership consisted of:

Retirees currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	1
Current employees:	
Nonvested	<u>30</u>
Total	<u><u>31</u></u>

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.

2. Law Enforcement Officers Special Separation Allowance (continued)

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 using the actuarial basis described in the following section.

B. Funding Status and Progress

The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effect of project salary increases and step-rate benefits estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of the System on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits and is independent of the funding method used to determine contributions to the System.

The pension benefit obligation was computed as part of an actuarial valuation performed as of December 31, 1992. Significant actuarial assumptions used in the valuation include (a) an annual rate of return on the investment of present and future assets of 7.5 percent compounded annually, (b) projected annual salary increases of 5 percent compounded annually, attributable to inflation, (c) additional projected annual salary increases of 1.5 percent, attributable to seniority/merit, and (d) no post-retirement benefit increases.

At December 31, 1992, the unfunded pension benefit obligation was \$72,119 as follows:

Pension benefit obligation:	
Retirees currently receiving benefits and terminated employees not yet receiving benefits	\$ 8,732
Current employees:	
Employer - financed nonvested	63,387
Total pension benefit obligation	<u>72,119</u>
Net assets available for benefits at cost	<u>-</u>
Unfunded pension benefit obligation	<u><u>\$ 72,119</u></u>

C. Contribution Requirements and Contributions Made

The System's funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, increase gradually over time so that sufficient assets will be available to pay benefits when due. The contribution rate for normal cost is determined using the projected unit credit cost method and thirty-year level dollar amortization of the unfunded accrued liability. The System uses the level percent of payroll method to amortize the unfunded liability over a closed 18-year period.

C. Contribution Requirements and Contributions Made (continued)

The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation as described in B above.

Contributions are made only to the extent funding is required for current benefits.

D. Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Ten-year trend information is being developed on Schedules 27 and 28 of this report and is presented for as many years as the standardized measure of pension benefit obligation is available. For the four years ended June 30, 1989, 1990, 1991, and 1992, available assets were sufficient to fund 0.0 percent of the pension benefit obligation. Unfunded pension benefit obligation represented 11.77, 11.75, 13.23, and 13.02 percent of the annual payroll for employees covered by the System for 1989, 1990, 1991, and 1992, respectively. Showing unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation for analysis purposes. In addition, for the four years ended 1989, 1990, 1991, and 1992, the County made no excess contributions to the System, but funded it as needed with \$2,613, \$2,613, \$2,613 and \$1,743 being paid in 1993, 1992, 1991, and 1990, respectively.

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 make voluntary contributions to the plan.

The County's contributions were calculated using a covered payroll amount of \$653,213. Total contributions for the year ended June 30, 1993, were \$32,661 which consisted of \$32,661 from the County and \$ - 0 - from the law enforcement officers. The County's required contributions represented 5 percent of the covered payroll amount.

4. Register of Deeds' Supplemental Pension Fund

The County also contributes to the Registers of Deeds' Supplemental Pension Fund (the Fund), which is a noncontributory defined contribution pension plan. As established by the North Carolina General Assembly (Article 3 of G.S. 161), effective October 1, 1987, this plan covers any county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan.

4. Registers of Deeds' Supplemental Pension Fund (continued)

On a monthly basis the County remits to the Department of State Treasurer an amount equal to four and one-half percent (4.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety percent (90%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining ten percent (10%) of the Fund's assets may be used by the State Treasurer in administering the Fund.

Any county register of deeds who has retired with at least 12 years eligible service as register of deeds under the LGERS or an equivalent locally sponsored plan before June 30, 1988, and those who retire thereafter who have completed at least 12 years of eligible service as register of deeds are entitled to receive a monthly pension payment under this plan.

An eligible retired register of deeds is entitled to receive an annual pension benefit, payable in equal monthly installments, equal to one share for each full year of eligible service as register of deeds multiplied by his/her total number of years of eligible service. The amount of each share shall be determined by dividing the total number of years of eligible service for all eligible retired registers of deeds on December 31 of each calendar year into the amount to be disbursed. Benefits received under this plan may not exceed the lessor of 1) \$1,000 per month, or 2) an amount which, when added to benefits received under the LGERS or an equivalent plan and any benefits received from employer contributions to the Supplemental Retirement Income Plan, would exceed 65% of the recipient's equivalent annual salary immediately preceding retirement computed on a monthly base rate.

Monthly pensions payable under this plan cease at the death of the pensioner and no payment is made to any beneficiaries or to the decedent's estate. Monthly pensions also cease if a pensioner becomes a full-time employee that participates in the LGERS.

For the year ended June 30, 1993, the County's required and actual contributions were \$5,633.

Post-Employment Health Care Benefits

The County does not provide postretirement health benefits to employees.

Commitments

The County had commitments of approximately \$5,248 for the renovation and construction of several schools and the Community College facilities. These projects are being funded mainly by State grants and general obligation bond proceeds.

Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in two self-funded risk financing pools administered by the North Carolina Association of County Commissioners. Through these pools the County obtains property insurance coverage of \$125.5 million per occurrence, general liability coverage of \$2 million per occurrence, and worker's compensation coverage up to statutory limits. The pools are reinsured through commercial companies for single occurrence losses in excess of \$500,000 up to a \$2 million limit for general liability coverage, \$500,000 of aggregate annual losses in excess of \$25,000 per occurrence for property coverage, and single occurrence losses of \$350,000 for worker's compensation.

The County carries commercial insurance for all other risks of loss. Claims have not exceeded coverage in any of the last three fiscal years.

Lease Obligations

The County has entered into an agreement to lease certain equipment. This agreement is in substance a lease-purchase (capital lease) and is included in the General Long-Term Debt Account Group.

One agreement was executed on June 6, 1990, for the lease of a computer system for the tax department and requires 60 monthly payments of \$3,332. Title passes to the County at the end of the lease term. This lease was paid in full during 1993. The County entered into a lease agreement for a new tax department computer executed on June 25, 1993 requiring 60 monthly payments of \$3,704.

The following is an analysis of the assets recorded under the capital lease in the General Fixed Assets Group at June 30:

Class of Property	1993	1992
Equipment	\$196,809	\$167,752

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.

Long-Term Debt (continued)

Bonds payable at June 30, 1993, 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 ranging from 5.3 to 5.4 percent	\$ 120,000
\$6,700,000 1989 School Facility Serial bonds, due on February 1 in installments ranging from \$300,000 to \$400,000 through February, 2006; interest ranging from 6.7 to 6.75 percent	5,100,000
\$5,300,000 1988 School Facility Serial bonds, due on June 1 in installments ranging from \$200,000 to \$300,000 through June, 2006; interest at 7.1 percent	3,800,000
\$3,500,000 1988 Hospital Improvement Serial bonds, due on June 1 in installments ranging from \$100,000 to \$200,000 through June, 2006; interest at 7.1 percent	2,500,000
\$2,000,000 1991 Community College Serial bonds, due on May 1 in installments ranging from \$50,000 to \$200,000 through May, 2009; interest ranging from 6.4 to 6.5 percent	<u>1,900,000</u>
	<u>\$13,420,000</u>

Bond anticipation notes

\$1,345,600 Water Bond Anticipation notes issued on February 23, 1993 and due December 8, 1993; interest at 2.37%. The notes will be repaid from a \$1,345,600 bond issue expected to be sold next year	\$ 1,345,608
\$1,525,400 Water Bond Anticipation notes issued on February 23, 1993 and due December 8, 1993; interest at 2.37%. The notes will be repaid from a \$1,525,400 bond issue expected to be sold next year	<u>1,525,409</u>
	<u>\$16,291,017</u>

At June 30, 1993, Beaufort County had bonds authorized but unissued of \$8,769,000 and had a legal debt margin of \$121,559,344.

Beaufort County, North Carolina
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
 For the Year Ended June 30, 1993

The following is a summary of changes in general long-term debt for the year ended June 30, 1993.

	General Long-Term Debt July 1, 1992			Additions	Retirements	General Long-Term Debt June 30, 1993	
General obligation bonds	\$ 14,420,000	\$ -	\$ 1,000,000			\$13,420,000	
Capitalized leases	102,305	196,809	102,305			196,809	
Vacation pay	240,545	33,950	-			274,495	
Total	\$ 14,762,850	\$ 230,759	\$ 1,102,305			\$13,891,304	

By purpose

Schools	\$ 9,600,000	\$ -	\$ 700,000	\$ 8,900,000
Technical institute	170,000	-	50,000	120,000
Hospital	2,700,000	-	200,000	2,500,000
Community College	1,950,000	-	50,000	1,900,000
Equipment	102,305	196,809	102,305	196,809
Vacation pay	240,545	33,950	-	274,495
Total	\$ 14,762,850	\$ 230,759	\$ 1,102,305	\$13,891,304

Reconciliation:

Current portion	\$ 1,035,617
Subsequent years	12,855,687
	\$13,891,304

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

	General Obligation		Capitalized Leases		Total Debt Due	
	Principal	Interest	Principal	Interest	Principal	Interest

General Long-Term Debt:

1994	\$ 1,000,000	\$ 921,430	\$ 35,617	\$ 8,833	\$ 1,035,617	\$ 930,263
1995	1,000,000	853,030	37,398	7,052	1,037,398	860,082
1996	1,020,000	784,630	39,268	5,181	1,059,268	789,811
1997	1,000,000	714,550	41,232	3,217	1,041,232	717,767
1998	1,000,000	645,550	43,294	1,155	1,043,294	646,705
Next 5 years	5,000,000	2,192,750	-	-	5,000,000	2,192,750
To maturity	3,400,000	565,650	-	-	3,400,000	565,650
	\$13,420,000	\$6,677,590	\$196,809	\$ 25,438	\$13,616,809	\$6,703,028

Beaufort County, North Carolina
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
 For the Year Ended June 30, 1993

	<u>Bond Anticipation Notes</u>	
	<u>Principal</u>	<u>Interest</u>
Capital Projects Fund: 1994	<u>\$2,871,017</u>	<u>\$ 51,079</u>

C. Interfund Receivables and Payables

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ -	\$ 74
Trust and Agency	74	-
Total	<u>\$ 74</u>	<u>\$ 74</u>

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.

5. FUND BALANCE RESERVED FOR HEALTH SERVICES

The following is a detailed analysis of the fund balance reserved for health services by program.

Child Health - Medicaid	\$ 16,752
Child Services Coordinator	26,371
Family Planning - Medicaid	16,530
Maternal Health - Medicaid	92,135
Child Health fees	4,725
Family Planning fees	25,642
Hypertension fees	2,877
Risk Reduction fees	1,083
Tuberculosis fees	6,236
	<u>\$ 192,351</u>

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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992 STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenues				
Ad valorem taxes:				
Current year	\$ 9,930,850	\$ 10,205,782	\$ 274,932	\$ 9,224,708
Prior years	275,000	407,588	132,588	311,751
Animal taxes	11,000	9,782	(1,218)	9,780
Penalties and interest	130,000	197,903	67,903	157,928
	<u>10,346,850</u>	<u>10,821,055</u>	<u>474,205</u>	<u>9,704,167</u>
Other taxes and licenses:				
Scrap tire disposal tax	25,000	22,210	(2,790)	23,901
Local option sales tax:				
One percent tax	1,850,000	1,948,387	98,387	1,896,160
Article 40 one-half percent tax	1,125,000	1,230,373	105,373	1,169,579
Article 42 one-half percent tax	1,125,000	1,230,345	105,345	1,169,328
Schedule "B"	10,000	9,822	(178)	6,706
E-911 access charges	61,000	59,788	(1,212)	-
	<u>4,196,000</u>	<u>4,500,925</u>	<u>304,925</u>	<u>4,265,674</u>
Unrestricted intergovernmental revenues:				
Intangibles tax	500,000	520,577	20,577	485,194
Beer and wine	120,000	111,583	(8,417)	110,707
Tax refunds - sales and gasoline	69,400	79,421	10,021	56,327
Food stamp tax reimbursement	45,000	43,956	(1,044)	43,179
Inventories tax reimbursement	770,000	769,652	(348)	712,882
Reimbursement for homestead exception	30,000	25,916	(4,084)	25,916
	<u>1,534,400</u>	<u>1,551,105</u>	<u>16,705</u>	<u>1,434,205</u>
Restricted intergovernmental revenues:				
Federal and State grants	4,050,067	4,014,843	(35,224)	3,175,045
Court facility fees	135,000	138,246	3,246	144,318
Fines and forfeitures	260,000	272,019	12,019	280,265
	<u>4,445,067</u>	<u>4,425,108</u>	<u>(19,959)</u>	<u>3,599,628</u>
Permits and fees:				
Building inspection fees	56,000	55,557	(443)	59,406
Register of Deeds	142,867	171,130	28,263	158,374
	<u>198,867</u>	<u>226,687</u>	<u>27,820</u>	<u>217,780</u>
Sales and services:				
Patient fees - Nursing Home	750,000	792,270	42,270	825,538
Patient fees - other	84,900	57,885	(27,015)	59,182
Gas sales	7,000	3,922	(3,078)	3,917
Rescue squad	10,000	14,712	4,712	9,613

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992 STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Sales and services (continued):				
Prisoners' reimbursement	50,000	57,545	7,545	45,324
Vending concessions	5,000	10,329	5,329	7,422
Environmental fees	28,000	44,935	16,935	34,156
Landfill fees	12,000	12,805	805	14,105
Cable TV franchise fees	25,000	27,692	2,692	35,666
Candidate filing fees	-	60	60	2,758
Collection fees - town taxes	45,000	43,114	(1,886)	42,861
Sheriff's fees	15,000	15,825	825	13,828
Animal control fees	4,000	4,611	611	5,066
Communication center	30,000	12,500	(17,500)	50,000
	<u>1,065,900</u>	<u>1,098,205</u>	<u>32,305</u>	<u>1,149,436</u>
Investment earnings	250,000	250,784	784	290,486
Miscellaneous:				
ABC 7%-Educ/Rehab. requirement	7,000	5,396	(1,604)	-
ABC profit distribution	100,000	106,171	6,171	17,791
ABC bottle taxes	16,500	15,240	(1,260)	15,806
Drug task force - salary reimbursement	-	15,326	15,326	-
Sale of fixed assets	10,000	-	(10,000)	45,675
Rent of public building	25,000	25,340	340	25,740
Donations	85,331	85,432	101	24,320
Other	11,590	21,397	9,807	17,343
Hospital share of service	11,700	14,434	2,734	-
Insurance claims and reimbursements	30,800	14,449	(16,351)	250,658
	<u>297,921</u>	<u>303,185</u>	<u>5,264</u>	<u>397,333</u>
TOTAL REVENUES	22,335,005	23,177,054	842,049	21,058,709
Expenditures:				
General government				
Governing body				
Salaries	22,300	21,975	325	18,000
Employee benefits	13,865	13,770	95	10,605
Travel	18,400	17,553	847	12,842
Operating expenses	7,819	7,679	140	7,204
	<u>62,384</u>	<u>60,977</u>	<u>1,407</u>	<u>48,651</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Administration				
Salaries	87,602	87,586	16	74,017
Employee benefits	16,754	16,732	22	13,791
Contracted services	26,448	25,668	780	42,074
Travel	5,600	5,436	164	4,450
Insurance and bonds	214,272	214,262	10	188,305
Operating expenses	21,227	20,191	1,036	12,476
Capital outlay	303,000	300,028	2,972	93
	<u>674,903</u>	<u>669,903</u>	<u>5,000</u>	<u>335,206</u>
Elections				
Salaries	47,507	47,222	285	53,293
Employee benefits	6,098	6,083	15	6,032
Contracted services	1,900	1,900	-	6,195
Travel	3,000	2,784	216	2,223
Operating expenses	16,165	14,585	1,580	23,751
Capital outlay	27,200	27,200	-	4,711
	<u>101,870</u>	<u>99,774</u>	<u>2,096</u>	<u>96,205</u>
Finance				
Salaries	44,478	42,704	1,774	35,160
Employee benefits	9,154	8,535	619	7,444
Operating expenses	17,924	15,477	2,447	13,682
Contracted services	32,330	31,728	602	27,034
Capital outlay	1,000	858	142	-
	<u>104,886</u>	<u>99,302</u>	<u>5,584</u>	<u>83,320</u>
Taxes				
Salaries	356,851	356,257	594	315,596
Employee benefits	68,731	68,115	616	62,205
Travel	7,000	6,841	159	4,691
Operating expenses	85,391	83,798	1,593	72,637
Contracted services	47,228	51,077	(3,849)	49,491
Refunds	2,125	2,124	1	1,466
Capital outlay	134,924	127,550	7,374	1,250
	<u>702,250</u>	<u>695,762</u>	<u>6,488</u>	<u>507,336</u>
Legal				
Salaries	14,304	14,304	-	14,304
Employee benefits	3,539	3,513	26	3,413
Professional services	20,000	6,440	13,560	7,625
Lawsuit settlement	-	-	-	46,000
	<u>37,843</u>	<u>24,257</u>	<u>13,586</u>	<u>71,342</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1

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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Register of Deeds				
Salaries	79,625	79,612	13	75,498
Employee benefits	22,843	22,431	412	21,329
Travel	1,000	922	78	752
Operating expenses	13,605	13,496	109	8,546
Contracted services	12,604	12,424	180	10,742
Capital outlay	9,333	9,333	-	544
	<u>139,010</u>	<u>138,218</u>	<u>792</u>	<u>117,411</u>
Public buildings				
Salaries	68,173	67,956	217	65,902
Employee benefits	17,280	17,012	268	15,929
Repairs and maintenance - buildings	49,750	46,551	3,199	44,952
Operating expenses	112,950	112,540	410	95,702
Contracted services	24,150	23,879	271	27,777
Capital outlay	2,400	2,372	28	-
	<u>274,703</u>	<u>270,310</u>	<u>4,393</u>	<u>250,262</u>
<u>Total general government</u>	<u>2,097,849</u>	<u>2,058,503</u>	<u>39,346</u>	<u>1,509,733</u>
Public safety				
Sheriff				
Salaries	679,400	678,539	861	537,654
Employee benefits	168,408	166,674	1,734	135,912
Travel	57,802	49,712	8,090	56,937
Insurance and bonds	7,000	7,000	-	7,910
Operating expenses	105,019	101,828	3,191	76,590
Capital outlay	74,222	73,943	279	-
	<u>1,091,851</u>	<u>1,077,696</u>	<u>14,155</u>	<u>815,003</u>
Narcotics Task Force				
Contract services	48,000	28,457	19,543	9,402
Beaufort County - Grant	15,000	13,164	1,836	-
	<u>63,000</u>	<u>41,621</u>	<u>21,379</u>	<u>9,402</u>
Jail				
Salaries	199,079	197,607	1,472	151,302
Employee benefits	46,698	46,032	666	34,417
Operating expenses	249,525	256,023	(6,498)	233,803
Capital outlay	1,300	393	907	-
	<u>496,602</u>	<u>500,055</u>	<u>(3,453)</u>	<u>419,522</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992 STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Emergency management				
Salaries	27,079	27,064	15	27,705
Employee benefits	6,322	5,762	560	5,914
Travel	700	504	196	586
Operating expenses	2,615	2,371	244	1,423
Capital outlay	3,200	3,004	196	-
	<u>39,916</u>	<u>38,705</u>	<u>1,211</u>	<u>35,628</u>
Fire				
Assistance to local fire departments	125,000	107,264	17,736	127,845
Forestry	78,086	74,861	3,225	73,112
	<u>203,086</u>	<u>182,125</u>	<u>20,961</u>	<u>200,957</u>
Communications				
Contracted services	57,237	33,166	24,071	-
Salaries	146,032	145,461	571	110,705
Employee benefits	33,604	33,599	5	27,464
Operating expenses	33,035	32,156	879	27,643
Capital outlay	3,970	1,805	2,165	-
	<u>273,878</u>	<u>246,187</u>	<u>27,691</u>	<u>165,812</u>
Rescue squads				
Pungo District Hospital-Ambulance	-	-	-	15,000
Assistance to local rescue squad	100,000	88,702	11,298	95,129
Defibrillators	8,250	6,015	2,235	3,205
Aurora Medical Center	7,500	7,500	-	7,500
	<u>115,750</u>	<u>102,217</u>	<u>13,533</u>	<u>120,834</u>
Inspectors				
Salaries	64,146	64,132	14	61,325
Employee benefits	14,277	13,270	1,007	12,579
Travel	3,000	2,177	823	2,667
Operating expenses	7,987	4,149	3,838	6,564
Capital outlay	11,000	10,244	756	-
	<u>100,410</u>	<u>93,972</u>	<u>6,438</u>	<u>83,135</u>
Animal control				
Salaries	34,572	34,572	-	33,685
Employee benefits	7,838	7,809	29	7,471
Travel	1,600	1,370	230	1,648
Operating expenses	8,560	4,392	4,168	3,231
	<u>52,570</u>	<u>48,143</u>	<u>4,427</u>	<u>46,035</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Medical examiner				
Professional services	15,800	15,325	475	10,425
<u>Total public safety</u>	2,452,863	2,346,046	106,817	1,906,753
<u>Transportation</u>				
Airports and highways				
Assistance to local airport	22,900	19,000	3,900	18,500
Assistance to local highway association	500	500	-	500
<u>Total transportation</u>	23,400	19,500	3,900	19,000
<u>Environmental protection</u>				
Solid waste				
Salaries	109,648	109,519	129	99,793
Employee benefits	25,604	24,162	1,442	22,253
Travel	32,609	32,247	362	33,972
Repairs and maintenance	147,620	131,231	16,389	94,818
Operating expenses	22,330	17,810	4,520	38,732
Contract services	684,710	680,295	4,415	661,091
Scrap tire disposal	59,000	56,542	2,458	51,895
Use of landfill	67,391	67,390	1	60,036
Capital outlay	300	199	101	-
<u>Total environmental protection</u>	1,149,212	1,119,395	29,817	1,062,590
<u>Economic and physical development</u>				
Planning				
Professional services	1,000	-	1,000	-
Estuarine Resource Center	1,625	1,625	-	-
	2,625	1,625	1,000	-
Industrial development				
Special building loan (Chamber)	15,000	-	15,000	-
Special CAMA grant	17,000	9,500	7,500	14,125
Aurora Chamber of Commerce	1,620	1,620	-	1,620
Belhaven Chamber of Commerce	4,050	4,050	-	4,050
Washington Chamber of Commerce	24,000	24,000	-	24,000
Mid-East Commission	13,315	13,315	-	13,907
Regional Marketing Association	4,228	4,228	-	-
City of Washington - Water Plant	-	-	-	140,000
	79,213	56,713	22,500	197,702

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Agricultural extension				
Salaries	82,740	81,522	1,218	82,213
Employee benefits	14,910	13,143	1,767	13,103
Travel	2,500	2,337	163	2,079
Operating expenses	37,875	32,514	5,361	38,095
Capital outlay	30,184	29,859	325	-
	<u>168,209</u>	<u>159,375</u>	<u>8,834</u>	<u>135,490</u>
Soil and resource conservation				
Salaries	30,568	25,678	4,890	15,064
Employee benefits	7,402	6,110	1,292	3,510
National Association of Conservation Districts	825	803	22	803
Mid-East RC & D Council	750	750	-	750
Operating expenses	3,795	3,173	622	2,562
	<u>43,340</u>	<u>36,514</u>	<u>6,826</u>	<u>22,689</u>
Special appropriations				
Community Development Block Grant	15,000	15,000	-	6,800
Southern Albemarle Association	800	800	-	800
	<u>15,800</u>	<u>15,800</u>	<u>-</u>	<u>7,600</u>
<u>Total economic and physical development</u>	<u>309,187</u>	<u>270,027</u>	<u>39,160</u>	<u>363,481</u>
<u>Human services</u>				
Health				
Administration				
Contract services	14,535	14,533	2	-
Board members	780	600	180	525
Salaries	395,096	389,589	5,507	411,328
Employee benefits	80,028	77,874	2,154	80,655
Medical consultant	5,754	5,734	20	5,865
Travel	6,650	6,159	491	6,696
Operating expenses	112,329	103,768	8,561	61,457
Mosquito control	3,000	990	2,010	2,950
Insurance and bonds	2,500	-	2,500	1,671
Capital outlay	15,155	14,923	232	-
	<u>635,827</u>	<u>614,170</u>	<u>21,657</u>	<u>571,147</u>
Family Planning				
Salaries	81,600	79,186	2,414	72,774
Employee benefits	23,783	20,547	3,236	15,097
Operating expenses	19,800	5,355	14,445	4,475
	<u>125,183</u>	<u>105,088</u>	<u>20,095</u>	<u>92,346</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Health (continued)				
Maternal and child health				
Salaries	98,118	96,399	1,719	92,680
Employee benefits	21,511	19,807	1,704	19,736
Professional services	66,200	39,665	26,535	18,061
Travel	2,143	2,138	5	602
Operating expenses	51,461	44,418	7,043	28,763
Capital outlay	13,634	13,549	85	4,955
	<u>253,067</u>	<u>215,976</u>	<u>37,091</u>	<u>164,797</u>
TB program				
Salaries	12,276	12,276	-	12,276
Employee benefits	3,367	3,268	99	3,155
Travel	750	749	1	470
Contracted services	600	646	(46)	621
Operating expenses	7,363	7,234	129	7,563
	<u>24,356</u>	<u>24,173</u>	<u>183</u>	<u>24,085</u>
Risk reduction				
Salaries	10,850	10,850	-	10,736
Employee benefits	2,434	2,328	106	2,427
Operating expenses	9,575	7,725	1,850	1,694
Capital outlay	1,000	937	63	-
	<u>23,859</u>	<u>21,840</u>	<u>2,019</u>	<u>14,857</u>
Environmental				
Operating expenses	6,959	6,674	285	5,514
Capital outlay	2,173	2,160	13	2,000
	<u>9,132</u>	<u>8,834</u>	<u>298</u>	<u>7,514</u>
Adult health - hypertension				
Salaries	8,118	8,118	-	5,636
Employee benefits	1,830	1,790	40	1,248
Travel	457	442	15	442
Operating expenses	594	574	20	1,823
	<u>10,999</u>	<u>10,924</u>	<u>75</u>	<u>9,149</u>
Women, infants, and children				
Salaries	105,899	98,084	7,815	91,894
Employee benefits	24,965	21,817	3,148	19,263
Travel	2,500	2,117	383	1,343
Operating expenses	12,101	10,865	1,236	7,907
Capital outlay	800	685	115	-
	<u>146,265</u>	<u>133,568</u>	<u>12,697</u>	<u>120,407</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Health (continued)				
Aids control				
Salaries	17,784	15,346	2,438	13,078
Employee benefits	4,070	3,373	697	2,859
Travel	1,073	1,055	18	1,454
Operating expenses	1,660	1,624	36	3,124
	<u>24,587</u>	<u>21,398</u>	<u>3,189</u>	<u>20,515</u>
Z. Smith Reynolds Grant				
Operating expenses	-	-	-	5,617
Capital outlay	-	-	-	3,914
	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,531</u>
Total health	1,253,275	1,155,971	97,304	1,034,348
Mental health				
Tideland Mental Health Center				
General appropriations	116,000	116,000	-	113,500
Alcoholism and rehabilitation	33,000	33,000	-	17,000
N. C. Elderly-Handicapped Trans.	10,510	7,764	2,746	10,000
Beaufort Co. Developmental center	75,000	75,000	-	70,000
	<u>234,510</u>	<u>231,764</u>	<u>2,746</u>	<u>210,500</u>
Social services				
Administration				
Board members	1,500	909	591	1,076
Salaries	1,810,910	1,770,888	40,022	1,498,334
Employee benefits	399,872	386,828	13,044	328,638
Contracted services	12,400	11,840	560	8,505
Professional services	25,000	15,076	9,924	15,933
Travel	51,500	44,303	7,197	33,991
Operating expenses	178,702	161,919	16,783	144,321
Capital outlay	15,000	13,877	1,123	-
	<u>2,494,884</u>	<u>2,405,640</u>	<u>89,244</u>	<u>2,030,798</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, 1993
With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Social services (continued)				
Jobs program				
Client travel	32,000	31,612	388	22,375
Staff travel	6,000	5,703	297	4,400
Day care	346,000	349,267	(3,267)	136,451
Job preparation	5,000	3,246	1,754	2,872
Testing	1,000	87	913	94
Education and training	10,500	6,956	3,544	7,349
Miscellaneous - other	4,000	3,945	55	2,224
Special initiatives	5,000	4,382	618	-
	<u>409,500</u>	<u>405,198</u>	<u>4,302</u>	<u>175,765</u>
SSBG Program				
Salaries - Chore	226,665	226,662	3	160,746
Employee benefits	17,375	17,340	35	10,636
Client travel	991	875	116	21,515
	<u>245,031</u>	<u>244,877</u>	<u>154</u>	<u>192,897</u>
Aging Program				
Purchased meals	63,000	68,104	(5,104)	51,858
Transportation	25,000	26,993	(1,993)	16,964
Special Projects	2,500	947	1,553	258
	<u>90,500</u>	<u>96,044</u>	<u>(5,544)</u>	<u>69,080</u>
AFDC program				
County participation only	479,377	479,127	250	452,678
Initial checks	7,900	6,686	1,214	12,789
Emergency assistance	40,000	38,927	1,073	31,142
	<u>527,277</u>	<u>524,740</u>	<u>2,537</u>	<u>496,609</u>
Medicaid program				
County participation only	1,024,033	1,018,895	5,138	891,283
Travel	18,219	18,270	(51)	940
	<u>1,042,252</u>	<u>1,037,165</u>	<u>5,087</u>	<u>892,223</u>
SSA program				
County participation only	431,154	430,689	465	391,028
Aid to blind program				
County participation only	14,351	14,105	246	12,552
Foster Care	68,000	67,884	116	43,236
Adoption assistance	5,000	503	4,497	874
Transportation - elderly	9,490	9,388	102	-

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
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	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Social Services (continued)				
Other assistance				
Independent living	2,200	2,076	124	2,132
State foster home	29,590	25,692	3,898	25,823
Family planning	300	-	300	221
Day care services	360,124	360,841	(717)	282,521
Food stamp employment	8,920	4,500	4,420	4,100
CPL - Energy assistance	4,000	906	3,094	2,110
Crisis intervention	29,500	19,547	9,953	29,019
Psychological services	7,500	-	7,500	-
	<u>442,134</u>	<u>413,562</u>	<u>28,572</u>	<u>345,926</u>
County services				
General relief	6,500	6,273	227	4,398
Hospital and clinical fees	500	289	211	478
Donations	400	68	332	-
Foster care - general	5,000	4,105	895	4,979
Travel	700	689	11	480
Miscellaneous	350	11	339	38
	<u>13,450</u>	<u>11,435</u>	<u>2,015</u>	<u>10,373</u>
Total social services	5,793,023	5,661,230	131,793	4,661,361
Veterans service officer				
Salaries	6,702	6,166	536	7,713
Employee benefits	2,209	1,400	809	1,778
Travel	25	16	9	15
Operating expenses	515	414	101	210
	<u>9,451</u>	<u>7,996</u>	<u>1,455</u>	<u>9,716</u>
Nursing home				
Board members	1,400	520	880	1,340
Salaries	571,112	570,304	808	544,169
Employee benefits	136,892	135,402	1,490	128,333
Professional services	21,350	20,833	517	20,187
Travel	500	67	433	457
Repairs and maintenance	24,615	22,379	2,236	11,729
Operating expenses	144,850	140,545	4,305	133,893
Miscellaneous refunds	2,850	2,744	106	4,756
Capital outlay	6,690	6,259	431	3,698
	<u>910,259</u>	<u>899,053</u>	<u>11,206</u>	<u>848,562</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, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992 STATEMENT 1
Page 12 of 14

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Special appropriations				
Association for the Blind	3,500	3,500	-	2,500
Council on Aging	-	-	-	8,125
Pamlico Pals	2,000	2,000	-	2,000
G. Tarkington Est/ BC Home Found.	35,000	35,000	-	-
CBA program - Youth Task Force	75,528	75,528	-	75,953
National Guard Armory	1,000	1,000	-	1,000
	<u>117,028</u>	<u>117,028</u>	<u>-</u>	<u>89,578</u>
<u> Total human services</u>	8,317,546	8,073,042	244,504	6,854,065
<u>Cultural and recreational</u>				
Recreation				
Aurora	2,908	2,827	81	2,908
Bath	3,405	3,192	213	3,019
Belhaven	8,400	8,400	-	8,222
Chocowinity	3,948	3,911	37	3,903
Pantego	1,988	1,988	-	1,988
Pinetown	1,988	1,062	926	1,344
Washington	14,302	14,302	-	14,302
Washington Park	1,718	-	1,718	-
	<u>38,657</u>	<u>35,682</u>	<u>2,975</u>	<u>35,686</u>
Libraries				
BHM Regional Library	79,088	79,088	-	75,555
Fannie Ralph Library	1,000	1,000	-	1,000
Brown Library	7,800	7,800	-	7,800
	<u>87,888</u>	<u>87,888</u>	<u>-</u>	<u>84,355</u>
Special appropriations				
Aurora Museum	1,000	1,000	-	1,000
Arts Council	18,000	18,000	-	18,000
Belhaven Museum	1,200	-	1,200	1,200
Historic Albemarle Tour	1,500	1,500	-	1,500
Veteran's Park	5,000	5,000	-	-
	<u>26,700</u>	<u>25,500</u>	<u>1,200</u>	<u>21,700</u>
<u> Total cultural and recreational</u>	153,245	149,070	4,175	141,741

Beaufort County, North Carolina

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended June 30, 1993

With Comparative Actual Amounts for the Year Ended June 30, 1992 STATEMENT 1
Page 13 of 14

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
<u>Education</u>				
Public schools - current expense				
County administrative unit	2,331,363	2,331,363	-	2,130,090
City administrative unit	2,309,241	2,309,241	-	2,220,362
Fines and forfeitures	276,355	248,116	28,239	266,427
Public schools - capital outlay				
County administrative unit	993,023	951,230	41,793	678,133
City administrative unit	546,413	546,413	-	636,739
Community college - current expense	717,565	717,565	-	597,784
Community college - capital outlay	100,000	100,000	-	98,447
<u>Total education</u>	<u>7,273,960</u>	<u>7,203,928</u>	<u>70,032</u>	<u>6,627,982</u>
<u>Non-departmental</u>				
State sales tax	39,000	39,451	(451)	25,273
County sales tax	19,500	19,696	(196)	12,783
Tire fee	300	72	228	73
<u>Total non-departmental</u>	<u>58,800</u>	<u>59,219</u>	<u>(419)</u>	<u>38,129</u>
<u>Debt service</u>				
Principal retirement	1,103,184	1,102,305	879	1,031,461
Interest and fees	997,805	995,870	1,935	1,066,971
<u>Total debt service</u>	<u>2,100,989</u>	<u>2,098,175</u>	<u>2,814</u>	<u>2,098,432</u>
TOTAL EXPENDITURES	<u>23,937,051</u>	<u>23,396,905</u>	<u>540,146</u>	<u>20,621,906</u>
Revenues over (under) expenditures	(1,602,046)	(219,851)	1,382,195	436,803
<u>Other financing sources (uses)</u>				
Appropriated fund balance	977,646	-	(977,646)	-
Operating transfers - in (out)				
From Special Revenue Fund	492,417	492,417	-	32,399
To Special Revenue Fund	(40,000)	-	40,000	-
Proceeds from lease purchase	198,000	196,809	(1,191)	-
Contingency	(26,017)	-	26,017	-
<u>Total other financing sources (uses)</u>	<u>1,602,046</u>	<u>689,226</u>	<u>(912,820)</u>	<u>32,399</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, 1993
With Comparative Actual Amounts for the Year Ended June 30, 1992

STATEMENT 1
Page 14 of 14

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Excess of revenues and other sources over expenditures and other uses	\$ -	469,375	\$ 469,375	469,202
Fund balance:				
Beginning of year, July 1		6,624,736		6,155,534
End of year, June 30		\$ 7,094,111		\$ 6,624,736

Beaufort County, North Carolina
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
 June 30, 1993
 With Comparative Data For June 30, 1992

ASSETS	<u>Revaluation Fund</u>	<u>Washington Administrative Unit Fund</u>	<u>Richland Fire/Rescue District Fund</u>	<u>Bunyan Fire District Fund</u>	<u>Chocowinity Fire District Fund</u>
Curret assets					
Cash and investments	\$ 316,398	\$ -	\$ -	\$ -	\$ -
Taxes receivable (net)	<u>-</u>	<u>51,501</u>	<u>3,131</u>	<u>8,422</u>	<u>7,853</u>
TOTAL ASSETS	<u>\$ 316,398</u>	<u>\$ 51,501</u>	<u>\$ 3,131</u>	<u>\$ 8,422</u>	<u>\$ 7,853</u>
LIABILITIES AND FUND BALANCE					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenues	<u>-</u>	<u>51,501</u>	<u>3,131</u>	<u>8,422</u>	<u>7,853</u>
TOTAL LIABILITIES	-	51,501	3,131	8,422	7,853
Fund balance					
Reserved by State Statute	-	-	-	-	-
Unreserved	<u>316,398</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>316,398</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 316,398</u>	<u>\$ 51,501</u>	<u>\$ 3,131</u>	<u>\$ 8,422</u>	<u>\$ 7,853</u>

<u>Capital Reserve Funds</u>		<u>Arbitrage Reserve Fund</u>	<u>Community Development Block Grant</u>			<u>Combining Totals</u>	
<u>Schools</u>	<u>Broad Creek Dredging</u>		<u>1986</u>	<u>1987</u>	<u>1992</u>	<u>June 30,</u>	
			<u>1993</u>	<u>1992</u>			
\$ -	\$ 34,776	\$ 114,284	\$ -	\$ -	\$ 14,260	\$ 479,718	\$1,444,539
-	-	-	-	-	-	70,907	75,749
<u>\$ -</u>	<u>\$ 34,776</u>	<u>\$ 114,284</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,260</u>	<u>\$ 550,625</u>	<u>\$1,520,288</u>
\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ 67,831
-	-	-	-	-	-	70,907	75,749
-	-	-	-	-	-	70,907	143,580
-	-	-	-	-	-	-	-
-	34,776	114,284	-	-	14,260	479,718	1,376,708
-	34,776	114,284	-	-	14,260	479,718	1,376,708
<u>\$ -</u>	<u>\$ 34,776</u>	<u>\$ 114,284</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,260</u>	<u>\$ 550,625</u>	<u>\$1,520,288</u>

Beaufort County, North Carolina
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 1993
With Comparative Data For June 30, 1992

	<u>Revaluation Fund</u>	<u>Washington Administrative Unit Fund</u>	<u>Richland Fire/Rescue District Fund</u>	<u>Bunyan Fire District Fund</u>	<u>Chocowinity Fire District Fund</u>
Revenues					
Ad valorem taxes	\$ -	\$ 435,434	\$ 107,001	\$ 64,762	\$ 49,595
Investment earnings	12,778	-	-	-	-
Restricted intergovernmental revenues	-	-	-	-	-
Total revenues	<u>12,778</u>	<u>435,434</u>	<u>107,001</u>	<u>64,762</u>	<u>49,595</u>
Expenditures					
General Government	344,049	-	-	-	-
Public Safety	-	-	107,001	64,762	49,595
Education	-	435,434	-	-	-
Economic and Physical Development	-	-	-	-	-
Total expenditures	<u>344,049</u>	<u>435,434</u>	<u>107,001</u>	<u>64,762</u>	<u>49,595</u>
Revenues over (under) expenditures	(331,271)	-	-	-	-
Other financing sources (uses)					
Operating transfers - in (out)					
General fund	-	-	-	-	-
Capital projects	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	(331,271)	-	-	-	-
Fund balance					
Beginning of year, July 1	<u>647,669</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year, June 30	<u>\$ 316,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Capital Reserve Funds		Arbitrage Reserve Fund	Community Development Block Grant			Combining Totals	
Schools	Broad Creek Dredging		1986	1987	1992	June 30, 1993 1992	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 656,792	\$ 640,039
2,265	1,403	3,375	-	-	-	19,821	97,639
-	-	-	-	-	15,000	15,000	344,950
<u>2,265</u>	<u>1,403</u>	<u>3,375</u>	-	-	<u>15,000</u>	691,613	1,082,628
-	-	-	-	-	-	344,049	355,999
-	-	-	-	-	-	221,358	215,186
-	-	-	-	-	-	435,434	424,853
-	-	-	7	-	740	747	328,847
-	-	-	<u>7</u>	<u>-</u>	<u>740</u>	<u>1,001,588</u>	<u>1,324,885</u>
2,265	1,403	3,375	(7)	-	14,260	(309,975)	(242,257)
(492,417)	-	-	-	-	-	(492,417)	(32,399)
<u>(94,598)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(94,598)</u>	<u>(1,505,639)</u>
<u>(587,015)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(587,015)</u>	<u>(1,538,038)</u>
(584,750)	1,403	3,375	(7)	-	14,260	(896,990)	(1,780,295)
584,750	33,373	110,909	7	-	-	1,376,708	3,157,003
<u>\$ -</u>	<u>\$ 34,776</u>	<u>\$ 114,284</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,260</u>	<u>\$ 479,718</u>	<u>\$1,376,708</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, 1993
With Comparative Actual Amounts for the Year Ended June 30, 1992 STATEMENT 4

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenues:				
Investment earnings	\$ 10,000	\$ 12,778	\$ 2,778	\$ 34,765
Expenditures:				
General Government				
Reappraisal services	301,478	161,996	139,482	11,719
Tax mapping	190,000	182,053	7,947	344,280
	<u>491,478</u>	<u>344,049</u>	<u>147,429</u>	<u>355,999</u>
Revenues over (under) expenditures	(481,478)	(331,271)	150,207	(321,234)
Other financing sources (uses):				
Operating transfers - in				
From General Fund	40,000	-	(40,000)	60,000
Appropriated fund balance	441,478	-	(441,478)	-
Total other financing sources (uses)	<u>481,478</u>	<u>-</u>	<u>(481,478)</u>	<u>60,000</u>
Excess of revenues and other sources under expenditures and other uses	<u>\$ -</u>	(331,271)	<u>\$(331,271)</u>	(261,234)
Fund balance:				
Beginning of year, July 1		<u>647,669</u>		<u>908,903</u>
End of year, June 30		<u>\$ 316,398</u>		<u>\$ 647,669</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, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 STATEMENT 5

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenues:				
Ad valorem taxes:				
Current year	\$ 436,500	\$ 412,465	\$(24,035)	\$ 407,834
Prior year	-	22,969	22,969	17,019
Total revenues	<u>436,500</u>	<u>435,434</u>	<u>(1,066)</u>	<u>424,853</u>
Expenditures:				
Education:				
School current expense	<u>436,500</u>	<u>435,434</u>	<u>1,066</u>	<u>424,853</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, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 STATEMENT 6

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenues:				
Ad valorem taxes:				
Current year	\$ 110,000	\$ 105,707	\$(4,293)	\$ 106,724
Prior year	-	1,294	1,294	918
Total revenues	<u>110,000</u>	<u>107,001</u>	<u>(2,999)</u>	<u>107,642</u>
Expenditures:				
Public safety:				
Contracted services	<u>110,000</u>	<u>107,001</u>	<u>2,999</u>	<u>107,642</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, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 STATEMENT 7

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenues:				
Ad valorem taxes:				
Current year	\$ 65,000	\$ 60,468	\$(4,532)	\$ 58,667
Prior year	-	4,294	4,294	2,494
Total revenues	65,000	64,762	(238)	61,161
Expenditures:				
Public safety:				
Contracted services	65,000	64,762	238	61,161
Excess of revenues over expenditures	\$ -	-	\$ -	-
Fund balance:				
Beginning of year, July 1		-		-
End of year, June 30		\$ -		\$ -

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, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 STATEMENT 8

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenues:				
Ad valorem taxes:				
Current year	\$ 50,000	\$ 45,097	\$(4,903)	\$ 43,824
Prior year	-	4,498	4,498	2,559
Total revenues	<u>50,000</u>	<u>49,595</u>	<u>(405)</u>	<u>46,383</u>
Expenditures:				
Public safety:				
Contracted services	<u>50,000</u>	<u>49,595</u>	<u>405</u>	<u>46,383</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, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 **STATEMENT 9**

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenue:				
Investment earnings	\$ -	\$ 2,265	\$ 2,265	\$ 56,438
Other financing sources (uses):				
Appropriated fund balance	587,015	-	(587,015)	-
Operating transfers - in (out)				
General Fund	(492,417)	(492,417)	-	(67,831)
Northside High School Capital Project	(13,860)	(13,860)	-	(20,000)
Chocowinity and Bath School Capital Project	(80,738)	(80,738)	-	-
Bath and Aurora Capital Project	-	-	-	8,384
City Schools Repairs Capital Project	-	-	-	(119,274)
County Schools Repairs Capital Project	-	-	-	(1,374,749)
Total other financing sources (uses)	-	(587,015)	(587,015)	(1,573,470)
Excess of revenues under other uses	<u>\$ -</u>	(584,750)	<u>\$(584,750)</u>	(1,517,032)
Fund balance:				
Beginning of year, July 1		584,750		2,101,782
End of year, June 30		<u>\$ -</u>		<u>\$ 584,750</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, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 STATEMENT 10

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenue:				
Investment earnings	\$ 7,200	\$ 1,403	\$(5,797)	\$ 1,759
Other financing sources (uses):				
Appropriated fund balance	(7,200)	-	7,200	-
Revenues and other financing sources	<u>\$ -</u>	1,403	<u>\$ 1,403</u>	1,759
Fund balance:				
Beginning of year, July 1		<u>33,373</u>		<u>31,614</u>
End of year, June 30		<u>\$ 34,776</u>		<u>\$ 33,373</u>

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

For the Year Ended June 30, 1993
 With Comparative Actual Amounts for Year Ended June 30, 1992 STATEMENT 11

	1993		Variance Favorable (Unfavorable)	1992
	Budget	Actual		Actual
Revenue:				
Investment earnings	\$ -	\$ 3,375	\$ 3,375	\$ 4,677
Expenditures	-	-	-	-
Revenues over expenditures	<u>\$ -</u>	3,375	<u>\$ 3,375</u>	4,677
Fund balance:				
Beginning of year, July 1		<u>110,909</u>		<u>106,232</u>
End of year, June 30		<u>\$ 114,284</u>		<u>\$ 110,909</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, 1993

STATEMENT 12

	<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	\$ 201,200	\$201,277	\$ -	\$201,277
Expenditures:				
Economic and physical development	<u>201,200</u>	<u>196,924</u>	<u>7</u>	<u>196,931</u>
Excess of revenues over (under) expenditures	-	4,353	(7)	4,346
Other financing sources (uses):				
Operating transfers - out to General Fund	<u>-</u>	<u>(4,346)</u>	<u>-</u>	<u>(4,346)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ 7</u>	(7)	<u>\$ -</u>
Fund balance:				
Beginning of year, July 1			<u>7</u>	
End of year, June 30			<u>\$ -</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, 1993

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	\$600,054	\$ -	\$600,054
Expenditures:				
Economic and physical development	<u>606,000</u>	<u>579,832</u>	<u>-</u>	<u>579,832</u>
Excess of revenues over expenditures	-	20,222	-	20,222
Other financing sources (uses):				
Operating transfers - out				
To General Fund	<u>-</u>	<u>(20,222)</u>	<u>-</u>	<u>(20,222)</u>
Excess of revenues and other sources over expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance:				
Beginning of year, July 1			<u>-</u>	
End of year, June 30			<u>\$ -</u>	

Beaufort County, North Carolina
COMMUNITY DEVELOPMENT BLOCK GRANT - 1992
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and For the Year Ended June 30, 1993

STATEMENT 14

	<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	\$1,050,500	\$ -	\$ 15,000	\$ 15,000
Expenditures:				
Economic and physical development	<u>1,050,500</u>	<u>-</u>	<u>740</u>	<u>740</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	14,260	<u>\$ 14,260</u>
Fund balance:				
Beginning of year, July 1			<u>-</u>	
End of year, June 30			<u>\$ 14,260</u>	

Beaufort County, North Carolina
CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
 June 30, 1993
 With Comparative Data for June 30, 1992

	<u>Chocowinity and Bath School</u>	<u>Northside High School</u>	<u>Bath and Aurora School</u>
ASSETS			
Current assets			
Cash and investments	\$ -	\$ -	\$ -
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	\$ -	\$ -	\$ -
Bond Anticipation notes payable	-	-	-
Fund balance			
Unreserved	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Washington City Schools Repair</u>	<u>Community College</u>	<u>Beaufort County Water Dist. II Long Acre West</u>	<u>Beaufort County Water Dist. III Long Acre East</u>	<u>Combining Totals</u>	
				<u>June 30, 1993</u>	<u>1992</u>
\$ -	\$130,881	\$ 546,725	\$ 472,854	\$ 1,150,460	\$ 910,288
<u>\$ -</u>	<u>\$130,881</u>	<u>\$ 546,725</u>	<u>\$ 472,854</u>	<u>\$ 1,150,460</u>	<u>\$ 910,288</u>
\$ -	\$ -	\$ 101,260	\$ 89,330	\$ 190,590	\$ -
-	-	1,525,409	1,345,608	2,871,017	-
<u>-</u>	<u>130,881</u>	<u>(1,079,944)</u>	<u>(962,084)</u>	<u>(1,911,147)</u>	<u>910,288</u>
<u>\$ -</u>	<u>\$130,881</u>	<u>\$ 546,725</u>	<u>\$ 472,854</u>	<u>\$ 1,150,460</u>	<u>\$ 910,288</u>

Beaufort County, North Carolina
CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Year Ended June 30, 1993
With Comparative Data for June 30, 1992

	<u>Chocowinity and Bath School</u>	<u>Northside High School</u>	<u>Bath and Aurora School</u>
Revenues			
Investment earnings	\$ -	\$ -	\$ -
Restricted intergovernmental revenues	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures			
Capital projects	<u>84,671</u>	<u>33,860</u>	<u>36,544</u>
Revenues under expenditures	(84,671)	(33,860)	(36,544)
Other financing sources (uses)			
Proceeds of long-term debt	-	-	-
Operating transfers - in	80,738	13,860	-
Operating transfers - out	-	-	-
	<u>80,738</u>	<u>13,860</u>	<u>-</u>
Excess of revenues and other sources under expenditures and other uses	(3,933)	(20,000)	(36,544)
Fund balance			
Beginning of year, July 1	<u>3,933</u>	<u>20,000</u>	<u>36,544</u>
End of year, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Washington City Schools Repair	Community College	Beaufort County Water Dist. II Long Acre West	Beaufort County Water Dist. III Long Acre East	Combining Totals	
				June 30, 1993	1992
\$ -	\$ 10,274	\$ 6,123	\$ 5,394	\$ 21,791	\$ 62,855
-	-	-	-	-	151,087
-	10,274	6,123	5,394	21,791	213,942
<u>75,581</u>	<u>655,914</u>	<u>1,095,267</u>	<u>976,178</u>	<u>2,958,015</u>	<u>2,755,568</u>
(75,581)	(645,640)	(1,089,144)	(970,784)	(2,936,224)	(2,541,626)
-	2,291	9,200	8,700	20,191	-
-	-	-	-	94,598	1,514,023
-	-	-	-	-	(8,384)
-	2,291	9,200	8,700	114,789	1,505,639
(75,581)	(643,349)	(1,079,944)	(962,084)	(2,821,435)	(1,035,987)
<u>75,581</u>	<u>774,230</u>	<u>-</u>	<u>-</u>	<u>910,288</u>	<u>1,946,275</u>
<u>\$ -</u>	<u>\$ 130,881</u>	<u>\$ (1,079,944)</u>	<u>\$ (962,084)</u>	<u>\$ (1,911,147)</u>	<u>\$ 910,288</u>

Beaufort County, North Carolina
CHOCOWINITY AND BATH SCHOOL CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1993

STATEMENT 17

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual</u>	
			<u>Current Year</u>	<u>Total to Date</u>
Expenditures:				
Capital outlay				
General	\$ 1,001,505	\$ 938,050	\$ 63,455	\$ 1,001,505
Plumbing, electrical and climate control	418,427	402,146	16,281	418,427
Architect	30,620	30,620	-	30,620
Equipment/furnishings	4,935	-	4,935	4,935
Total expenditures	1,455,487	1,370,816	84,671	1,455,487
Other financing sources:				
Operating transfers - in From Capital Reserve Fund	1,455,487	1,374,749	80,738	1,455,487
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ 3,933</u>	(3,933)	<u>\$ -</u>
Fund balance:				
Beginning of year, July 1			<u>3,933</u>	
End of year, June 30			<u>\$ -</u>	

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

From Inception and for the Year Ended June 30, 1993

STATEMENT 18

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenues:				
Investment earnings	\$ 166,900	\$ 179,337	\$ -	\$ 179,337
Restricted intergovernmental revenues	942,776	942,776	-	942,776
Total revenues	<u>1,109,676</u>	<u>1,122,113</u>	<u>-</u>	<u>1,122,113</u>
Expenditures:				
Capital outlay Buildings	<u>9,079,206</u>	<u>9,045,346</u>	<u>33,860</u>	<u>9,079,206</u>
Revenues under expenditures	<u>(7,969,530)</u>	<u>(7,923,233)</u>	<u>(33,860)</u>	<u>(7,957,093)</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>1,581,930</u>	<u>1,555,633</u>	<u>13,860</u>	<u>1,569,493</u>
Total other financing sources	<u>7,969,530</u>	<u>7,943,233</u>	<u>13,860</u>	<u>7,957,093</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ 20,000</u>	<u>(20,000)</u>	<u>\$ -</u>
Fund balance:				
Beginning of year, July 1			<u>20,000</u>	
End of year, June 30			<u>\$ -</u>	

Beaufort County, North Carolina
BATH AND AURORA SCHOOL CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1993

STATEMENT 19

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Expenditures:				
Capital outlay				
Buildings	\$ 865,274	\$ 828,730	\$ 36,544	\$ 865,274
Other financing sources:				
Operating transfers - in				
From capital reserve fund	<u>865,274</u>	<u>865,274</u>	<u>-</u>	<u>865,274</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ 36,544</u>	(36,544)	<u>\$ -</u>
Fund balance:				
Beginning of year, July 1			<u>36,544</u>	
End of year, June 30			<u>\$ -</u>	

Beaufort County, North Carolina
WASHINGTON CITY SCHOOLS REPAIR CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1993

STATEMENT 20

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenues:				
Restricted intergovernmental revenues	\$ 366,610	\$ 366,610	\$ -	\$ 366,610
Expenditures:				
John Small	44,896	44,896	-	44,896
Eastern Elementary	145,388	88,811	56,577	145,388
P. S. Jones	256,575	237,571	19,004	256,575
John C. Tayloe	59,025	59,025	-	59,025
Total expenditures	<u>505,884</u>	<u>430,303</u>	<u>75,581</u>	<u>505,884</u>
Revenues under expenditures	(139,274)	(63,693)	(75,581)	(139,274)
Other financing sources:				
Operating transfers - in From capital reserve fund	<u>139,274</u>	<u>139,274</u>	<u>-</u>	<u>139,274</u>
Increase in fund balance	<u>\$ -</u>	<u>\$ 75,581</u>	(75,581)	<u>\$ -</u>
Fund balance:				
Beginning of year, July 1			<u>75,581</u>	
End of year, June 30			<u>\$ -</u>	

Beaufort County, North Carolina
COMMUNITY COLLEGE CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1993

STATEMENT 21

	Project Authorization	Prior Years	Actual	
			Current Year	Total to Date
Revenues:				
Investment earnings	\$ -	\$ 81,759	\$ 10,274	\$ 92,033
Expenditures:				
Parking lots	115,625	-	115,625	115,625
Reroof building	72,165	-	72,165	72,165
General contract	1,106,221	861,050	245,171	1,106,221
Heating, plumbing and electric contract	437,061	321,394	112,785	434,179
Equipment	107,792	12,416	94,504	106,920
Architect and engineering fees	99,673	83,513	15,664	99,177
Bond and administrative expenses	29,156	29,156	-	29,156
Contingency	998	-	-	-
Total expenditures	<u>1,968,691</u>	<u>1,307,529</u>	<u>655,914</u>	<u>1,963,443</u>
Revenues under expenditures	(1,968,691)	(1,225,770)	(645,640)	(1,871,410)
Other financing sources:				
Proceeds of long-term debt	<u>1,968,691</u>	<u>2,000,000</u>	<u>2,291</u>	<u>2,002,291</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ 774,230</u>	(643,349)	<u>\$ 130,881</u>
Fund balance:				
Beginning of year, July 1			<u>774,230</u>	
End of year, June 30			<u>\$ 130,881</u>	

Beaufort County, North Carolina
BEAUFORT COUNTY WATER DISTRICT II LONG ACRE WEST
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1993

STATEMENT 22

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenues:				
Investment earnings	\$ -	\$ -	\$ 6,123	\$ 6,123
Expenditures:				
Contracted services	1,525,400	-	1,089,041	1,089,041
Professional services	-	-	5,726	5,726
Capital outlay - land	-	-	500	500
Total expenditures	<u>1,525,400</u>	<u>-</u>	<u>1,095,267</u>	<u>1,095,267</u>
Revenues under expenditures	(1,525,400)	-	(1,089,144)	(1,089,144)
Other financing sources:				
Proceeds of long-term debt	<u>1,525,400</u>	<u>-</u>	<u>9,200</u>	<u>9,200</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ -</u>	(1,079,944)	<u>\$ (1,079,944)</u>
Fund balance:				
Beginning of year, July 1			<u>-</u>	
End of year, June 30			<u>\$ (1,079,944)</u>	

Beaufort County, North Carolina
BEAUFORT COUNTY WATER DISTRICT III LONG ACRE EAST
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1993

STATEMENT 23

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
Revenues:				
Investment earnings	\$ -	\$ -	\$ 5,394	\$ 5,394
Expenditures:				
Contracted services	1,345,600	-	960,726	960,726
Professional services	-	-	5,452	5,452
Capital outlay - land	-	-	10,000	10,000
Total expenditures	<u>1,345,600</u>	<u>-</u>	<u>976,178</u>	<u>976,178</u>
Revenues (under) expenditures	(1,345,600)	-	(970,784)	(970,784)
Other financing sources:				
Proceeds of long-term debt	<u>1,345,600</u>	<u>-</u>	<u>8,700</u>	<u>8,700</u>
Increase (decrease) in fund balance	<u>\$ -</u>	<u>\$ -</u>	(962,084)	<u>\$(962,084)</u>
Fund balance:				
Beginning of year, July 1			<u>-</u>	
End of year, June 30			<u>\$(962,084)</u>	

Beaufort County, North Carolina
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
 June 30, 1993
 With Comparative Totals for June 30, 1992

STATEMENT 24

	Agency		Totals	
	Social Services Fund	County Home Fund	1993	1992
ASSETS				
Cash and investments	\$ 24,994	\$ 1,412	\$ 26,406	\$ 50,796
Due from other funds	-	74	74	79
Total Assets	<u>\$ 24,994</u>	<u>\$ 1,486</u>	<u>\$ 26,480</u>	<u>\$ 50,875</u>
 LIABILITIES				
Miscellaneous liabilities	\$ 24,994	\$ 1,486	\$ 26,480	\$ 50,875
Total Liabilities	<u>\$ 24,994</u>	<u>\$ 1,486</u>	<u>\$ 26,480</u>	<u>\$ 50,875</u>

Beaufort County, North Carolina
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
 June 30, 1993 STATEMENT 25

	<u>Balance</u> <u>7-1-92</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6-30-93</u>
<u>Social Services</u>				
ASSETS				
Cash and investments	\$ 49,833	\$ 274,056	\$ 298,895	\$ 24,994
LIABILITIES				
Miscellaneous liabilities	\$ 49,833	\$ 274,056	\$ 298,895	\$ 24,994
 <u>County Home</u>				
ASSETS				
Cash and investments	\$ 963	\$ 8,647	\$ 8,198	\$ 1,412
Due from other funds	79	-	5	74
Total Assets	<u>\$ 1,042</u>	<u>\$ 8,647</u>	<u>\$ 8,203</u>	<u>\$ 1,486</u>
LIABILITIES				
Miscellaneous liabilities	<u>\$ 1,042</u>	<u>\$ 8,647</u>	<u>\$ 8,203</u>	<u>\$ 1,486</u>
 <u>Totals - All Agency Funds</u>				
ASSETS				
Cash and investments	\$ 50,796	\$ 282,703	\$ 307,093	\$ 26,406
Due from other funds	79	-	5	74
Total Assets	<u>\$ 50,875</u>	<u>\$ 282,703</u>	<u>\$ 307,098</u>	<u>\$ 26,480</u>
LIABILITIES				
Miscellaneous liabilities	<u>\$ 50,875</u>	<u>\$ 282,703</u>	<u>\$ 307,098</u>	<u>\$ 26,480</u>

SUPPLEMENTARY INFORMATION:

STATISTICAL SECTION

Beaufort County
Law Enforcement Officers' Special Separation Allowance
REQUIRED SUPPLEMENTARY INFORMATION
ANALYSIS OF FUNDING PROGRESS
 December 31, 1992

SCHEDULE 26

Fiscal Year	(1)	(2)	(3)	(4)	(5)	(6)
	Net Assets Available for Benefits	Pension Benefit Obligation	Percentage Funded (1) - (2)	Unfunded Pension Budget Obligation (2) - (1)	Annual Covered Payroll	Unfunded Pension Benefit Obligation as a Percentage of Covered Payroll (4) - (5)
1989	\$ -	\$ 52,153	0 %	\$ 52,153	\$ 443,232	11.77 %
1990	\$ -	\$ 57,722	0 %	\$ 57,722	\$ 491,141	11.75 %
1991	\$ -	\$ 68,172	0 %	\$ 68,172	\$ 515,292	13.23 %
1992	\$ -	\$ 72,119	0 %	\$ 72,119	\$ 553,698	13.02 %

Analysis of the dollar amounts of net assets available for benefits, pension benefit obligation, and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the PERS. Trends in unfunded pension benefit obligation and annual covered payroll are both affected by inflation. Expressing the unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the PERS.

Beaufort County, North Carolina
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
REQUIRED SUPPLEMENTARY INFORMATION
REVENUES BY SOURCE AND EXPENSES BY TYPE

SCHEDULE 27

<u>Fiscal Year</u>	<u>Revenues by Sources</u>			<u>Total</u>
	<u>Employee Contributions</u>	<u>Employer Contributions</u>	<u>Investment Income</u>	
1989	\$ -	\$ 1,743	\$ -	\$ 1,743
1990	-	2,613	-	2,613
1991	-	2,613	-	2,613
1992	-	2,613	-	2,613

<u>Fiscal Year</u>	<u>Expenses by Type</u>			<u>Total</u>
	<u>Benefits</u>	<u>Administrative Expenses</u>	<u>Refunds</u>	
1989	\$ 1,743	\$ -	\$ -	\$ 1,743
1990	2,613	-	-	2,613
1991	2,613	-	-	2,613
1992	2,613	-	-	2,613

Contributions were made as needed to cover benefits due.

Beaufort County, North Carolina
SCHEDULE OF CASH AND INVESTMENT BALANCES
 June 30, 1993

SCHEDULE 28

	Amounts Presented On Statements	Cost Value	Market Value
Cash:			
On Hand	\$ 741	\$ 741	\$ 741
In demand deposits	42,784	42,784	42,784
NOW, SuperNOW, and money market	1,917,980	1,917,980	1,917,980
Certificates of deposit	351,175	351,175	351,175
Total cash	2,312,680	2,312,680	2,312,680
Other investments:			
North Carolina Cash Management Trust	4,664,809	4,664,809	4,664,809
Common Stock	2,500	2,500	5,600
Total other investments	4,667,309	4,667,309	4,670,409
Total cash and investments	\$ 6,979,989	\$ 6,979,989	\$ 6,983,089
Distribution by Funds			
General Fund			\$ 5,323,405
Special Revenue Funds			
Revaluation Fund		\$ 316,398	
Capital Reserve Fund - Broad Creek Dredging		34,776	
Community Development Block Grant - 1992		14,260	
Arbitrage Reserve Fund		114,284	479,718
Capital Project Funds			
Community College Fund		130,881	
Water District II - Long Acre West		546,725	
Water District III - Long Acre East		472,854	1,150,460
Agency Funds			
Social Services		24,994	
County Home		1,412	26,406
Total			\$ 6,979,989

Beaufort County, North Carolina
SCHEDULE OF AD VALOREM TAXES RECEIVABLE
 June 30, 1993

SCHEDULE 29

<u>Fiscal year</u>	Uncollected Balance <u>June 30, 1992</u>	Additions	Collections and Credits	Uncollected Balance <u>June 30, 1993</u>
1992-1993	\$ -	\$11,393,678	\$10,873,534	\$ 520,144
1991-1992	579,040	-	267,835	311,205
1990-1991	222,459	-	96,824	125,635
1989-1990	162,894	-	47,115	115,779
1988-1989	93,119	-	18,020	75,099
1987-1988	62,757	-	11,747	51,010
1986-1987	56,676	-	7,540	49,136
1985-1986	69,792	-	6,247	63,545
1984-1985	45,472	-	3,737	41,735
1983-1984	41,899	-	2,729	39,170
1982-1983	44,482	-	44,482	-
Prior years	-	4,251	4,251	-
	<u>\$ 1,378,590</u>	<u>\$11,397,929</u>	<u>\$11,384,061</u>	<u>1,392,458</u>

Less allowance for uncollectible
ad valorem taxes receivable:

General Fund	\$ 289,393
Special District Funds	<u>22,756</u>
	<u>312,149</u>

Ad valorem taxes receivable - net \$ 1,080,309

Reconciliation with revenues:

Taxes - Ad valorem - General Fund	
Taxes collected	\$10,623,152
Penalties and interest	<u>197,903</u>
Taxes - Ad valorem - Special District Fund	
Taxes collected	656,792
Abatements	1,395
Amounts written off for tax year 1982 - 1983 per statute of limitations	<u>41,706</u>
Subtotal	11,520,948
Less interest collected	<u>(136,887)</u>
Total collections and credits	<u>\$11,384,061</u>

Beaufort County, North Carolina
ANALYSIS OF CURRENT TAX LEVY
 For the Year Ended June 30, 1993

SCHEDULE 30

	Total Property Valuation	Rate	Amount of Levy	
Original levy				
County-wide	\$ 1,790,916,266	.59	\$10,566,471	
Washington Administrative Unit			430,906	
Richland Fire/Rescue District			106,747	
Bunyan Fire District			63,172	
Chocowinity Fire District			48,990	
County Dog taxes			9,922	
Advertising			30,009	
Penalties			56,025	\$11,312,242
Discoveries				
County-wide				
Current year taxes	11,234,182		66,404	
Prior year taxes			73,603	
Penalties			34,144	
Washington Administrative Unit			5,715	
Richland Fire/Rescue District			171	
Bunyan Fire District			1,054	
Chocowinity Fire District			4,089	
County Dog Taxes			100	185,280
Abatements				
County-wide	(5,296,144)		97,846	
Washington Administrative Unit			454	
Richland Fire/Rescue District			5	
Bunyan Fire District			65	
Chocowinity Fire District			5,474	(103,844)
Total for year	\$ 1,796,854,304			11,393,678
Less uncollected tax at June 30, 1993 (Schedule 29)				520,144
Current year's taxes collected				\$10,873,534
Percent current year collected				95.43%

Beaufort County, North Carolina
SCHEDULE OF INTERFUND TRANSFERS
 For the Year Ended June 30, 1993

SCHEDULE 31

	Transfers	
	From	To
<u>General</u>		
Capital Reserve - Schools	\$ 492,417	\$ -
 <u>Capital Project</u>		
Chocowinity and Bath School Capital Project Capital reserve - school	80,738	-
Northside High School Capital Project Capital reserve - school	13,860	-
 <u>Special Revenue</u>		
Capital Reserve Schools Capital projects	-	94,598
General	-	492,417
	<u>\$ 587,015</u>	<u>\$ 587,015</u>

COMPLIANCE SECTION



**Compliance Report Based on an Audit of General Purpose
Financial Statements Performed in Accordance With
Government Auditing Standards**

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, as of and for the year ended June 30, 1993, and have issued our report thereon dated September 8, 1993.

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.

Compliance with laws, regulations, contracts, and grants applicable to Beaufort County, North Carolina, is the responsibility of Beaufort County, North Carolina's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the County's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests indicate that, with respect to the items tested, Beaufort County, North Carolina complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the County had not complied, in all material respects, with those provisions.

This report is intended for the information of management and the governing board. However, this report is also a matter of public record, and its distribution is not limited.

Pittard Perry & Crone, Inc.

Belhaven, North Carolina
September 8, 1993



**Single Audit Report on Compliance With Specific Requirements
Applicable to Major Federal and Certain Nonmajor Federal and State
Financial Assistance Programs**

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, as of and for the year ended June 30, 1993, and have issued our report thereon dated September 8, 1993.

We have also audited Beaufort County, North Carolina's compliance with the requirements governing types of services allowed or unallowed; eligibility; reporting; special tests and provisions as listed in the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying schedule of federal and State financial assistance, for the year ended June 30, 1993. The management of Beaufort County, North Carolina, is responsible for Beaufort County, North Carolina's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; Office of Management and Budget Circular A-128, Audits of State and Local Governments, and the State Single Audit Implementation Act. Those standards, OMB Circular A-128, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about Beaufort County, North Carolina's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above, which are described in the accompanying schedule of findings and questioned costs. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

To the Board of County Commissioners
Beaufort County, North Carolina
Page 2

In our opinion, Beaufort County, North Carolina, complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; reporting; special tests and provisions as listed in the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs for the year ended June 30, 1993.

In connection with our audit of the general purpose financial statements of Beaufort County, North Carolina, and with our consideration of Beaufort County, North Carolina's control structure used to administer federal and State financial assistance programs, as required by Office of Management and Budget Circular A-128, Audits of State and Local Governments, and the State Single Audit Implementation Act, we selected certain transactions applicable to certain nonmajor federal and State financial assistance programs for the year ended June 30, 1993.

As required by OMB Circular A-128 and the State Single Audit Implementation Act, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed; eligibility; and special tests and provisions as listed in the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission, that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on Beaufort County, North Carolina's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that Beaufort County, North Carolina, had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the accompanying schedule of findings and questioned costs.

This report is intended for the information of management and the governing board. However, this report is also a matter of public record, and its distribution is not limited.

Pittard Perry & Crene, Inc.

Belhaven, North Carolina
September 8, 1993



**Single Audit Report on Compliance With the
General Requirements Applicable to Federal
Financial Assistance Programs**

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, as of and for the year ended June 30, 1993, and have issued our report thereon dated September 8, 1993.

We have applied procedures to test Beaufort County, North Carolina's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the schedule of federal and State financial assistance, for the year ended June 30, 1993: political activity, civil rights, cash management, allowable costs/cost principles, drug free workplace and administrative requirements.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on Beaufort County, North Carolina's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that Beaufort County, North Carolina, had not complied in all material respects, with those requirements. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the accompanying schedule of findings and questioned costs.

This report is intended for the information of management and the governing board. However, this report is also a matter of public record, and its distribution is not limited.

Pittard Perry & Crone, Inc.

Belhaven, North Carolina
September 8, 1993

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1993

SCHEDULE 32
Page 1

<u>Program</u>	<u>Finding/Noncompliance</u>	<u>Questioned Cost</u>
Social Services Block Grant CFDA No. 93.667	<p><u>Criteria</u> The County computes overhead costs for the In-Home Aide program on Form 3538. The computation is based on the department's full-time equivalencies expressed as a percentage of the total and applied to the total In-Home Aide overhead cost. The overhead cost is reported monthly on Form DSS-1571 for reimbursement.</p> <p><u>Condition</u> The December 1992, Form DSS-1571 overreported the In-Home Aide overhead costs claimed for reimbursement.</p> <p><u>Effect</u> The December 1992, Form DSS-1571 claim for reimbursement was overreported by \$4.83.</p> <p><u>Cause</u> The full-time equivalencies were computed incorrectly due to mathematical errors and was determined to be an oversight on the part of county personnel.</p> <p><u>Recommendation</u> Full-time equivalency calculations should be carefully reviewed for accuracy before costs are reported on Form DSS-1571.</p> <p><u>Management Response</u> We concur. Computations will be recomputed for accuracy in an effort to prevent erroneous information being reported on the Form DSS-1571.</p>	\$ 4.83

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1993

SCHEDULE 32
Page 2

<u>Program</u>	<u>Finding/Noncompliance</u>	<u>Questioned Cost</u>
JOB CFDA No. 93.561	<p><u>Criteria</u> The Fund I.D. column on Part IV of Form DSS-1571 is required to be completed, which is the indicator of what funding is being requested for the service.</p> <p><u>Condition</u> The January 1993, Part IV of the DSS-1571 did not have all the Fund I.D. columns completed.</p> <p><u>Effect</u> The programs for which the costs were charged were undeterminable.</p> <p><u>Cause</u> The cause was determined to be on oversight on the part of the DSS personnel.</p> <p><u>Recommendation</u> The DSS-1571 should be reviewed before the report is filed in order to ensure that all items are completed.</p> <p><u>Management's Response</u> We concur. Every effort will be made to review the DSS-1571 in order to prevent any omissions or oversights from occurring.</p>	None

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1993

SCHEDULE 32
Page 3

<u>Program</u>	<u>Finding/Noncompliance</u>	<u>Questioned Cost</u>
Child Support Enforcement CFDA No. 93.563	<p><u>Criteria</u> The DSS-1321 is used to report administrative expenditures for child support enforcement services that are actually paid in the current period.</p> <p><u>Condition</u> The deputy sheriff's fringe benefits claimed for reimbursement on the DSS-1321 were overreported and was not actually paid by the County. The retirement benefit was computed using a rate of 5.04% instead of 4.24%.</p> <p><u>Effect</u> The August 1992, DSS-1321 was overstated by \$12.26.</p> <p><u>Cause</u> The County's retirement rate for local government employees was used in error to compute the retirement benefits paid to the deputy. The County's retirement rate for law enforcement officers should have been used to compute the benefits claimed for reimbursement.</p> <p><u>Recommendation</u> We recommend benefits reported on the DSS-1321 for reimbursement be carefully reviewed and correctly transferred from payroll records to ensure accuracy.</p> <p><u>Management's Response</u> We concur. Every effort will be made to ensure that proper reimbursement requests are reported on the DSS-1321.</p>	\$ 12.26

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1993

SCHEDULE 32
Page 4

<u>Program</u>	<u>Finding/Noncompliance</u>	<u>Questioned Cost</u>
All Department of Health and Human Resources Programs CFDA No. 93.xxx	<p><u>Criteria</u> Equipment costs allocated to distributable program costs should not be reported for reimbursement if those costs have not been paid.</p> <p><u>Condition</u> The May 1993, DSS-1571 had equipment costs that were reported in error for reimbursement.</p> <p><u>Effect</u> The May 1993, DSS-1571 claim for reimbursement was overreported by \$96.</p> <p><u>Cause</u> The equipment costs overreported by \$96 was determined to be a mathematical error by personnel.</p> <p><u>Recommendation</u> A review of the DSS-1571 should be implemented by someone other than the person(s) responsible for preparing the report to ensure that reimbursement claims are proper and accurate.</p> <p><u>Management's Response</u> We concur. Someone independent of the preparation of the DSS-1571 will review the report for accuracy and completeness. The July 1993 DSS-1571 has been adjusted to correct the error as explained above.</p>	\$ 96.00

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1993

SCHEDULE 32
Page 5

<u>Program</u>	<u>Finding/Noncompliance</u>	<u>Questioned Cost</u>
All Department of Health and Human Resources Programs CFDA No. 93.xxx	<p><u>Criteria</u> Costs funded by other Federal and State sources are not allowable as a reimbursable cost on the DSS-1571.</p> <p><u>Condition</u> The June 1993, DSS-1571 had EIS equipment purchases of \$5,270 that should not have been reported on the DSS-1571. These costs should have been reported to the N.C. Division of Social Services for federal funding.</p> <p><u>Effect</u> The June 1993, DSS-1571 claim for reimbursement was overreported by \$5,270.</p> <p><u>Cause</u> The costs reported on the DSS-1571 that should have been reported on the EIS Reimbursement Form were determined to be an oversight by personnel.</p> <p><u>Recommendation</u> The amount reported incorrectly on the June 1993, DSS-1571 should be withdrawn from the total reimbursable costs on the following month's DSS-1571. The correct form for reporting the equipment costs should be filed with the N.C. Division of Social Services immediately.</p> <p><u>Management's Response</u> We concur. The July 1993, DSS-1571 was corrected for part of the error found and the October 1993, DSS-1571 will be corrected for the remainder of the error. The appropriate form has been filed with the N.C. Division of Social Services for federal funding.</p>	\$ - 0 -

Beaufort County, North Carolina
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1993

SCHEDULE 32
Page 6

<u>Program</u>	<u>Finding/Noncompliance</u>	<u>Questioned Cost</u>
Special Supplemental Food Program For Women, Infants and Children CFDA No. 10.557	<u>Criteria</u> In accordance with State guidelines, local agencies are required to make an on-site visit for any new vendors and an annual monitoring visit for other vendors. <u>Condition</u> The WIC Agency listed seventeen vendors for the year ended June 30, 1993. Documentation available showed that six of the seventeen vendors were monitored during fiscal year ended June 30, 1993. <u>Effect</u> The WIC Agency was unable to ensure vendor compliance. <u>Cause</u> The cause was determined to be an oversight on the part of the WIC Agency. <u>Recommendation</u> In the future, monitor visits of vendor sites should be performed as required by State guidelines. <u>Management's Response</u> We concur. Every effort will be made to perform required monitor visits for future years.	None

Status of Prior Year Findings - As of June 30, 1993, Beaufort County, North Carolina management has resolved all findings from previous years.



**Report on the Internal Control Structure Based on an
Audit of General Purpose Financial Statements Performed in
Accordance With Government Auditing Standards**

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, as of and for the year ended June 30, 1993, and have issued our report thereon dated September 8, 1993.

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.

In planning and performing our audit of the general purpose financial statements of Beaufort County, North Carolina, for the year ended June 30, 1993, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of Beaufort County, North Carolina, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

To the Board of County Commissioners
Beaufort County, North Carolina
Page 2

For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories: cash and cash equivalents, receivables, property and equipment, payables and accrued liabilities, debt, fund balance, political activity, civil rights, cash management, allowable costs/cost principles, drug-free workplace, administrative requirements, types of services, eligibility, reporting, cost allocation, special requirements, claims for advances and reimbursements and amounts claimed or used for matching.

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the County's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

Segregation of Duties

In an organization such as Beaufort County, North Carolina, with a limited number of personnel for certain functions, there are inherent limitations of the effectiveness of certain controls due to the lack of segregation of duties among County personnel.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we noted the following matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above. These conditions were considered in determining the nature, timing, and extent of the procedures to be performed in our audit of the general purpose financial statements of Beaufort County, North Carolina for the year ended June 30, 1993, and this report does not affect our report thereon dated September 8, 1993.

To the Board of County Commissioners
Beaufort County, North Carolina
Page 3

We believe the item listed above, concerning the insufficient segregation of duties, results in a material weakness in accounting and administrative controls.

Recommendation

We recommend as Beaufort County hires additional employees that their responsibilities be structured to achieve greater segregation of duties.

Management Response

Management believes that corrective action is not practical at this time. As additional employees are hired, steps will be taken to implement this recommendation.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of Beaufort County, North Carolina, in a separate letter dated September 8, 1993.

This report is intended for the information of management and the governing board. However, this report is also a matter of public record, and its distribution is not limited.

Pittard Perry & Chase, Inc.

Belhaven, North Carolina
September 8, 1993



**Single Audit Report on the Internal Control Structure
Used in Administering Federal and State Financial Assistance Programs**

To the Board of County Commissioners
Beaufort County, North Carolina

We have audited the general purpose financial statements of Beaufort County, North Carolina, as of and for the year ended June 30, 1993, and have issued our report thereon dated September 8, 1993. We have also audited Beaufort County, North Carolina's compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated September 8, 1993.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; Office of Management and Budget (OMB) Circular A-128, Audits of State and Local Governments; and the State Single Audit Implementation Act. Those standards, OMB Circular A-128, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and about whether Beaufort County, North Carolina, complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audit for the year ended June 30, 1993, we considered the County's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinions on the County's general purpose financial statements and on its compliance with requirements applicable to major programs, and to report on the internal control structure in accordance with OMB Circular A-128 and the State Single Audit Implementation Act. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal or State financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated September 8, 1993.

The management of Beaufort County, North Carolina, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions

are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal and State financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal and State financial assistance programs in the following categories: cash and cash equivalents, receivables, property and equipment, payables and accrued liabilities, debt, fund balance, political activity, civil rights, cash management, allowable costs/cost principles, drug-free workplace, administrative requirements, types of service, eligibility, reporting, cost allocation, special requirements, claims for advances and reimbursements, and amounts claimed or used for matching.

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended June 30, 1993, Beaufort County, North Carolina, expended 51 percent of its total federal financial assistance under major federal financial assistance programs and the following nonmajor federal financial assistance programs: Medical Assistance Program and Food Stamp Program.

We performed tests of controls, as required by OMB Circular A-128 and the State Single Audit Implementation Act, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the County's major federal financial assistance programs, which are identified in the accompanying schedule of federal and State financial assistance, and the aforementioned nonmajor programs. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in

the design or operation of the internal control structure that, in our judgment, could adversely affect the County's ability to administer federal and State financial assistance programs in accordance with applicable laws and regulations.

Segregation of Duties

In an organization such as Beaufort County, North Carolina, with a limited number of personnel for certain functions, there are inherent limitations of the effectiveness of certain controls due to the lack of segregation of duties among County personnel.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal or State financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure policies and procedures used in administering federal and State financial assistance would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all material weaknesses as defined above. However, we noted the following matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above. These conditions were considered in determining the nature, timing, and extent of the procedures to be performed in our audit of Beaufort County, North Carolina's compliance with requirements applicable to its major federal financial assistance programs for the year ended June 30, 1993, and this report does not affect our report thereon dated September 8, 1993.

We believe the item listed above, concerning the insufficient segregation of duties, results in a material weakness in accounting and administrative controls.

Recommendation

We recommend as Beaufort County hires additional employees that their responsibilities be structured to achieve greater segregation of duties.

Management Response

Management believes that corrective action is not practical at this time. As additional employees are hired, steps will be taken to implement this recommendation.

To the Board of County Commissioners
Beaufort County, North Carolina
Page 4

We also noted other matters involving the internal control structure and its operation that we have reported to the management of Beaufort County, North Carolina, in a separate letter dated September 8, 1993.

This report is intended for the information of management and the governing board. However, this report is also a matter of public record, and its distribution is not limited.

Pittard Perry & Crane, Inc.

Belhaven, North Carolina
September 8, 1993

Beaufort County, North Carolina
SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
 For the Year Ended June 30, 1993

SCHEDULE 33
 Page 1 of 4

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal (Direct and Pass-Through) Expenditures</u>	<u>State Expenditures</u>
FEDERAL GRANTS:			
<u>U.S. Department of Health and Human Services</u>			
Passed through N. C. Dept. of Human Resources			
Division of Aging:			
Passed through Mid-East Commission			
Nutrition Services:			
Special Programs for the Aging	93.635	\$ 66,878	\$ 18,063
Transportation Services:			
Special Programs for the Aging - Title III B	93.633	76,666	42,264
Passed through N. C. Dept of Human Resources			
Division of Social Services:			
Assistance Payments/Maintenance Assistance:			
Aid to Families with Dependent Children	93.560	56,262	28,868
JOBS Program	93.561	139,154	83,005
IV-D Program	93.563	192,594	-
IV-E Adoption Subsidy	93.659	7,928	2,036
IV-E Foster Care	93.658	30,954	7,963
Medical Transportation	93.778	7,192	-
Total Assistance Payments/Maintenance Assistance		434,084	121,872
Permanency Planning:			
Child Welfare Services	93.645	18,977	4,797
State Adult Day Care Fund:			
Social Services Block Grant	93.667*	301,487	-
State In-Home Services Fund:			
Social Services Block Grant	93.667*	32,185	8,579
Crisis Intervention Program:			
Low-Income Home Energy Assistance	93.568	19,974	-
Independent Living	93.674	3,496	-
Total Crisis Intervention Program		23,470	-
Administration:			
Aid to Families with Dependent Children	93.560	175,397	-
Low-Income Home Energy Assistance	93.568	15,652	-
Medical Assistance Program	93.778	203,440	13,913
Total Administration		394,489	13,913

Beaufort County, North Carolina
SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 1993

SCHEDULE 33
Page 2 of 4

<u>Grantor/Pass-Through Grantor/program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
Passed Through N. C. Dept. of Environment, Health and Natural Resources:			
Maternal and Child Health Program:			
Maternal and Child Health Services Block Grant	93.994	103,551	23,177
Preventive Health Block Grant	93.991	18,188	3,814
AIDS Prevention	93.118	22,534	500
Family Planning	93.217	54,780	17,676
Family Planning - Breast & Cervical Cancer	93.919	6,679	-
Total Maternal & Child Health Program		205,732	45,167
Passed Through N. C. Division of Facility Services			
Child Day Care Section:			
Social Services Block Grant	93.667*	69,529	22,093
Child Development Block Grant	93.575	119,923	-
At Risk	93.574	94,525	48,290
Aid to Families with Dependent Children	93.560	212,430	109,092
Total Child Day Care Section		496,407	179,475
Total U.S. Dept. of Health & Human Services		2,050,375	434,130
<u>U.S. Dept. of Agriculture</u>			
Passed Through N. C. Dept. of Human Resources			
Administration:			
Food Distribution Program	10.550	1,746	-
Food Stamp Program	10.561	205,115	-
Total Administration		206,861	-
Passed through Mid-East Commission			
USDA Supplement	10.550	16,266	-
Passed Through N. C. Dept. of Environment, Health and Natural Resources:			
Special Supplemental Food Program for Women, Infants and Children	10.557	147,996	-
Total U.S. Dept. of Agriculture		371,123	-
<u>U.S. Dept. of Justice</u>			
Passed Through N. C. Dept. of Crime Control and Public Safety:			
Drug Law Enforcement	16.579	28,457	-

Beaufort County, North Carolina
SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
 For the Year Ended June 30, 1993

SCHEDULE 33
 Page 3 of 4

<u>Grantor/Pass-Through Grantor/program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
<u>U.S. Dept. of Housing and Urban Development</u>			
Passed Through N. C. Dept. of Economic and Community Development:			
Community Development Block Grant	14.228	747	-
<u>Federal Emergency Management Agency</u>			
Passed Through N. C. Dept. of Crime Control and Public Safety:			
Management Assistance	83.503	5,947	-
 STATE GRANTS:			
<u>N. C. Dept. of Human Resources</u>			
Division of Social Services:			
Core Training CPS		-	779
CP&L Energy Program		-	906
Foster Care		-	16,452
Aid to Counties		-	42,480
Child Protective Services		-	107,023
Abortion fund		-	950
Day Care Coordinator		-	2,950
Total Division of Social Services		-	171,540
Division of Youth Services:			
Community Based Alternatives		-	68,113
Total N. C. Dept. of Human Resources		-	239,653
<u>N. C. Dept. of Environment, Health and Natural Resources</u>			
Division of Human Services:			
Aid to Counties		-	29,510
Environmental Health		-	8,222
Communicable Disease		-	1,598
Tuberculosis		-	21,484
Total Division of Human Services		-	60,814
Direct Grants:			
Soil and Water Grant		-	8,205
C.A.M.A. Grant		-	8,250
Mosquito Control		-	990
Total Direct Grants		-	17,445
Total N.C. Dept. of Environment, Health & Natural Resources		-	78,259

Beaufort County, North Carolina
SCHEDULE OF FEDERAL AND STATE FINANCIAL ASSISTANCE
 For the Year Ended June 30, 1993

SCHEDULE 33
 Page 4 of 4

<u>Grantor/Pass-Through Grantor/program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
<u>N. C. Dept. of Transportation</u> Elderly/Handicapped Transportation		-	19,764
<u>N. C. Dept. of Administration</u> Veterans		-	2,000
<u>Office of the Governor</u> Public School Building Capital Fund		-	44,251
TOTAL ASSISTANCE		\$ 2,456,649	\$ 818,057

* Major programs

Notes to the preceding schedule:

1. Benefit Payments Issued by the State

	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>
Food Stamp Program	10.561	\$ 4,152,445	\$ -
Aid to Families with Dependent Children	93.020	1,891,155	505,519
Medical Assistance Program	93.778	13,835,769	5,997,403
Special Supplemental Food Program for Women, Infants, and Children	10.557	609,382	-
Special Assistance - Aged and Disabled		-	430,500

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 the 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.