

**BLADEN COUNTY, NORTH CAROLINA
FINANCIAL STATEMENTS
June 30, 2009**

BLADEN COUNTY, NORTH CAROLINA
FINANCIAL STATEMENTS
June 30, 2009

COUNTY MANAGER

Greg Martin

BOARD OF COUNTY COMMISSIONERS

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COUNTY OFFICIALS

Lisa Coleman
Finance Officer

Johnson Law Firm
County Attorney

BLADEN COUNTY
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June 30, 2009

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FINANCIAL SECTION



CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA
Gregory S. Adams, CPA
Alan W. Thompson, CPA

Offices:
Elizabethtown, NC
Wilmington, NC
Whiteville, NC

Independent Auditors' Report

To the Board of County Commissioners
Bladen County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Bladen County, North Carolina, as of and for the year ended June 30, 2009, which collectively comprise the Bladen County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Bladen County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Bladen County, North Carolina as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 10, 2011 on our consideration of Bladen County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis and the Law Enforcement Officers' Special Separation Allowance Schedule of Funding Progress and Employer Contributions are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit this information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements of Bladen County, North Carolina. The combining and individual nonmajor fund financial statements and schedules and the statistical tables, as well as the accompanying schedule of expenditures of federal and State awards as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Implementation Act are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and the accompanying schedule of expenditures of federal and State awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory information and the statistical tables have not been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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

Thompson, Price, Scott, Adams & Co., PA
March 10, 2011

Management's Discussion and Analysis

As management of Bladen County, North Carolina, we offer readers of the financial statements for Bladen County this narrative analysis and overview of the financial activities for the fiscal year ended June 30, 2009. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

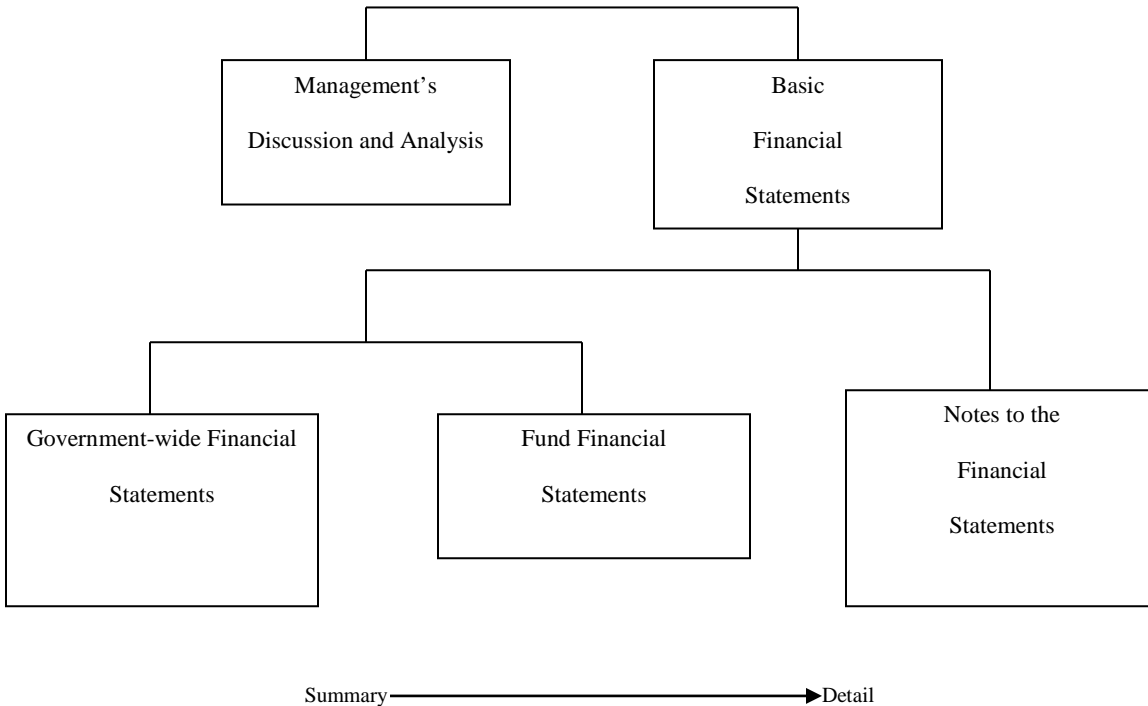
Financial Highlights

- The assets of Bladen County exceeded its liabilities at the close of the fiscal year by \$17,780,203.
- The County's total net assets increased by \$2,568,723, primarily due to conservative budget practices throughout all Type Activities.
- As of the close of the current fiscal year, Bladen County's general fund reported ending fund balance of \$13,866,716, an increase of \$1,185,663. Approximately 69 percent of this total amount, or \$9,575,317, is available for spending at the government's discretion.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$9,575,317, or 22.86 percent of total general fund expenditures for the fiscal year. This amount is higher than the Local Government Commission's minimum of 8%. However, it is less in comparison to the average of NC Counties with population less than 50,000 with an average of 27.66%.
- Bladen County's total debt increased by \$1,154,869 during this fiscal year. The key factor of the increase was for the purchase of equipment over the decrease in debt due to timely payments.
- Bladen County has maintained its "A2" bond rating for the more than ten consecutive years and has increased the "A-" rate to "A" in October, 2004.

Overview of the Financial Statements

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

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



Basic Financial Statements

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

The next statements (Exhibits 3 through 9) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the County's individual funds. Budgetary information required by the General Statutes also can be found in this part of the statements.

Government-wide Financial Statements

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

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

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the County's basic services such as public safety, parks and recreation, and general administration. Property taxes and state and federal grant fund finance most of these activities. The business-type activities are those that the County charges customers for services. These include the water, landfill services and hospital services offered by Bladen County. Bladen County Hospital is a public hospital operated apart from the County, but not legally separated. The County appoints the board of trustees for the hospital and has issued debt on its behalf.

The government-wide financial statements are on Exhibit 1 and 2 of this report.

Fund Financial Statements

The fund financial statements provide a more detailed look at the County's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Bladen County, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the County's budget ordinance. All of the funds of Bladen County can be divided into two categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the County's programs. The relationship between government activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is part of the fund financial statements.

Bladen County adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the County, the management of the County, and the decisions of the Board about which services to provide and how to pay for them. It also authorizes the County to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the County complied with the budget ordinance and whether or not the County succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the board; 2) the final budget as amended by the board; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and charges.

Proprietary Funds – Bladen County has one kind of proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Bladen County uses enterprise funds to account for its hospital, water and landfill operations. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Assets and the Statement of Activities.

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

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements start on page 22 of this report.

Government-Wide Financial Analysis

**Bladen County's Net Assets
Figure 2**

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Assets						
Current and Other Assets	\$ 23,557,308	\$ 22,310,362	\$ 3,362,147	\$ 10,441,418	\$ 26,919,455	\$ 32,751,780
Capital Assets, Net of Depreciation	8,130,900	5,386,205	24,182,708	26,070,923	32,313,608	31,457,128
Total Assets	\$ 31,688,208	\$ 27,696,567	\$ 27,544,855	\$ 36,512,341	\$ 59,233,063	\$ 64,208,908
Liabilities						
Long-term Debt Outstanding	\$ 19,968,986	\$ 18,627,297	\$ 11,257,841	\$ 13,019,552	\$ 31,226,827	\$ 31,646,849
Other Liabilities	6,389,057	6,426,129	3,836,976	8,207,694	10,226,033	14,633,823
Total liabilities	26,358,043	25,053,426	15,094,817	21,227,246	41,452,860	46,280,672
Net Assets						
Invested in Capital Assets, Net of Related Debt	4,310,296	4,823,031	12,239,036	12,703,898	16,549,332	17,526,929
Restricted for:						
Public Safety	2,473,693	2,344,052	-	-	2,473,693	2,344,052
Education	-	1,060	-	-	-	1,060
Hospital	-	-	705,043	208,707	705,043	208,707
Register of Deeds	-	-	-	-	-	-
Unrestricted(Deficit)(restated)	(1,453,824)	(4,525,002)	(494,041)	2,372,490	(1,947,865)	(2,152,512)
Total Net Assets	\$ 5,330,165	\$ 2,643,141	\$ 12,450,038	\$ 15,285,095	\$ 17,780,203	\$ 17,928,236

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of Bladen County exceeded liabilities by \$17,780,203 as of June 30, 2009. The County's net assets increased by \$2,568,723 for the fiscal year ended June 30, 2009. Within the governmental activities assets exceed liabilities by \$5,330,165, however unrestricted net assets is a deficit due to the large amount of debt that reflects the County's liability on the school construction of East and West Bladen High Schools. Bladen County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Bladen County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities.

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

- Continued diligence in the collection of property taxes by maintaining a collection percentage of 95.26%, and motor vehicles rate of 68.52%, for a combined total of 92.76%.
- Increased billing in the emergency services department.
- Continued low cost of debt due to the County's high bond rating.

Bladen County Changes in Net Assets
Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues						
Charges for Services	\$ 6,769,708	\$ 6,405,994	\$ 5,314,612	\$ 26,186,493	\$ 12,084,320	\$ 32,592,487
Operating Grant & Contributions	8,238,022	7,756,898	-	117,815	8,238,022	7,874,713
Capital Grants and Contributions	-	-	23,328	1,099,730	23,328	1,099,730
General Revenue						
Property Taxes	20,186,774	20,071,643	-	-	20,186,774	20,071,643
Other Taxes	5,654,486	7,221,677	-	-	5,654,486	7,221,677
Investment Earnings	301,404	697,243	42,759	21,508	344,163	718,751
Other	157,003	135,246	-	-	157,003	135,246
Total Revenues	<u>41,307,397</u>	<u>42,288,701</u>	<u>5,380,699</u>	<u>27,425,546</u>	<u>46,688,096</u>	<u>69,714,247</u>
Expenses						
General Government	4,740,278	4,929,466	-	-	4,740,278	4,929,466
Public Safety	10,196,693	9,006,883	-	-	10,196,693	9,006,883
Economic and Physical Development	1,286,125	1,982,296	-	-	1,286,125	1,982,296
Human Services	13,248,224	13,959,005	-	-	13,248,224	13,959,005
Cultural and Recreational	759,526	758,794	-	-	759,526	758,794
Education	7,174,612	6,801,285	-	-	7,174,612	6,801,285
Interest on Long-Term Debt	1,214,915	1,147,131	-	-	1,214,915	1,147,131
Hospital	-	-	2,027,518	23,796,930	2,027,518	23,796,930
Solid Waste	-	-	2,251,847	2,335,610	2,251,847	2,335,610
Water District	-	-	1,806,666	1,734,857	1,806,666	1,734,857
Total Expenses	<u>38,620,373</u>	<u>38,584,860</u>	<u>6,086,031</u>	<u>27,867,397</u>	<u>44,706,404</u>	<u>66,452,257</u>
Increase(decrease) in Net Assets Before Transfers	2,687,024	3,703,841	(705,332)	(441,851)	1,981,692	3,261,990
Extra Ordinary Gain on Sale of Hospital Operations	-	-	587,031	-	587,031	-
Transfers	-	500,000	-	-	-	500,000
Increase(Decrease) in Net Assets	<u>2,687,024</u>	<u>4,203,841</u>	<u>(118,301)</u>	<u>(441,851)</u>	<u>2,568,723</u>	<u>3,761,990</u>
Net assets - Beginning (restated)	2,643,141	(1,560,700)	12,568,339	15,726,946	15,211,480	14,166,246
Net assets - Ending	<u>\$ 5,330,165</u>	<u>\$ 2,643,141</u>	<u>\$ 12,450,038</u>	<u>\$ 15,285,095</u>	<u>\$ 17,780,203</u>	<u>\$ 17,928,236</u>

Governmental activities. Governmental activities assets for the County are \$31,688,208 and the liabilities are \$26,358,043, thereby accounting for a net asset of \$5,330,165. The key element of this increase in net asset is as follows:

- The Bladen County School Bond for the construction of East and West Bladen High School. All assets belong to the Bladen County Board of Education, and the liability belongs to the County.

Business-type activities. Business-type activities assets for Bladen County are \$27,544,855 and the liabilities are \$15,094,817, thereby accounting for a net asset of \$12,450,038. Key elements of this increase are as follows:

- In the Water fund, capital contributions were received for the expansion on the water system.
- The Landfill fund maintained in revenue and expenditures.
- The Hospital operations were ceased during the year and is not included.
- New fund was created to show rental activity for hospital assets not sold in the transaction.

Financial Analysis of the County's Funds

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

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

The General Fund is the chief operating fund of Bladen County. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$9,575,317, while total fund balance reached \$13,866,716. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 22.86 percent of total General Fund expenditures, while total fund balance represents 33.10 percent of that same amount.

At June 30, 2009, the governmental funds of Bladen County reported a combined fund balance of \$16,813,802, a 9.07 percent increase over last year. The primary reasons for the fund balance increase in the general fund were conservative budgeting practices for expenditures, Emergency Medical Services increase in collection, as well as, the decrease in Medicaid due to Medicaid relief.

General Fund Budgetary Highlights. During the fiscal year, the County revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services.

Proprietary Fund. Bladen County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net assets of Hospital Rental Fund at the end of their fiscal year amounted to negative \$2,867,163, and those of the Landfill Fund at the end of the fiscal year amounted to \$1,370,024, and those for the Water District equaled \$1,003,098. Other factors concerning the finances of these two funds have already been addressed in the discussion of Bladen County's business-type activities.

Capital Asset and Debt Administration

Capital Assets. Bladen County's capital assets for its governmental and business-type activities as of June 30, 2009, totals \$32,313,608 (net of accumulated depreciation). These assets include buildings, land, machinery and equipment, park facilities, and vehicles.

Major capital asset transactions during the year include:

- Purchased new equipment for the Public Safety Department.
- Addition of construction in progress on Water lines.
- Additional solid waste convenient centers.

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

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 205,160	\$ 201,310	\$ 432,943	\$ 416,272	\$ 638,103	\$ 617,582
Buildings and Fixed Equipment	2,347,818	2,371,529	11,584,592	12,151,111	13,932,410	14,522,640
Equipment	4,515,376	1,505,150	178,813	238,460	4,694,189	1,743,610
Vehicles and Motor Equipment	1,062,546	1,308,216	207,112	190,055	1,269,658	1,498,271
Construction in Progress	-	-	6,475,560	5,992,060	6,475,560	5,992,060
Bladen County Hospital Rental	-	-	5,303,688	6,480,753	5,303,688	6,480,753
	<u>\$ 8,130,900</u>	<u>\$ 5,386,205</u>	<u>\$ 24,182,708</u>	<u>\$ 25,468,711</u>	<u>\$ 32,313,608</u>	<u>\$ 30,854,916</u>

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

Long-term Debt. As of June 30, 2009, Bladen County had bonded debt outstanding of \$29,550,000, all of which is debt backed by the full faith and credit of the County.

Bladen County's Outstanding Debt
General Obligation and Revenue Bonds
Figure 5

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds (Backed by the County)	<u>\$ 17,695,000</u>	<u>\$ 19,205,000</u>	<u>\$ 10,147,500</u>	<u>\$ 10,345,000</u>	<u>\$ 27,842,500</u>	<u>\$ 29,550,000</u>

Bladen County's total debt increased by \$1,154,869(5 percent) during the past fiscal year, primarily due to increases that were created by an energy efficiency improvement project and other equipment purchases.

As mentioned in the financial highlights section of this document, Bladen County maintained for more than nine consecutive years, it A2 bond rating from Moody's Investor Service and in October, 2004 the A- rating was increased to A rating from Standard and Poor's Corporation. This bond rating is a clear indication of the sound financial condition of Bladen County.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for Bladen County is \$184,486,090. The County has \$ -0- in bonds authorized but un-issued at June 30, 2009.

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

Economic Factors and Next Year's Budgets and Rates

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

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

Budget Highlights for the Fiscal year Ending June 30, 2010

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

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

- One Tax – Property Tax Software
- Patrol Vehicles for Sheriff's Department
- Jail Surveillance Camera System
- VIPER Radio Project
- Animal Control Shelter
- Master Plan for Parks and Recreation
- Additional capital expenditures for Bladen Community College
- Additional capital expenditures for Bladen County Schools
- Refurbish Ambulance for EMS
- Construction of New EMS Facility

A plan to recruit a programmer for the Computer Operations Department due to the pending retirement of the Director and the current programmer is stated to reduce the 2009-2010 capital outlay for a purchase of Financial, Payroll and Human Resources Software Package. In the event, programmer is unavailable, the County will purchase a software package.

Business-type Activities. The water rates in the County will remain at the same base rate as 2009. General operating expenses will remain the same as 2009. Rates for landfill services will increase for MSW-Commercial and Construction & Demolition from 33.50 and 25.00, respectively to 45.00 each per ton.

Requests for Information

This report is designed to provide an overview of the County's finances for those with an interest in this area. Questions concerning any of the information found in this report or request for additional information should be directed to:

Bladen County Finance
PO Box 965
166 Courthouse Drive
Elizabethtown, NC 28337

Basic Financial Statements

Bladen County, North Carolina
Statement of Net Assets
June 30, 2009

Exhibit 1

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash & Cash Equivalents	\$ 17,140,667	\$ 1,590,007	\$ 18,730,674
Restricted Cash and Cash Equivalents	-	705,043	705,043
Accounts Receivable (Net)	6,046,480	1,067,097	7,113,577
Notes Receivable	370,161	-	370,161
Capital Assets:			
Land, Improvements, and Construction in Progress	205,160	7,216,050	7,421,210
Other Capital Assets, net of Depreciation	7,925,740	16,966,658	24,892,398
Total Capital Assets	<u>8,130,900</u>	<u>24,182,708</u>	<u>32,313,608</u>
Total Assets	<u>\$ 31,688,208</u>	<u>\$ 27,544,855</u>	<u>\$ 59,233,063</u>
Liabilities			
Accounts Payable and Accrued Liabilities	\$ 3,492,120	\$ 646,871	\$ 4,138,991
Customer Deposits	-	145,975	145,975
Unearned Revenue	103,034	2,315,448	2,418,482
Current Portion of Long-term Liabilities	2,793,903	728,682	3,522,585
Long-term Liabilities:			
Due in More Than One Year	19,968,986	11,257,841	31,226,827
Total Liabilities	<u>26,358,043</u>	<u>15,094,817</u>	<u>41,452,860</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	4,310,296	12,239,036	16,549,332
Restricted for:			
Public Safety	2,473,693	-	2,473,693
Restricted, Expendable for			
Capital Acquisitions	-	705,043	705,043
Unrestricted(Deficit)	(1,453,824)	(494,041)	(1,947,865)
Total Net Assets	<u>\$ 5,330,165</u>	<u>\$ 12,450,038</u>	<u>\$ 17,780,203</u>

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

Bladen County, North Carolina
Statement of Activities
For the Year Ended June 30, 2009

Exhibit 2

Functions/Programs	Program Revenues			
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 4,740,278	\$ 567,239	\$ 22,856	\$ -
Public Safety	10,196,693	4,438,303	444,736	-
Economic and Physical Development	1,286,125	443,532	57,652	-
Human Services	13,248,224	1,247,691	7,607,976	-
Cultural and Recreational	759,526	72,943	104,802	-
Education	7,174,612	-	-	-
Interest on Long-Term Debt	1,214,915	-	-	-
Total Governmental Activities	38,620,373	6,769,708	8,238,022	-
Business-Type Activities:				
Hospital Rental Fund	2,027,518	1,648,489	-	-
Solid Waste	2,251,847	2,074,599	23,328	-
Water District	1,806,666	1,591,524	-	-
Total Business-Type Activities	6,086,031	5,314,612	23,328	-
	\$ 44,706,404	\$ 12,084,320	\$ 8,261,350	\$ -

General Revenues:

Taxes:

Property taxes, levied for general purpose

Local option sales tax

Other taxes and licenses

Investment earnings, unrestricted

Miscellaneous, unrestricted

Extra Ordinary Gain on Sale of Hospital Operations

Transfers

Total general revenues and transfers

Change in net assets

Net assets - Beginning(restated)

Net assets - Ending

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

<u>Net (Expense) Revenue and Changes in Net Assets</u>		
<u>Governmental</u>	<u>Business</u>	
<u>Activities</u>	<u>Type</u>	<u>Total</u>
<u>Activities</u>	<u>Activities</u>	
\$ (4,150,183)	\$ -	\$ (4,150,183)
(5,313,654)	-	(5,313,654)
(784,941)	-	(784,941)
(4,392,557)	-	(4,392,557)
(581,781)	-	(581,781)
(7,174,612)	-	(7,174,612)
(1,214,915)	-	(1,214,915)
<u>(23,612,643)</u>	<u>-</u>	<u>(23,612,643)</u>
-	(379,029)	(379,029)
-	(153,920)	(153,920)
-	(215,142)	(215,142)
<u>-</u>	<u>(748,091)</u>	<u>(748,091)</u>
<u>(23,612,643)</u>	<u>(748,091)</u>	<u>(24,360,734)</u>
20,186,774	-	20,186,774
5,538,478	-	5,538,478
116,008	-	116,008
301,404	42,759	344,163
157,003	-	157,003
-	587,031	587,031
-	-	-
<u>26,299,667</u>	<u>629,790</u>	<u>26,929,457</u>
<u>2,687,024</u>	<u>(118,301)</u>	<u>2,568,723</u>
<u>2,643,141</u>	<u>12,568,339</u>	<u>15,211,480</u>
<u>\$ 5,330,165</u>	<u>\$ 12,450,038</u>	<u>\$ 17,780,203</u>

Bladen County, North Carolina
Balance Sheet
Governmental Funds
June 30, 2009

Exhibit 3

	Major	Non-Major	
	General	Other	Total
	Fund	Governmental	Governmental
		Funds	Funds
Assets			
Cash & Investments	\$ 14,049,679	\$ 2,910,414	\$ 16,960,093
Taxes Receivables (Net)	2,445,495	145,690	2,591,185
Accounts Receivable (Net)	3,131,473	69,280	3,200,753
Total Assets	\$ 19,626,647	\$ 3,125,384	\$ 22,752,031
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable and Accrued Liabilities	\$ 3,215,611	\$ 28,399	\$ 3,244,010
Deferred Revenues	2,544,320	149,899	2,694,219
Total liabilities	5,759,931	178,298	5,938,229
Fund balances:			
Reserved For:			
State Statute	3,131,473	69,280	3,200,753
Encumbrances	1,034,815	-	1,034,815
Unreserved			
Designated for Subsequent Years'			
Expenditures	-	-	-
Designated - Extension	125,111	-	125,111
Undesignated	9,575,317	2,877,806	12,453,123
Total Fund Balances	13,866,716	2,947,086	16,813,802
Total Liabilities and Fund Balances	\$ 19,626,647	\$ 3,125,384	

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

Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds	8,130,900
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	624,616
Internal service funds are used by management to charge the costs of certain activities, such as insurance, telecommunications, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net assets.	157,949
Liabilities for earned but deferred revenues in fund statements.	2,591,185
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds (Note 3).	(22,988,287)
Net assets of governmental activities	\$ 5,330,165

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

Bladen County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2009

Exhibit 4

	General Fund	Total Non-Major Funds	Total Governmental Funds
Revenues:			
Ad Valorem Taxes	\$ 18,778,963	\$ 965,157	\$ 19,744,120
Local Option Sales Taxes	5,266,498	271,980	5,538,478
Other Taxes and Licenses	116,008	297,188	413,196
Restricted Intergovernmental Revenues	7,956,464	47,945	8,004,409
Permits and Fees	273,850	-	273,850
Sales and Services	6,046,822	385,461	6,432,283
Investment Earnings	239,188	47,035	286,223
Other	237,762	750	238,512
Total Revenues	<u>38,915,555</u>	<u>2,015,516</u>	<u>40,931,071</u>
Expenditures:			
Current:			
General Government	6,252,369	51,938	6,304,307
Public Safety	10,640,583	1,432,898	12,073,481
Economic and Physical Development	360,270	926,510	1,286,780
Human Services	13,048,907	-	13,048,907
Cultural and Recreational	737,427	-	737,427
Education	7,173,384	1,228	7,174,612
Debt Service			
Principal Retirement	2,164,816	-	2,164,816
Interest and Fees	877,672	-	877,672
Total Expenditures	<u>41,255,428</u>	<u>2,412,574</u>	<u>43,668,002</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,339,873)</u>	<u>(397,058)</u>	<u>(2,736,931)</u>
Other Financing Sources (Uses):			
Proceeds from Installment Purchases	4,133,320	-	4,133,320
Transfers from Other Funds	30,000	637,784	667,784
Transfers to Other Funds	(637,784)	(30,000)	(667,784)
Total Other Financing Sources (Uses)	<u>3,525,536</u>	<u>607,784</u>	<u>4,133,320</u>
Net Change in Fund Balance	1,185,663	210,726	1,396,389
Fund Balance, Beginning	<u>12,681,053</u>	<u>2,736,360</u>	<u>15,417,413</u>
Fund Balance, Ending	<u>\$ 13,866,716</u>	<u>\$ 2,947,086</u>	<u>\$ 16,813,802</u>

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

Bladen County, North Carolina
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2009

Exhibit 4

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

Net changes in fund balances - total governmental funds	\$	1,396,389
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		2,776,987
Cost of capital asset disposed of during the year, not recognized on modified accrual basis.		(32,292)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		812,815
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets.		(1,968,504)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(492,481)
Net revenue of internal service funds determined to be governmental-type.		194,110
Total changes in net assets of governmental activities.	\$	2,687,024

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

**Statement of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual - General Fund**
For the Year Ended June 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Positive (Negative)</u>
Revenues:				
Ad Valorem Taxes	\$ 17,869,023	\$ 18,137,618	\$ 18,778,963	\$ 641,345
Local Option Sales Taxes	5,614,728	5,057,552	5,266,498	208,946
Other Taxes and Licenses	132,525	126,000	116,008	(9,992)
Restricted Intergovernmental Revenues	7,405,948	8,586,933	7,956,464	(630,469)
Permits and Fees	313,810	305,664	273,850	(31,814)
Sales and Services	4,483,066	6,068,216	6,046,822	(21,394)
Investment Earnings	500,100	319,100	239,188	(79,912)
Program Earnings	-	-	-	-
Other	87,310	180,732	237,762	57,030
Total Revenues	<u>36,406,510</u>	<u>38,781,815</u>	<u>38,915,555</u>	<u>133,740</u>
Expenditures:				
Current:				
General Government	3,823,878	6,600,087	6,252,369	347,718
Public Safety	7,231,418	11,844,240	10,640,583	1,203,657
Economic and Physical Development	403,948	430,949	360,270	70,679
Human Services	15,581,407	15,076,514	13,048,907	2,027,607
Cultural and Recreational	689,416	749,367	737,427	11,940
Education	6,856,959	7,390,884	7,173,384	217,500
Debt Service	2,455,947	3,088,301	3,042,488	45,813
Total Expenditures	<u>37,042,973</u>	<u>45,180,342</u>	<u>41,255,428</u>	<u>3,924,914</u>
Revenues Over (Under) Expenditures	<u>(636,463)</u>	<u>(6,398,527)</u>	<u>(2,339,873)</u>	<u>4,058,654</u>
Other Financing Sources (Uses):				
Proceeds from Instalment Purchases	840,000	4,527,330	4,133,320	(394,010)
Transfers from Other Funds	-	30,000	30,000	-
Transfers to Other Funds	(813,453)	(637,784)	(637,784)	-
Total Other Financing Sources (Uses)	<u>26,547</u>	<u>3,919,546</u>	<u>3,525,536</u>	<u>(394,010)</u>
Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>(609,916)</u>	<u>(2,478,981)</u>	1,185,663	3,664,644
Fund Balance Appropriated / (Designated)	<u>609,916</u>	<u>2,478,981</u>	<u>-</u>	<u>(2,478,981)</u>
Net Change in Fund Balance	\$ <u>-</u>	\$ <u>-</u>	1,185,663	\$ <u>1,185,663</u>
Fund Balance, Beginning			12,681,053	
Fund Balance, Ending			\$ <u>13,866,716</u>	

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

Bladen County, North Carolina
Statement of Fund Net Assets
Proprietary Funds
June 30, 2009

Exhibit 6

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Assets					
Current Assets:					
Cash and Investments	\$ -	\$ 661,271	\$ 928,736	\$ 1,590,007	\$ 180,573
Taxes Receivable	-	737,035	-	737,035	-
Accounts Receivable (Net)	-	26,762	303,300	330,062	88
Total Current Assets	<u>-</u>	<u>1,425,068</u>	<u>1,232,036</u>	<u>2,657,104</u>	<u>180,661</u>
Noncurrent assets:					
Restricted Assets					
Cash	705,043	-	-	705,043	-
Long-term investment	-	-	-	-	-
Other Receivable	-	-	-	-	-
Capital Assets:					
Land, Improvements, and Construction in Progress	307,547	414,943	6,493,560	7,216,050	-
Other Capital Assets, Net of Depreciation	4,996,141	1,635,877	10,334,640	16,966,658	-
Total Noncurrent Assets	<u>6,008,731</u>	<u>2,050,820</u>	<u>16,828,200</u>	<u>24,887,751</u>	<u>-</u>
Total Assets	<u>\$ 6,008,731</u>	<u>\$ 3,475,888</u>	<u>\$ 18,060,236</u>	<u>\$ 27,544,855</u>	<u>\$ 180,661</u>

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

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Liabilities					
Current Liabilities:					
Accounts Payable & Accrued Expenses	\$ 551,715	\$ 35,703	\$ 59,453	\$ 646,871	\$ 22,712
Customer Deposits	-	-	145,975	145,975	-
Compensated Absences Payable	-	7,005	8,224	15,229	-
Deferred Revenue	587,031	-	-	587,031	-
Capitalized Leases - Current Maturities	506,453	-	-	506,453	-
Bond/Long-term Debt - Current Maturities	-	-	207,000	207,000	-
Total Current Liabilities	<u>1,645,199</u>	<u>42,708</u>	<u>420,652</u>	<u>2,108,559</u>	<u>22,712</u>
Liabilities to be Paid from Restricted Assets:					
Accrued Expenses	-	-	-	-	-
Noncurrent Liabilities:					
Compensated Absences Payable	-	12,336	15,286	27,622	-
Deferred Revenue	1,728,417	-	-	1,728,417	-
Long-term Debt - Noncurrent	<u>1,289,719</u>	<u>-</u>	<u>9,940,500</u>	<u>11,230,219</u>	<u>-</u>
Total Noncurrent Liabilities	<u>3,018,136</u>	<u>12,336</u>	<u>9,955,786</u>	<u>12,986,258</u>	<u>-</u>
Total Liabilities	<u>4,663,335</u>	<u>55,044</u>	<u>10,376,438</u>	<u>15,094,817</u>	<u>22,712</u>
Net Assets:					
Invested in Capital Assets, Net of Related Debt	3,507,516	2,050,820	6,680,700	12,239,036	-
Restricted, Expendable for Capital Acquisitions	705,043	-	-	705,043	-
Unrestricted	<u>(2,867,163)</u>	<u>1,370,024</u>	<u>1,003,098</u>	<u>(494,041)</u>	<u>157,949</u>
Total Net Assets	<u>\$ 1,345,396</u>	<u>\$ 3,420,844</u>	<u>\$ 7,683,798</u>	<u>\$ 12,450,038</u>	<u>\$ 157,949</u>

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

Bladen County, North Carolina
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For The Fiscal Year Ended June 30, 2009

Exhibit 7

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Operating revenues:					
Charges for Services	\$ 1,648,489	\$ 2,074,599	\$ 1,496,024	\$ 5,219,112	\$ -
Water Taps	-	-	31,600	31,600	-
Other Operating Revenues	-	-	63,900	63,900	-
Total Operating Revenues	<u>1,648,489</u>	<u>2,074,599</u>	<u>1,591,524</u>	<u>5,314,612</u>	<u>-</u>
Operating expenses:					
Salaries and Employee Benefits	-	433,534	363,646	797,180	-
Operating Expenses	851,411	1,567,003	464,971	2,883,385	(190,727)
Hospital Operations	-	-	-	-	-
Depreciation	1,086,473	251,310	462,341	1,800,124	-
Total operating expenses	<u>1,937,884</u>	<u>2,251,847</u>	<u>1,290,958</u>	<u>5,480,689</u>	<u>(190,727)</u>
Total Operating Income (Loss)	<u>(289,395)</u>	<u>(177,248)</u>	<u>300,566</u>	<u>(166,077)</u>	<u>190,727</u>
Nonoperating Revenues(Expenses):					
Interest Earned on Investments	4,739	12,769	25,251	42,759	3,383
Interest Expense	(89,634)	-	(515,708)	(605,342)	-
Unrestricted Gifts & Bequest	-	-	-	-	-
Program Services	-	-	-	-	-
Equity in Loss of Joint Venture	-	-	-	-	-
Total Nonoperating Revenue (Expenses)	<u>(84,895)</u>	<u>12,769</u>	<u>(490,457)</u>	<u>(562,583)</u>	<u>3,383</u>
Income (Loss) Before Contributions and Transfers					
Contributions and Transfers	(374,290)	(164,479)	(189,891)	(728,660)	194,110
Capital Contribution	-	23,328	-	23,328	-
Extra Ordinary Gain on Sale of Hospital Operations	587,031	-	-	587,031	-
Transfer In	-	-	-	-	-
Transfer Out	-	-	-	-	-
Change in Net Assets	212,741	(141,151)	(189,891)	(118,301)	194,110
Total Net Assets, beginning	-	3,561,995	7,873,689	11,435,684	(36,161)
Effective of Restatement	1,132,655	-	-	1,132,655	-
Beginning Net Assets Restated	<u>1,132,655</u>	<u>3,561,995</u>	<u>7,873,689</u>	<u>12,568,339</u>	<u>(36,161)</u>
Total Net Assets, ending	<u>1,345,396</u>	<u>\$ 3,420,844</u>	<u>\$ 7,683,798</u>	<u>\$ 12,450,038</u>	<u>\$ 157,949</u>

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

Statement of Cash Flow**Proprietary Funds**

For The Fiscal Year Ended June 30, 2009

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Cash Flows From Operating Activities:					
Cash Received from Customers	\$ 1,000,000	\$ 2,020,175	\$ 1,528,558	\$ 4,548,733	\$ -
Cash Paid for Goods and Services	(299,696)	(1,579,673)	(477,578)	(2,356,947)	(26,434)
Cash Paid to Employees for Services	-	(432,321)	(362,216)	(794,537)	-
Other Operating Receipts	-	-	63,900	63,900	-
Customer Deposits	-	-	11,775	11,775	-
Net Cash Provided by (Used for) Operating Activities	<u>700,304</u>	<u>8,181</u>	<u>764,439</u>	<u>1,472,924</u>	<u>(26,434)</u>
Cash Flows from Noncapital Financing Activities:					
To Primary Government	-	-	-	-	-
From Primary Government	-	-	-	-	-
Principal Payments on Receivable Financing Agreement	-	-	-	-	-
Program Services	-	-	-	-	-
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:					
Acquisition and Construction of Capital Assets	-	(20,288)	(584,425)	(604,713)	-
Principal Paid on Bond Maturities and Capital Leases	-	-	(197,500)	(197,500)	-
Interest Paid on Bond/Note Maturities and Capital Leases	-	-	(515,708)	(515,708)	-
Proceeds of Capital Leases, Bonds and Notes	-	-	-	-	-
Capital Grants and Contributions	-	23,328	-	23,328	-
Net Cash Provided (Used for) Capital and Related Financing Activities	<u>-</u>	<u>3,040</u>	<u>(1,297,633)</u>	<u>(1,294,593)</u>	<u>-</u>
Cash Flows from Investing Activities:					
Advances to Joint Venture	-	-	-	-	-
Interest on investments	4,739	12,771	25,251	42,761	3,725
Net Cash Flows from Investing Activities:	<u>4,739</u>	<u>12,771</u>	<u>25,251</u>	<u>42,761</u>	<u>3,725</u>
Net Increase (Decrease) in Cash and Cash Equivalents	705,043	23,992	(507,943)	221,092	(22,709)
Cash Balances, Beginning	-	637,279	1,436,679	2,073,958	203,282
Cash Balances, Ending	<u>\$ 705,043</u>	<u>\$ 661,271</u>	<u>\$ 928,736</u>	<u>\$ 2,295,050</u>	<u>\$ 180,573</u>

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

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

	Hospital Rental Fund	Solid Waste Fund	Water District	Total	Internal Service Fund
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:					
Operating Activities:					
Operating Income (Loss)	\$ (289,395)	\$ (177,248)	\$ 300,566	\$ (166,077)	\$ 190,727
Adjustments to Reconcile Operating Income to Net Cash Provided					
Operating Activities:					
Depreciation	1,086,473	251,310	462,341	1,800,124	-
Operating Income Noncash Activity	(648,489)	-	-	(648,489)	-
Change in Provision for Doubtful Accounts	-	69,852	-	69,852	-
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable, advances Inventories and Prepays	-	(124,276)	934	(123,342)	-
Increase (Decrease) in Accounts Payable & Accrued Liabilities	551,715	(12,670)	(12,607)	526,438	(217,161)
in Customer Deposits	-	-	11,775	11,775	-
in Accrued Vacation Pay	-	1,213	1,430	2,643	-
Total Adjustments	<u>989,699</u>	<u>185,429</u>	<u>463,873</u>	<u>1,639,001</u>	<u>(217,161)</u>
Net Cash Provided by Operating Activities	<u>\$ 700,304</u>	<u>\$ 8,181</u>	<u>\$ 764,439</u>	<u>\$ 1,472,924</u>	<u>\$ (26,434)</u>

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

Bladen County, North Carolina
Statement of Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2009

Exhibit 9

Assets	<u>Agency Fund</u>
Cash and Cash Equivalents	\$ <u><u>51,538</u></u>
Liabilities and Net Assets	
Liabilities	
Miscellaneous Liabilities	\$ 49,981
Intergovernmental Payable	<u>1,557</u>
Total Liabilities	<u>51,538</u>
Net Assets	\$ <u><u>-</u></u>

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2009

NOTE 1: Summary of Significant Accounting Policies

The accounting policies of Bladen County, North Carolina (the County) and its component units conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The County, which is governed by a nine-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component units, legally separate entities for which the County is financially accountable. Bladen County Water District (*the District*) exists to provide and maintain a water system for the county residents within the district. The District is reported as an enterprise fund in the County's financial statements. The blended presentation method presents component units as a department or unit of the County, and offers no separate presentation as with the discrete method. Bladen County Industrial Facility and Pollution Control Financing Authority (*the Authority*) exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements.

Other entities and activities no longer included in these combined financial statements is the Bladen County Hospital including Bladen Medical Associates ("BMA") and Bladen County Hospital Foundation, Inc. (the "Foundation"). Operations of these entities were assumed by another entity on May 31, 2008. Therefore all operations ceased at that time. See Note 7 for financial information presented only as a disclosure.

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

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

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

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

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

The County reports the following major governmental funds:

General Fund: This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The County reports the following major enterprise funds:

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

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

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

The County reports the following fund types:

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

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

Measurement Focus, Basis of Accounting

In accordance with North Carolina General Statutes, all funds of the County are maintained during the year using the modified accrual basis of accounting.

Government-wide, Proprietary, and Fiduciary Fund Financial Statements. The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus, except for the agency funds which have no measurement focus. The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

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

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

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

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

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

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

C. Budgetary Data

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the general fund, the special revenue fund, (excluding grant and capital project funds), and the enterprise funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the capital projects fund. The enterprise capital project funds are consolidated with the enterprise operating funds for reporting purposes. All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds, and at the objective level for multi-year funds. The budget officer is authorized to transfer appropriations within a fund under the following conditions:

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

- c) He may transfer amounts between funds and from contingency appropriations within any fund with an official report on such transfers at the next regular meeting of the Board of Commissioners.

The governing board must approve all amendments. During the year, several immaterial amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

D. Assets, Liabilities, and Fund Equity

Deposits and Investments

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

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

The County and the District's investments are carried at fair value as determined by quoted market prices. The securities of the NCCMT Cash Portfolio, a SEC-registered (2a-7) money market mutual fund, are valued at fair value, which is the NCCMT's share price. The NCCMT term portfolio's securities are valued at fair value.

Cash and Cash Equivalents

The County pools money from several funds, to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents.

Assets Limited as to Use/Restricted Cash and Cash Equivalents

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

The unexpended bond proceeds of the Water Fund are classified as restricted assets for the enterprise fund because their use is completely restricted to the purpose for which the bonds were originally issued. Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected.

Ad Valorem Taxes Receivable

In accordance with State law [G.S. 105-347 and G.S. 159-13(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2008. As allowed by State law, the County has established a schedule of discounts that apply to taxes, that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

Allowance for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years.

Inventory and Prepaid Items

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

Capital Assets

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

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

	<u>Years</u>
Buildings	40
Improvements	40
Equipment	10
Vehicles	5
Plant and Distribution Systems	50

Long-term Obligations

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

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

Compensated Absences

The vacation policies of the County and the District allows all employees to accumulate unlimited and fully vested vacation. Although, no employee can carry forward more than thirty (30) days per year. Any amounts over the thirty (30) day limit is reclassified to sick leave. For the County's government-wide and proprietary funds an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned.

The sick leave policies of the County and the District provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since neither entity has any obligation for accumulated sick leave until it is actually taken, no accruals for sick leave have been made.

Net Assets/Fund Balances

Net Assets

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

Fund Balances

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

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

The governmental fund types classify fund balances as follows:

Reserved

Reserved for Encumbrances - Portion of fund balance available to pay for any commitments related to purchase orders and contracts, which remain unperformed at year-end.

Reserved by State Statute - Portion of fund balance, in addition to reserves for encumbrances, which is not available for appropriation under State law [G.S. 159-8(a)]. This amount is usually comprised of accounts receivable and interfund receivables, that are not offset by deferred revenues.

Unreserved

Designated for school capital reserve, emergency medical service and extension - These amounts represent sub-funds of the County, which the County has established in order to designate such amounts for future uses for the purposes above. Any amounts in such sub-funds, which were budgeted to the subsequent year's expenditures, are shown herein in the amount "designated for subsequent year's expenditures." Thus, the amounts shown herein as designated for the purposes above represent the unbudgeted amounts for such purposes.

Designated for Subsequent Year's Expenditures - Portion of total fund balance available for appropriation that has been designated for the adopted 2009-2010 budget ordinance.

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

E. Reconciliation of Government-wide and Fund Financial Statements

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

The governmental fund balance sheet included a reconciliation between fund balance-total governmental funds and net assets-governmental activities as reported in the government-wide statement of net assets. The net adjustment of \$(11,483,637) consists of several elements as follows:

<u>Description</u>	<u>Amount</u>
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 18,676,641
Less accumulated depreciation	<u>(10,545,741)</u>
Net capital assets	8,130,900
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are not available and therefore deferred in the fund statements	254,455
Notes Receivable reported in the fund financial statements as public safety expenditures and income.	370,161
Liabilities for revenue deferred but earned and therefore reported in the fund statements but not the government-wide	2,591,185
Internal service funds are used by management to charge the costs of certain activities, such as insurance, telecommunications, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net assets.	157,949
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:	
Bonds, leases, and installment financing	(21,475,013)
Compensated absences	(886,912)
Net Pension Obligation	(400,964)
Accrued interest payable	<u>(225,398)</u>
Total adjustment	\$ <u>(11,483,637)</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances-total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$1,290,635 as follows:

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	\$ 3,696,371
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements.	(919,384)
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net assets.	(4,133,320)
The remaining undepreciated cost of equipment sold during the year.	(32,292)
Expenses reported in public safety for the appropriation of fire districts, departments and towns within the county that are to be paid back netted against current year repayments.	370,161
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net assets in the government-wide statements	2,164,816
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements.	
Difference in interest expense between fund statements (modified accrual) and government-wide statements (full accrual)	(75,576)
A mortization of refunding cost not recorded on fund statements	(261,667)
Compensated absences are accrued in the government-wide statements but not in the fund statements because they do not use current resources	(108,450)
Net pension obligation is accrued in the government-wide statements but not in the fund statements because they do not use current resources	(46,788)
Net revenue of internal service funds determined to be governmental-type.	194,110
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements.	
Reversal of deferred tax revenue recorded at 7/1/08	(2,228,010)
Recording of tax receipts deferred in the fund statements as of 6/30/09	2,591,185
Increase in accrued taxes receivable for year ended 6/30/09	79,479
Total adjustment	\$ <u>1,290,635</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

NOTE 2: Stewardship, Compliance and Accountability

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

Noncompliance with North Carolina General Statutes.

The County's Tax Collector did not have an individual performance bond as required by State law [G.S. 159-29(c)]. State law requires individual performance bond for the finance officer and tax collector in addition to a blanket performance bond for all required employees. As of issuance date of the audit, an individual bond has been obtained for the tax collector.

B. Deficit Fund Balance or Net Assets of Individual Funds

None.

C. Excess of Expenditures over Appropriations

For the fiscal year ended June 30, 2009, the expenditures made in the Hospital Rental Fund were not budgeted. This fund was created as a result of agreements between the County and Cape Fear Valley Health Systems. This fund reports activity of the agreement which is all on behalf of the county as conducted by CFVHS. A budget was not established for the current period but will be adopted for future years as long as the agreement is in effect.

NOTE 3: Detail Notes On All Funds

A. Assets

1. Deposits

All of the County's and the District's deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County's or the District's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and the District, these deposits are considered to be held by their agents in the entities name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County, the Hospital, or the District, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County, the District and Bladen Leasing Corporation under the Pooling Method, the potential exists for the under-collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County, Hospital and the District rely on the State Treasurer to monitor those financial institutions. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The County, the District, and the Hospital do not have formal policies regarding custodial credit risk for deposits.

At June 30, 2009, the County's deposits had a balance of \$1,431,184 and a bank balance of \$1,249,409. Of the bank balance, \$250,000 was covered by federal depository insurance, the remaining \$1,181,184 was covered by collateral and held under the Pooling Method.

At June 30, 2009, the escrow account for the Hospital Rental Fund had a balance of \$705,043 and a bank balance of \$705,043.

2. Investments

At June 30, 2009 the County of Bladen had \$17,351,028 invested in the North Carolina Capital Management Trust Cash Portfolio which carried a credit rating of AAAM by Standard and Poor's. The County had no policy regarding credit risk.

At June 30, 2009 the District's Investments are included above, since it is a blended component unit.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

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

In accordance with the general statutes, agriculture, horticulture, and forestland may be taxed by the County at the present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is recomputed at market value for the current year and the three preceding fiscal years, along with the accrued interest from the original due date. This tax is immediately due and payable. The following are property taxes that could become due if present use-value eligibility is lost. These amounts have not been recorded in the financial statements.

Year Levied	Tax	Interest	Total
2005	165,618	39,334	204,952
2006	197,481	29,128	226,609
2007	205,571	11,820	217,391
2008	1,052,118	-	1,052,118
Total	<u>\$ 1,620,788</u>	<u>\$ 80,282</u>	<u>\$ 1,701,070</u>

4. Receivables

Receivables at the government-wide level at June 30, 2009, were as follows:

	Accounts	Taxes and Related Accrued Interest	Due From Other Governments	Other	Total
Governmental Activities:					
General	\$ 1,845,525	\$ 3,229,950	\$ 1,286,035	\$ -	\$ 6,361,510
Other Governmental	2,667	145,690	66,613	-	214,970
Total Receivables	1,848,192	3,375,640	1,352,648	-	6,576,480
Allowance for Doubtful Accounts	-	(530,000)	-	-	(530,000)
Total Governmental Activities	<u>\$ 1,848,192</u>	<u>\$ 2,845,640</u>	<u>\$ 1,352,648</u>	<u>\$ -</u>	<u>\$ 6,046,480</u>
Business-type Activities					
Landfill	\$ 31,052	\$ 897,035	\$ -	\$ -	\$ 928,087
Water and Sewer District	303,300	-	-	-	303,300
Total Receivables	334,352	897,035	-	-	1,231,387
Allowance for Doubtful Accounts	(4,290)	(160,000)	-	-	(164,290)
Total Business-type Activities	<u>\$ 330,062</u>	<u>\$ 737,035</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,067,097</u>

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

Local Option Sales Tax	<u>\$ 1,352,648</u>
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5. Capital Assets

Capital asset activity for the year ended June 30, 2009, was as follows:

	Beginning Balances	Adjustments	Increases	Decreases	Ending Balances
Primary Government					
Governmental Activities:					
Capital Assets not Being Depreciated:					
Land	\$ 201,310	\$ -	\$ 3,850	\$ -	\$ 205,160
Total Capital Assets not Being Depreciated:	<u>201,310</u>	<u>-</u>	<u>3,850</u>	<u>-</u>	<u>205,160</u>
Capital Assets Being Depreciated:					
Buildings	6,118,880	-	87,927	-	6,206,807
Equipment	5,087,228	-	3,378,457	(443,042)	8,022,643
Vehicles and Motor Equipment	4,080,016	-	226,137	(64,122)	4,242,031
Total Capital Assets Being Depreciated:	<u>15,286,124</u>	<u>-</u>	<u>3,692,521</u>	<u>(507,164)</u>	<u>18,471,481</u>
Less Accumulated Depreciation					
Buildings	3,747,351	-	111,638	-	3,858,989
Equipment	3,582,078	-	335,939	(410,750)	3,507,267
Vehicles and Motor Equipment	2,771,800	-	471,807	(64,122)	3,179,485
Total Accumulated Depreciation	<u>10,101,229</u>	<u>\$ -</u>	<u>\$ 919,384</u>	<u>\$ (474,872)</u>	<u>10,545,741</u>
Total Capital Assets Being Depreciated, net	<u>5,184,895</u>				<u>7,925,740</u>
Governmental Activity Capital Assets, net	<u>\$ 5,386,205</u>				<u>\$ 8,130,900</u>

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

General Government	\$ 191,174
Public Safety	549,785
Economic and Physical Development	-
Human Services	152,796
Cultural and Recreational	25,629
Total Depreciation Expense	<u>\$ 919,384</u>

	Beginning Balances	Adjustments	Increases	Decreases	Ending Balances
Business-type Activities:					
Solid Waste					
Capital Assets not Being Depreciated:					
Land	\$ 398,272	\$ -	\$ 16,671	\$ -	\$ 414,943
Total Capital Assets not Being Depreciated:	<u>398,272</u>	<u>-</u>	<u>16,671</u>	<u>-</u>	<u>414,943</u>
Capital Assets Being Depreciated:					
Buildings	2,365,814	-	-	-	2,365,814
Equipment	785,068	-	3,617	(8,000)	780,685
Vehicles and Motor Equipment	1,121,451	-	-	(418,558)	702,893
Total Capital Assets Being Depreciated:	<u>4,272,333</u>	<u>-</u>	<u>3,617</u>	<u>(426,558)</u>	<u>3,849,392</u>
Less Accumulated Depreciation					
Buildings	751,506	-	154,368	-	905,874
Equipment	622,456	-	57,875	(8,000)	672,331
Vehicles and Motor Equipment	1,014,801	-	39,067	(418,558)	635,310
Total Accumulated Depreciation	<u>2,388,763</u>	<u>\$ -</u>	<u>\$ 251,310</u>	<u>\$ (426,558)</u>	<u>2,213,515</u>
Total Capital Assets Being Depreciated, net	<u>1,883,570</u>				<u>1,635,877</u>
Solid Waste Capital Assets, Net	<u>\$ 2,281,842</u>				<u>\$ 2,050,820</u>

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

	Beginning Balances	Adjustments	Increases	Decreases	Ending Balances
Water District					
Capital Assets not Being Depreciated:					
Land	\$ 18,000	\$ -	\$ -	\$ -	\$ 18,000
Construction in Progress	5,992,060	-	483,500	-	6,475,560
Total Capital Assets not Being Depreciated:	6,010,060	-	483,500	-	6,493,560
Capital Assets Being Depreciated:					
Plant and Distribution Systems	15,186,723	-	11,575	-	15,198,298
Equipment	231,237	-	-	-	231,237
Vehicles and Motor Equipment	292,854	-	89,350	-	382,204
Total Capital Assets Being Depreciated:	15,710,814	-	100,925	-	15,811,739
Less Accumulated Depreciation					
Plant and Distribution Systems	4,649,920	-	423,726	-	5,073,646
Equipment	155,389	-	5,389	-	160,778
Vehicles and Motor Equipment	209,449	-	33,226	-	242,675
Total Accumulated Depreciation	5,014,758	\$ -	\$ 462,341	\$ -	5,477,099
Total Capital Assets Being Depreciated, net	10,696,056				10,334,640
Water District Capital Assets, Net	\$ 16,706,116				\$ 16,828,200
	Beginning 06/01/08	Adjustments	Increases	Decreases	Ending 06/30/09
Hospital Rental Fund					
Capital Assets not Being Depreciated:					
Land and Land Improvements	\$ 307,547	\$ -	\$ -	\$ -	\$ 307,547
Capital Assets Being Depreciated:					
Buildings and Fixed Equipment	12,656,980	-	-	-	12,656,980
Major Moveable Equipment	4,991,727	-	-	-	4,991,727
Assets Under Capital Leases	1,473,981	-	-	-	1,473,981
Total Capital Assets Being Depreciated:	19,122,688	-	-	-	19,122,688
Less Accumulated Depreciation and Amortization	12,949,482	-	1,177,065	-	14,126,547
Total Capital Assets Being Depreciated, net	6,173,206	-	(1,177,065)	-	4,996,141
Hospital Capital Assets, Net	6,480,753	\$ -	\$ (1,177,065)	\$ -	5,303,688
Business-type Activities Capital Assets, Net	\$ 25,468,711				\$ 24,182,708

The July 1, 2008 balance for the Hospital Rental Fund are the assets not assumed by Cape Fear Valley Health Systems in the assumption of operations agreement. These balances were reported previously as the Bladen County Hospital Fund and reported through 9/30/08. See Note 7 for further explanation.

B. Liabilities

1. Payables

Payables at the government wide level at June 30, 2009 were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Other	Total
Governmental Activities:					
General	\$ 2,825,856	\$ 412,467	\$ 225,398	\$ -	\$ 3,463,721
Other Governmental	23,397	5,002	-	-	28,399
Total Governmental Activities	\$ 2,849,253	\$ 417,469	\$ 225,398	\$ -	\$ 3,492,120
Business-type Activities					
Landfill	\$ 24,715	\$ 10,988	\$ -	\$ -	\$ 35,703
Water and Sewer District	8,551	8,700	42,202	-	59,453
Hospital Rental Fund	551,715	-	-	-	551,715
Total Business-type Activities	\$ 584,981	\$ 19,688	\$ 42,202	\$ -	\$ 646,871

Pension Plan Obligations and Other Postemployment Obligations

1. Local Governmental Employees' Retirement System

Plan Description - Bladen County contributes to the statewide Local Government Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS provides retirement and disability benefits to plan members and beneficiaries. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy - Plan members are required to contribute six percent of their annual covered salary. The County is required to contribute at an actuarially determined rate. For the County, the current rate for employees not engaged in law enforcement and for law enforcement officers is 4.89% and 4.78%, respectively, of annual covered payroll. The contribution requirements of members and of Bladen County are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2009, 2008, and 2007 were \$583,966, \$515,624 and \$481,265, respectively.

2. Law Enforcement Officers' Special Separation Allowance

Plan Description - Bladen County administers a public employee retirement system (the "Separation Allowance"), a single-employer defined benefit pension plan that provides retirement benefits to the County's qualified sworn law enforcement officers. The Separation Allowance is equal to .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provision to the North Carolina General Assembly. The County has made no contributions to this plan.

All full-time County law enforcement officers are covered by the Separation Allowance. At December 31, 2008, the Separation Allowance's membership consisted of:

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

Summary of Significant Accounting Policies

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

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

Contributions

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts on a pay as you go basis through appropriations through the general fund. During the year ended June 30, 2009, \$6,588 in benefits were paid. For the current year, the County contributed \$ 0, or 0% of annual covered payroll. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are paid by the general fund. Although the County has chosen the pay as you go basis, it does maintain actuarial valuations that state what should be contributed now to cover benefits.

BLADEN COUNTY, NORTH CAROLINA
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The annual required contribution for the current year was determined as part of the December 31, 2008 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.25% investment rate of return (net of administrative expenses) and (b) projected salary increases of 4.5 to 12.3% per year. Both (a) and (b) included an inflation component of 3.75%. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2008 was 22 years.

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

Employer annual required contribution	\$	45,357
Interest on net pension obligation		25,678
Adjustment to annual required contribution		(22,384)
Annual pension cost		<u>48,651</u>
Employer contributions made		<u>1,863</u>
Increase (decrease) in net pension obligation		46,788
Net pension obligation beginning of year		354,176
Net pension obligation end of year	\$	<u><u>400,964</u></u>

3 Year Trend Information:

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage APC Contributed	Net Pension Obligation
6/30/07	\$ 38,439	17.14 %	\$ 316,936
6/30/08	43,828	15.03	354,176
6/30/09	48,651	3.83	400,964

3. Supplemental Retirement Income Plan for Law Enforcement Officers

Plan Description - The County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy - Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to five percent of each officers salary, and all amounts contributed are vested immediately. Also, the law enforcement officers and other employees may make voluntary contributions to the plan. Contributions for the year ended June 30, 2009 were \$204,000, which consisted of \$98,840 from the County and \$105,160 from the law enforcement officers and other employees.

4. Register of Deeds' Supplemental Pension Fund

Plan Description - Bladen County also contributes to the Register of Deeds' Supplemental Pension Fund (Fund), a noncontributory, defined contribution plan administered by the North Carolina Department of State Treasurer. The Fund provides supplemental pension benefits to any eligible county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Register of Deeds' Supplemental Pension Fund is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy - On a monthly basis, the County remits to the Department of State Treasurer an amount equal to one and one half percent (1.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety-three percent (93%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining seven percent (7%) of the Fund's assets may be used by the State Treasurer in administering the Fund. For the fiscal year ended June 30, 2009, the County's required and actual contributions were \$1,887.

Healthcare Benefits and Other Postemployment Benefits

Healthcare Benefits

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

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

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

Contributions are determined as a percentage of covered monthly payroll. Annually, the monthly contribution rates to the Plan, which are intended to finance benefits and administrative expenses on a pay-as-you-go basis, are determined by the General Assembly in the Appropriations Bill. For the fiscal years ended June 30, 2009 the County paid all annual required contributions to the Plan for postemployment healthcare benefits of \$539,501 respectively. These contributions represented 4.1% of covered payroll.

Other Employment Benefits

The County has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, State administered, cost-sharing plan funded on a one year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest months salary in a row during the 24 months prior to the employee's death, but the benefit will be a minimum of \$25,000 and will not exceed \$50,000. All death benefit payments are made from the Death Benefit Plan. The County has no liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the post employment benefit amount and the other benefit amount. The County considers these contributions immaterial.

Deferred Revenues

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

Governmental Activities

	Deferred Revenue	Unearned Revenue
Prepaid taxes not yet earned(General)	\$ -	\$ 98,825
Taxes receivable, net(General)	2,445,495	-
Prepaid taxes not yet earned(Special Revenue)	-	4,209
Taxes receivable, net(Special Revenue)	145,690	-
Total	\$ 2,591,185	\$ 103,034

Business type activities-Bladen County Hospital Fund

As mentioned with more detail in Note 7, the sale of the Hospital operations created a recognized gain of \$2,935,153 based on net value of assets and liabilities assumed by Cape Fear Valley Health Systems. This is being amortized over the five year agreement. At June 30, 2009 \$2,315,448 was deferred for future years and \$587,031 of that is considered current for the next operating period.

Risk Management

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

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

The County carries commercial coverage for all other risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years. Flood insurance is obtained for property located within a flood plain.

Contingent Liabilities

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

Long-Term Obligations

Installment Purchases

BB&T dated August 25, 2008 in the amount of \$2,100,000 for the installment purchase of county wide radio system in 10 annual payments of \$247,654 including interest at 3.87%. Final payment due August 2017. Balance at June 30, 2009 is \$1,852,346.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

BB&T dated December 18, 2008 in the amount of \$280,990 for installment purchase of fire and alarm system at Bladen Community College in 5 annual payments of \$59,916 including interest at 3.31%. Final payment due December 2012. Balance at June 30, 2009 is \$221,074.

BB&T dated August 25, 2008 in the amount of \$100,000 for installment purchase of jail surveillance equipment in 3 annual payments of \$34,444 including interest at 3.37%. Final payment due December 2010. Balance at June 30, 2009 is \$65,555.

BB&T dated August 25, 2008 in the amount of \$316,988 for installment purchase of financial software system in 5 annual payments of \$67,491 including interest at 3.23%. Final payment due August 2017. Balance at June 30, 2009 is \$249,497.

Bank of America dated September 25, 2008 in the amount of \$1,335,342 for installment purchase of energy savings equipment system. Payments beginning Feb 2009 with 12 monthly payments of 9,684, then 12 monthly payments of \$8,490, then 12 payments of 8,745, then 12 monthly payments of \$9,007, then 12 monthly payments of 9,278, then 12 monthly payments of 9,556, then 12 monthly payments of \$9,842, then 12 monthly payments of \$10,138, then 12 monthly payments of \$10,442, then 12 monthly payments of \$10,755, then 12 monthly payments of \$11,078, then 12 monthly payments of \$11,411, then 12 monthly payments of \$22,753, then 12 monthly payments of \$12,106, then 12 monthly payments of \$12,469 all payments include interest at 4.15%. Final payment due January 2024. Balance at June 30, 2009 is \$1,328,728.

For Bladen County, the future minimum payments as of June 30, 2009 are as follows:

Year Ending 30-Jun	Governmental Activities	
	Principal	Interest
2010	376,464	143,280
2011	383,089	129,570
2012	365,946	115,363
2013	382,842	101,657
2014	273,078	87,298
2015-2020	1,345,668	261,360
2021-2026	590,113	60,287
Total	\$ 3,717,200	\$ 898,815

Capital Leases

The County has entered into agreements to lease certain equipment and buildings. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

Capital Leases at June 30, 2009, were as follows:

Governmental Activities

BB&T agreement dated November 23, 2004 in the amount of \$240,000 for lease purchase of ambulances in 60 monthly payments of \$4,405 including interest at 3.86. Final payment due November 2009. Balance at June 30, 2009 is \$21,813.

First Citizens agreement dated August 2007 in the amount of \$395,779 for lease purchase of computer upgrades, Sheriff automobiles and EMS equipment in 3 annual payments of \$136,722 including interest at 3.68%. Final payment due August 2009. Balance at June 30, 2009 is \$131,858.

First Citizens agreement dated May 2008 in the amount of \$56,000 for lease purchase of 2 Sheriff automobiles in 3 annual payments of \$19,276 including interest at 3.30%. Final payment due May 2010. Balance at June 30, 2009 is \$18,660.

First Citizens agreement dated December 2007 in the amount of \$219,320 for lease purchase of 3 ambulances payable in 59 monthly payments of \$4,034 including interest at 3.44%. Final payment due October 2012. Balance at June 30, 2009 is \$152,147.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Business-type Activities
Hospital Rental Fund

Capital lease collateralized by equipment, with imputed interest at 8.25%, payable in monthly installments of \$19,279, through May 2010. Balance at June 30, 2009 was \$183,979.

Capital lease collateralized by equipment, with imputed interest at 8.25%, payable in monthly installments of \$6,901, through June 2010. Balance at June 30, 2009 was \$78,711.

Capital lease collateralized by equipment, with imputed interest at 8.25%, payable in monthly installments of \$421, through December 2010. Balance at June 30, 2009 was \$7,115.

Under the terms of all agreements, title passes to the County and Hospital at the end of the lease term.

The following is an analysis of the assets recorded under capital leases in the County's Fixed Assets at June 30, 2009:

In General Fixed Assets:

Classes of Property	
Equipment	\$ 971,016
Total	<u>\$ 971,016</u>

For Bladen County, the future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2009 were as follows:

Year Ending 30-Jun	Governmental Activities		Year Ending 30-Jun	Business Type Activities Bladen County Hospital	
	Principal	Interest		Principal	Interest
2010	216,202	10,104	2010	259,988	14,194
2011	45,393	2,887	2011	9,817	128
2012	46,980	1,296	2012	-	-
2013	15,903	69	2013	-	-
2014	-	-	2014	-	-
Thereafter	-	-	Thereafter	-	-
Total	<u>\$ 324,478</u>	<u>\$ 14,356</u>	Total	<u>\$ 269,805</u>	<u>\$ 14,322</u>

Installment Purchases

Business-type Activities
Hospital Rental Fund

Note payable collateralized by deed of trust on certain real estate, interest rate at 5.16%, and payable in monthly installments of \$9,592 through July 2015. Balance at June 30, 2009 was \$592,610.

Notes payable collateralized by Hospital building improvements, interest at 3.65%, and payable in fixed principal payments of \$13,197 through 2011 and fixed principal payments of \$5,424 through 2019. Balance at June 30, 2009 was \$933,757.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

For Bladen County, the future minimum payments as of June 30, 2009 are as follows:

Year Ending 30-Jun	Business Type Activities Bladen County Hospital	
	Principal	Interest
2010	\$ 246,465	\$ 59,949
2011	251,039	49,539
2012	216,346	39,127
2013	166,104	31,009
2014	171,441	17,676
2015-2020	436,839	40,245
2021-2026	38,133	461
Total	\$ 1,526,367	\$ 238,006

General Obligation Indebtedness

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

In addition to the general obligation bonds described above, the County has issued two special obligation bonds to finance a hospital fitness center and a solid waste transfer station. The hospital fitness center is not reported in the General Long-term Debt Fund and the transfer station is reported in the solid waste fund. The Bladen County Hospital will be making payments for the fitness center from operating revenues and has included the debt amount within its liabilities.

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

Serviced by the County's General Fund:

\$ 2,695,000 October 1997 refunding Hospital Bonds payment interest payments every six months at an annual rate of 4.0%. Principle payments are made by February of each year at increasing payment amounts, final payment is due February 1, 2011. Due to the nature of this debt for noncounty owned property, this is not considered capital debt.	\$ 385,000
\$ 25,000,000 November 2004 refunding School bond payment interest payments every six months at an annual rate of 5.6%. Principle payments are made by May of each year at increasing payment amounts; final payment is due May 1, 2021. Due to the nature of this debt for noncounty owned property, this is not considered capital debt.	17,310,000
	<u>\$ 17,695,000</u>

General obligation bonds serviced by the Bladen County Water District:

\$ 150,000 February 1990 water bonds due in annual installments varying from \$ 10,800 to \$ 2,120; interest at 6%.	\$ 103,500
\$ 2,068,000 April 1996 water bonds due in annual installments varying from \$ 122,815 to \$ 92,290 including interest at 4.875% per annum. Principal portion will not be included with payment until June 1998.	1,728,000
\$ 900,000 April 1996 water bonds due in annual installments varying from \$ 53,875 to \$ 41,950 including interest at 4.875% per annum. Principal portion will not be included with payment until June 1998.	754,000
\$ 1,318,000 February 1990 water bonds due in annual installments varying from \$ 88,762 to \$ 24,085; interest at 5.75%.	935,000

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

\$ 5,983,000 May 2002 water bonds due in annual installments varying from \$ 346,693 to \$ 261,875; interest at 4.75%. Principle portion will not be included until the June 2004 payment. 5,560,000

\$ 1,400,000 May 1992 water bonds due in annual installments varying from \$ 94,000 to \$ 57,105; interest at 5.75%. 1,067,000

Total \$ 10,147,500

Advance Refunding

November 2004, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County' financial statements. On June 30, 2009, \$15,250,000 of bonds outstanding defeased.

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

Year Ending 30-Jun	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2010	1,555,000	729,210	207,000	506,422
2011	1,605,000	648,240	218,000	495,799
2012	1,440,000	597,050	230,000	439,947
2013	1,460,000	553,850	241,000	472,796
2014	1,510,000	480,850	253,000	460,419
2015-2020	7,660,000	1,508,650	1,463,500	2,093,150
2021-2026	2,465,000	137,400	1,751,000	1,687,266
2027-2032	-	-	2,014,500	1,049,660
2033-2038	-	-	1,891,500	717,858
2039-2044	-	-	1,378,000	303,115
2045-2050	-	-	500,000	35,625
Total	<u>\$ 17,695,000</u>	<u>\$ 4,655,250</u>	<u>\$ 10,147,500</u>	<u>\$ 8,262,057</u>

At June 30, 2009, Bladen County had no bonds authorized and had a legal debt margin of \$184,486,090.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

Changes in General Long-Term Debt

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

	Balance July 1, 2008	Increases	Decreases	Balance June 30, 2009	Current Portion
Governmental Activities:					
General Obligation Debt	\$ 19,205,000	\$ -	\$ (1,510,000)	\$ 17,695,000	\$ 1,555,000
Less Deferred Loss on Defeasance	523,332	-	(261,667)	261,665	
Total General Obligation Debt	18,681,668	-	(1,248,333)	17,433,335	1,555,000
Capitalized Leases	563,174	-	(238,696)	324,478	216,202
Installment Purchases	-	4,133,320	(416,120)	3,717,200	376,464
Net Pension Obligation	354,176	46,788	-	400,964	-
*Compensated Absences	778,462	754,687	(646,237)	886,912	646,237
Total Governmental Activities	<u>\$ 20,377,480</u>	<u>\$ 4,934,795</u>	<u>\$ (2,549,386)</u>	<u>\$ 22,762,889</u>	<u>\$ 2,793,903</u>

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

	Balance July 1, 2008	Increases	Decreases	Balance June 30, 2009	Current Portion
Business-Type Activities:					
Solid Waste and Water District					
General Obligation Debt	\$ 10,345,000	\$ -	\$ (197,500)	\$ 10,147,500	\$ 207,000
*Compensated Absences	40,208	17,872	(15,229)	42,851	15,229
Total Solid Waste & Water District	<u>10,385,208</u>	<u>17,872</u>	<u>(212,729)</u>	<u>10,190,351</u>	<u>222,229</u>
Hospital Rental Fund					
Capitalized Leases	623,911	-	(354,106)	269,805	259,988
Installment Purchases	1,788,396	-	(262,029)	1,526,367	246,465
Total Hospital	<u>2,412,307</u>	<u>-</u>	<u>(616,135)</u>	<u>1,796,172</u>	<u>506,453</u>
Total Business-Type Activities	<u>\$ 12,797,515</u>	<u>\$ 17,872</u>	<u>\$ (828,864)</u>	<u>\$ 11,986,523</u>	<u>\$ 728,682</u>

The July 1, 2008 balance for the Hospital Rental Fund is the balance of debt not assumed by Cape Fear Valley Health Systems in the assumption of operations agreement. These balances were reported previously as the Bladen County Hospital Fund and report

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

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

<u>Interfund Activity</u>	<u>From</u>	<u>To</u>
Transfers From/To Other Funds at June 30, 2009, consists of the following:		
<u>General Fund</u>		
1 Industrial Fund	\$	\$ 515,039
1 Reassessment Fund		122,745
2 General Area Fire District	30,000	
<u>Special Revenue Fund</u>		
Industrial Fund		
General Fund	515,039	
Re-Assessment Fund		
General Fund	122,745	
General Area Fire District		
General Fund		30,000
<u>Enterprise Fund</u>		
3 Water Capital Project-Phase IIC	416,700	
Water Capital Project-CDBG		416,700
Total Transfers From/To Other Funds	\$ <u>1,084,484</u>	\$ <u>1,084,484</u>

- 1 Transfers were made to supplement operations for the receiving fund.
- 2 Transfer was made to reimburse General Fund for public safety expenditures.
- 3 Transfer was made as part of capital project.

NOTE 4: Joint Ventures

The County, in conjunction with the State of North Carolina and the Bladen County Board of Education, participates in a joint venture to operate Bladen Community College. Each of the three participants appoints four members of the thirteen-member board of trustees of the community college. The president of the community college's student government serves as an ex officio nonvoting member of the community college's board of trustees. The community college is included as a component unit of the State. The county has the basic responsibility for providing funding for the facilities of the community college and also provides some financial support for the community college's operations. The County contributed \$632,564 and \$0 to the community college for operating and capital purposes, respectively, during the fiscal year ending June 30, 2009. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2009. Complete financial statements for the community college may be obtained from the community college's administrative offices at P.O. Box 266, Dublin, NC 28332.

Jointly Governed Organization

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

The County, in conjunction with three other counties and twenty-one municipalities, established the Lumber River Council of Governments (Council). The participating governments established the Council to coordinate various funding received from federal and state agencies. Each participating government appoints one member to the Council's governing board. The Council is a self-sufficient organization because its members' dues represent a small portion of its total revenues. The County paid membership fees of \$17,777 to the Council during the fiscal year ended June 30, 2009. The County was the subrecipient of a grant for \$379,453 from the U.S. Department of Health and Human Services and the Division of Aging of the North Carolina Department of Human Resources that was passed through the council.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

NOTE 5: Benefit Payments Issued by the State

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

	<u>Federal</u>	<u>State</u>
Medicaid	40,996,323	16,656,059
Temporary Assistance to Needy Families	627,268	-
Food Stamps	7,188,252	-
WIC	820,694	-
Adoption Assistance	92,868	17,475
IV-E Foster Care	30,280	4,352
Independent Living Grant	159	-
Energy Assistance	362,030	-
	<u>50,117,874</u>	<u>16,677,886</u>

NOTE 6: Summary Disclosure of Significant Commitments and Contingencies

Federal and State Assisted Programs

The County has received proceeds from several federal and State grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

Contingent Liability – Retiree Health Care and LGERS

On July 1, 2005, the County joined the North Carolina State Employees’ Health Plan (SHP) as a participating member. The County chose to cover both its current and retired employees that met their internal requirements for receiving this benefit. The County’s internal requirements for retired employees at that time required County employees to have twenty years of service to receive retiree health insurance benefits while State employees under the SHP only needed five years of service to receive retiree health insurance benefits. It was the County’s understanding upon joining SHP that the County had the option to keep its internal requirements for retired employees and that the County would pay a set monthly premium for each participating retired employee as opposed to paying a percentage of active payroll as other state agencies did at the time. The County began receiving and paid monthly invoices from the State Health Plan effective July 1, 2005 for the premiums on these retired employees. The Notice of Employer Contribution Rates which the County received from the North Carolina Department of State Treasurer Retirement Services’ Division for FY 2005-2006 and FY 2006-2007 did not include any percentage of payroll requirements for retiree health insurance coverage.

During Fiscal Year 2007-2008, the County became aware that G.S. 135-40, the statute that allowed certain local governments to participate in the SHP, was interpreted to mean that all member units were to pay a percentage of payroll to the LGERS for retiree health coverage. The County paid the premiums for its retiree coverage directly to SHP, based upon a per participant rate, beginning July 1, 2005 until June 30, 2008, in lieu of paying the stated percentage of payroll to LGERS. The net difference of the amount paid to SHP and the accumulated amount due under the percentage of payroll calculation is \$810,538. It is not known at this time if the County will be required to pay this amount to LGERS or when any repayment may occur. Beginning July 1, 2008, the County began paying the required percentage of payroll to LGERS and ceased paying premiums directly to SHP for its retiree coverage.

NOTE 7: Bladen County Hospital Financial Information from October 1, 2008 through May 31, 2008

The below information for the Bladen County Hospital as of the May 31, 2008 is reported for disclosure only. The Hospital is normally included with the County’s financial information as of September 30 period end. The Hospital ceased operations as of May 31, 2008, which is a yearend not ending in the fiscal year of Bladen County and therefore is not to be included with the County as in years past.

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

On June 1, 2008, the Hospital and BMA entered into a lease and operating agreement with Cape Fear Valley Health Systems (CFVHS). As described in the lease and operating agreement, most assets of the Hospital and BMA were assigned to CFVHS, except for items constituting capital assets (land, buildings and equipment) of the Hospital. These capital assets are leased to CFVHS. CFVHS will assume all operating liabilities, except for the long-term debt included in the Long-term Obligation section of Note 3. The long-term debt and all other liabilities not assumed by CFVHS, were assumed by Bladen County and are presented in the Long-term Obligation section of Note 3 for Hospital Debt reported as June 30, 2009. The amount of liabilities assigned over the value of assets created a gain of \$2,935,153 to amortized over a five year period as related to the below lease term.

The lease and operating agreement have an initial term of five years, commencing on June 1, 2008 and ending on May 31, 2013. CFVHS shall have the right to extend the initial term for up to four additional five year terms. CFVHS shall pay to the Hospital \$1,000,000 a year and such amount shall be deposited into an escrow account. Escrow funds are to be used to fund or reimburse CFVHS for capital improvements or repairs, to fund construction of a new hospital facility, and to indemnify CFVHS as required by the lease agreement. Additionally, CFVHS shall be obligated to fund necessary capital expenditures associated with the cost of capital replacement and expansion for the Hospital in the amount of \$2,500,000 over the initial term, or approximately \$500,000 per year. Any capital expenditures incurred by CFVHS during the term of the initial lease shall be credited against the capital expenditure commitment.

The Hospital may terminate the lease without cause upon CFVHS's notice to the Hospital to exercise the purchase option described in the agreements. If such termination is initiated, the Hospital will be required to pay CFVHS the difference between net asset value (as defined in the agreement) from the commencement date to the termination date. In addition, if CFVHS terminates the agreement for cause, the County shall reimburse CFVHS for the cost of all capital improvements made by CFVHS since inception.

Because of the above agreements, the County created the Hospital Rental Fund to receive the unassigned assets and liabilities of the Hospital. This fund also reports all rental revenue and expenditures, even though some of the transactions are completed by CFVHS on behalf of the County.

The Hospital and BMA did have an audit of the financial statements, which is issued separately. Below are the Statement of Net Assets and the Statement of Revenues, Expenses and Changes in Net Assets as presented in that audit.

Bladen County Hospital
Statement of Fund Net Assets
Proprietary Funds
May 31, 2008

Assets	Liabilities
Current Assets:	Current Liabilities:
Cash and Investments \$ 305,555	Payable Under Receivables
Taxes Receivable -	Financing Agreement \$ 316,335
Accounts Receivable (Net) 3,334,060	Accounts Payable &
Other Receivables 422,031	Accrued Expenses 6,017,406
Inventories 313,103	Estimated Third-Party
Prepaid Expenses 77,860	Payer Settlements -
Advances to Affiliated Non-	Due to General Fund 500,000
Profit Organization -	Customer Deposits -
<u> 4,452,609</u>	Compensated Absences Payable 466,101
Noncurrent assets:	Deferred Revenue -
Restricted Assets	Capitalized Leases -
Cash 69,905	Current Maturities -
Long-term investment 193,127	Bond\Long-term Debt -
Other Receivable 147,897	Current Maturities 1,044,497
Capital Assets:	<u> 8,344,339</u>
Land, Improvements, and	Liabilities to be Paid from Restricted Assets:
Construction in Progress 307,547	Accrued Expenses -
Other Capital Assets,	Noncurrent Liabilities:
Net of Depreciation 6,173,206	Compensated Absences Payable -
<u> 6,891,682</u>	Deferred Revenue -
Total Noncurrent Assets	Bonds\Long-term
Total Assets \$ <u><u>11,344,291</u></u>	Debt - Noncurrent 1,866,658
	<u> 1,866,658</u>
	Total Noncurrent Liabilities 1,866,658
	Total Liabilities <u><u>10,210,997</u></u>
	Net Assets:
	Invested in Capital Assets,
	Net of Related Debt 3,445,656
	Restricted, Expendable for
	Capital Acquisitions 16,787
	Specific Operating Activities 53,118
	Unrestricted (2,382,267)
	<u> 1,133,294</u>
	Total Net Assets \$ <u><u>1,133,294</u></u>

Bladen County Hospital
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For The Fiscal Year Ended May 31, 2008

	Bladen County Hospital
Operating revenues:	
Charges for Services	\$ 13,735,381
Water Taps	-
Other Operating Revenues	356,749
Total Operating Revenues	14,092,130
Operating expenses:	
Salaries and Employee Benefits	-
Operating Expenses	-
Hospital Operations	16,031,216
Depreciation	767,679
Total operating expenses	16,798,895
Total Operating Income (Loss)	(2,706,765)
Nonoperating Revenues(Expenses):	
Interest Earned on Investments	17,966
Interest Expense	(218,268)
Unrestricted Gifts & Bequest	49,539
Program Services	(74,908)
Equity in Loss of Joint Venture	(46,300)
Total Nonoperating Revenue (Expenses)	(271,971)
Income (Loss) Before Contributions and Transfers	(2,978,736)
Capital Contribution	89,263
Transfer In	-
Transfer Out	-
Change in Net Assets	(2,889,473)
Total Net Assets, beginning	3,849,411
Effective of Restatement	173,356
Beginning Net Assets Restated	4,022,767
Total Net Assets, ending	\$ 1,133,294

BLADEN COUNTY, NORTH CAROLINA
Notes to the Financial Statements

NOTE 8: PRIOR PERIOD ADJUSTMENT

As mentioned in the notes, the Bladen County Hospital ceased operations on May 31, 2008. Bladen County's previous audit included the Hospital's operations through September 30, 2007. Since May 31, 2008 did not fall in the County's June 30, 2009 fiscal year, the Hospital's financial statements were not included in the County's audit. The beginning net assets of the business type activities were restated to remove the Hospital's ending net assets and retained earnings. The beginning net assets of the business type activities were also restated to show the net assets of the Hospital that were not assumed by CFVHS agreement. This is presented in the Hospital Rental Fund. The fixed assets and debt are shown in the respective note disclosures as the beginning balance.

Required Supplementary Financial Data

The section contains additional statements required by Generally Accepted Accounting Principles

Law Enforcement Officers' Special Separation Allowance
Schedule of Funding Progress

Law Enforcement Officers' Special Separation Allowance
Schedule of Employer Contributions

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

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

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Projected Unit Credit (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll ((b - a)/c)
12/31/2001	-	\$ 271,559	271,559	0.0%	1,144,543	23.73%
12/31/2002	-	242,476	242,476	0.0%	1,066,931	22.73%
12/31/2003	-	271,794	271,794	0.0%	1,039,360	26.15%
12/31/2004	-	282,762	282,762	0.0%	1,128,038	25.07%
12/31/2005	-	253,473	253,473	0.0%	1,285,553	19.72%
12/31/2006	-	287,143	287,143	0.0%	1,539,225	18.66%
12/31/2007	-	338,531	338,531	0.0%	1,682,283	20.12%
12/31/2008	-	367,284	367,284	0.0%	1,964,621	18.69%

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

<u>Year Ended June 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation End of Year</u>
2004	35,818	23.36%	221,744
2005	38,049	21.18%	251,736
2006	40,107	16.85%	285,085
2007	38,439	17.14%	316,936
2008	43,828	15.03%	354,176
2009	48,651	3.83%	400,964

Notes to the Required Schedules:

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

Valuation Date	12/31/2008
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Percent of Pay Closed
Remaining Amortization Period	23 Years
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return	7.25%
Projected Salary Increases	4.5% - 12.3%
Includes Inflation at	3.75%
Cost of Living Adjustments	None

Combining and Individual Fund Statements and Schedules

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Positive (Negative)
Revenues:			
Ad Valorem Taxes:			
Current Year Taxes		\$ 16,376,769	
Prior Year Taxes		2,141,169	
Penalties and Interest		261,025	
Total	\$ 18,137,618	18,778,963	\$ 641,345
Local Option Sales Taxes:			
Article 39		1,638,418	
Article 40		1,559,018	
Article 42		1,549,784	
Article 44		519,278	
Total	5,057,552	5,266,498	208,946
Other Taxes and Licenses:			
Privilege Licenses		2,962	
Real Estate Transaction Tax		113,046	
Total	126,000	116,008	(9,992)
Restricted Intergovernmental:			
State and Federal Grants		7,866,962	
Controlled Substance Tax		21,439	
ABC Tax		4,488	
Facilities Fees		63,575	
Total	8,586,933	7,956,464	(630,469)
Permits and Fees:			
Building Permits and Inspection Fees		133,254	
Other Permits		10,970	
Register of Deeds		123,721	
Gun Permits		5,905	
Total	305,664	273,850	(31,814)
Sales and Services:			
Rent and Concessions		48,550	
Jail and Inmate Fees		46,095	
Administrative Fees		180,000	
Fees - Health Department		1,204,668	
Data Processing, Mapping, Tax Notices		2,237	
Recreation Fees		52,589	
Court Costs, Fees & Charges		99,460	
Miscellaneous Fees		84,984	
Library Fines, Fees, Contributions		20,354	
Environmental Health Fees		43,023	
Soil Conservation - Ad Sales		4,500	
Billing for EMS		3,706,394	
Economic Development Reimbursements		53,571	
Motor Pool Reimbursements		127,747	

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Positive (Negative)
Sheriff Reimbursements		372,650	
Total	6,068,216	6,046,822	(21,394)
Investment Earnings	319,100	239,188	(79,912)
Miscellaneous:			
Sale of Assets/Insurance Claims		49,857	
VIPER Payments		49,217	
Miscellaneous		138,688	
Total	180,732	237,762	57,030
 TOTAL REVENUES	 38,781,815	 38,915,555	 133,740
Expenditures:			
General Government:			
Governing Body:			
Salaries		81,005	
Employee Benefits		18,446	
Capital Outlay		-	
Insurance and Bonds		981,765	
Other Operating Expenditures		190,671	
Special Appropriation		61,351	
Total	1,355,415	1,333,238	22,177
Administration:			
Salaries		133,269	
Employee Benefits		30,096	
Capital Outlay		-	
Other Operating Expenditures		12,249	
Total	175,890	175,614	276
Personnel:			
Salaries		94,864	
Employee Benefits		23,839	
Capital Outlay		-	
Other Operating Expenditures		7,404	
Total	132,994	126,107	6,887
Planning and Community Development:			
Salaries		67,971	
Employee Benefits		16,972	
Capital Outlay		-	
Other Operating Expenditures		6,209	
Total	91,073	91,152	(79)

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Elections:			
Salaries		101,783	
Employee Benefits		26,461	
Capital Outlay			
Contracted Services		50,351	
Other Operating Expenditures		29,353	
Total	<u>252,454</u>	<u>207,948</u>	<u>44,506</u>
Finance:			
Salaries		190,512	
Employee Benefits		45,706	
Capital Outlay		234,508	
Other Operating Expenditures		50,364	
Total	<u>622,601</u>	<u>521,090</u>	<u>101,511</u>
Taxes:			
Salaries		197,959	
Employee Benefits		59,122	
Capital Outlay		-	
Other Operating Expenditures		56,456	
Professional Services		35,183	
Contracted Services		70,731	
Total	<u>442,736</u>	<u>419,451</u>	<u>23,285</u>
Data Processing:			
Salaries		71,336	
Employee Benefits		16,662	
Capital Outlay		-	
Other Operating Expenditures		107,041	
Total	<u>229,131</u>	<u>195,039</u>	<u>34,092</u>
Mapping:			
Salaries		82,619	
Employee Benefits		26,744	
Capital Outlay		-	
Other Operating Expenditures		12,793	
Total	<u>133,449</u>	<u>122,156</u>	<u>11,293</u>
Register of Deeds:			
Salaries		131,452	
Employee Benefits		36,332	
Capital Outlay		-	
Other Operating Expenditures		115,046	
Total	<u>303,361</u>	<u>282,830</u>	<u>20,531</u>

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Operational Services:			
Central Services and Administration:			
Salaries		151,445	
Employee Benefits		42,691	
Capital Outlay		1,335,342	
Other Operating Expenditures		387,533	
Contracted Services		34,263	
Total	<u>1,943,846</u>	<u>1,951,274</u>	<u>(7,428)</u>
Court Facilities:			
Capital Outlay		-	
Other Operating Expenditures		10,416	
Total	<u>45,100</u>	<u>10,416</u>	<u>34,684</u>
Central Services - Vehicle Maintenance:			
Salaries		53,778	
Employee Benefits		13,605	
Capital Outlay		-	
Other Operating Expenditures		516,061	
Total	<u>629,478</u>	<u>583,444</u>	<u>46,034</u>
Housekeeping:			
Salaries		134,455	
Employee Benefits		47,062	
Capital Outlay		-	
Other Operating Expenditures		51,093	
Total	<u>242,559</u>	<u>232,610</u>	<u>9,949</u>
Total General Government	<u>6,600,087</u>	<u>6,252,369</u>	<u>347,718</u>
Public Safety:			
Sheriff:			
Salaries		2,118,193	
Employee Benefits		660,029	
Capital Outlay		162,556	
Contracted Services		62,865	
Other Operating Expenditures		148,072	
Total	<u>3,139,964</u>	<u>3,151,715</u>	<u>(11,751)</u>
Communications:			
Salaries		283,826	
Employee Benefits		84,329	
Contracted Services-VIPER		407,580	
Capital Outlay		1,408,342	
Other Operating Expenditures		46,261	
Total	<u>2,522,041</u>	<u>2,230,338</u>	<u>291,703</u>

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Positive (Negative)
Jail:			
Salaries		601,423	
Employee Benefits		154,543	
Capital Outlay		99,734	
Contracted Services		-	
Professional Services		256,583	
Other Operating Expenditures		250,456	
Total	1,387,566	1,362,739	24,827
Animal Control:			
Salaries		74,343	
Employee Benefits		19,984	
Capital Outlay		87,926	
Other Operating Expenditures		10,289	
Total	217,001	192,542	24,459
Emergency Management:			
Salaries		62,302	
Employee Benefits		14,368	
Capital Outlay		-	
Other Operating Expenditures		23,614	
Total	111,688	100,284	11,404
Rescue Squads:			
Salaries		1,590,079	
Employee Benefits		373,086	
Capital Outlay		90,196	
Contracted Services		314,651	
Bad Debts		467,047	
Other Operating Expenditures		391,999	
Total	4,078,832	3,227,058	851,774
Inspection:			
Salaries		172,307	
Employee Benefits		46,264	
Capital Outlay		-	
Other Operating Expenditures		11,343	
Total	232,101	229,914	2,187
Coroner:			
Salaries		4,988	
Employee Benefits		565	
Professional Services		14,700	
Other Operating Expenditures		2,888	
Total	27,883	23,141	4,742

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Special Appropriations:			
Forest Services	116,964	116,964	
Storm Preparation	5,000	688	
Beaver Control	5,200	5,200	
Total	<u>127,164</u>	<u>122,852</u>	<u>4,312</u>
Total Public Safety	<u>11,844,240</u>	<u>10,640,583</u>	<u>1,203,657</u>
Economic and Physical Development:			
Agricultural Extension:			
Salaries		146,887	
Employee Benefits		36,241	
Capital Outlay		-	
Other Operating Expenditures		33,604	
Total	<u>276,137</u>	<u>216,732</u>	<u>59,405</u>
Soil Conservation:			
Salaries		76,457	
Employee Benefits		20,689	
Capital Outlay		-	
Other Operating Expenditures		6,392	
Total	<u>114,387</u>	<u>103,538</u>	<u>10,849</u>
Special Appropriations:			
Airport Contribution	40,425	40,000	
Total	<u>40,425</u>	<u>40,000</u>	<u>425</u>
Total Economic and Physical Dev.	<u>430,949</u>	<u>360,270</u>	<u>70,679</u>
Human services:			
Health:			
Administration:			
Salaries		335,216	
Employee Benefits		92,758	
Capital Outlay			
Professional Services		4,484	
Other Operating Expenditures		75,577	
Total	<u>579,672</u>	<u>508,035</u>	<u>71,637</u>

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Positive (Negative)
Environmental Services:			
Salaries		128,555	
Employee Benefits		36,123	
Capital Outlay		-	
Other Operating Expenditures		6,393	
Total	180,211	171,071	9,140
Women, Infants, and Children:			
Salaries		124,157	
Employee Benefits		39,208	
Capital Outlay		-	
Other Operating Expenditures		8,107	
Total	215,171	171,472	43,699
Bio-Terrorism:			
Salaries		23,343	
Employee Benefits		5,992	
Other Operating Expenditures		10,300	
Capital Outlay		-	
Total	48,742	39,635	9,107
Family Planning:			
Salaries		194,521	
Employee Benefits		54,444	
Capital Outlay		-	
Other Operating Expenditures		75,861	
Total	346,794	324,826	21,968
Maternal:			
Salaries		348,773	
Employee Benefits		99,718	
Capital Outlay		-	
Professional Services		14,579	
Other Operating Expenditures		30,722	
Total	512,547	493,792	18,755

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Positive (Negative)
Tuberculosis:			
Salaries		11,500	
Employee Benefits		2,961	
Capital Outlay		-	
Other Operating Expenditures		11,173	
Total	28,615	25,634	2,981
Child Health Care:			
Salaries		123,162	
Employee Benefits		39,247	
Capital Outlay		-	
Other Operating Expenditures		14,475	
Total	227,298	176,884	50,414
Child Services:			
Salaries		96,168	
Employee Benefits		27,839	
Capital Outlay		-	
Other Operating Expenditures		9,802	
Total	169,871	133,809	36,062
Health Check and Promotion:			
Salaries		60,844	
Employee Benefits		18,085	
Capital Outlay		-	
Other Operating Expenditures		16,586	
Total	95,372	95,515	(143)
Home Health:			
Salaries		481,775	
Employee Benefits		132,229	
Contracted Services		12,047	
Professional Services		119,857	
Capital Outlay		-	
Other Operating Expenditures		137,802	
Total	1,188,378	883,710	304,668

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
IAP:			
Salaries		-	
Employee Benefits		-	
Capital Outlay		-	
Other Operating Expenditures		15,273	
Total	<u>15,334</u>	<u>15,273</u>	<u>61</u>
H-CAP			
Salaries		228,668	
Employee Benefits		61,578	
Capital Outlay		-	
Other Operating Expenditures		68,258	
Total	<u>375,872</u>	<u>358,504</u>	<u>17,368</u>
Health Fairs			
Salaries		19,942	
Employee Benefits		5,329	
Capital Outlay		-	
Other Operating Expenditures		-	
Total	<u>25,879</u>	<u>25,271</u>	<u>608</u>
Mental Health:			
Mental Health Expense		53,213	
Capital Outlay		-	
Total	<u>53,213</u>	<u>53,213</u>	<u>-</u>
Communicable Diseases	<u>2,647</u>	<u>2,911</u>	<u>(264)</u>
Extension Services			
Grants:			
Salaries		71,862	
Employee Benefits		24,607	
Capital Outlay		-	
Other Operating Expenditures		88,613	
Total	<u>205,647</u>	<u>185,082</u>	<u>20,565</u>
Juvenile Services	<u>35,000</u>	<u>19,936</u>	<u>15,064</u>
Total Health	<u>4,306,263</u>	<u>3,684,573</u>	<u>621,690</u>

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	Budget	Actual	Positive (Negative)
Social services:			
Salaries		3,172,224	
Employee Benefits		898,812	
Capital Outlay		-	
Professional Services		122,957	
Other Operating Expenditures		889,414	
Total	<u>5,381,855</u>	<u>5,083,407</u>	<u>298,448</u>
Special Appropriations:			
USDA Commodities		4,181	
Food Stamp Issuance		14,577	
Christmas Fund/Foster Care		3,303	
Emergency Relief Funds		968	
Blind Aid		5,192	
Special Assistance		434,897	
Assistance		2,373	
Medicaid		1,255,464	
Adoption Assistance		41,721	
Smart Start Vendor		177,973	
Day Care		1,393,848	
Foster Care		85,771	
Foster Care IV-E		47,460	
Special Foster Care		3,427	
Total	<u>4,507,345</u>	<u>3,471,155</u>	<u>1,036,190</u>
Total Social Services	<u>9,889,200</u>	<u>8,554,562</u>	<u>1,334,638</u>
Senior Citizens:			
Salaries		501,269	
Employee Benefits		179,909	
Capital Outlay		-	
Other Operating Expenditures		107,924	
Total	<u>859,298</u>	<u>789,102</u>	<u>70,196</u>
Veterans service officer:			
Salaries		15,750	
Employee Benefits		3,568	
Capital Outlay		-	
Other Operating Expenditures		1,352	
Total	<u>21,753</u>	<u>20,670</u>	<u>1,083</u>
Total Human Services	<u>15,076,514</u>	<u>13,048,907</u>	<u>2,027,607</u>

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Cultural and Recreational:			
Recreation:			
Salaries		138,279	
Employee Benefits		31,599	
Capital Outlay		6,396	
Contracted Services		-	
Other Operating Expenditures		82,440	
Total	<u>264,157</u>	<u>258,714</u>	<u>5,443</u>
Library:			
Salaries		319,114	
Employee Benefits		92,961	
Capital Outlay		-	
Books		26,322	
Other Operating Expenditures		34,641	
Total	<u>479,535</u>	<u>473,038</u>	<u>6,497</u>
Special Appropriations:			
Other Charitable Organizations	<u>5,675</u>	<u>5,675</u>	<u>-</u>
Total Cultural and Recreational	<u>749,367</u>	<u>737,427</u>	<u>11,940</u>
Education:			
Public Schools:			
Current Expense		5,532,245	
Capital Outlay		181,577	
Special Projects		9,500	
1/2 Cent Paid to Schools		161,705	
Additional 1/2 Cent Paid to Schools		335,871	
Community Colleges:			
Current Expense		656,541	
Capital Outlay		290,945	
Scholarship		5,000	
Total Education	<u>7,390,884</u>	<u>7,173,384</u>	<u>217,500</u>
Debt Service:			
Principal Retirement	770,688	2,164,816	
Interest and Fees	<u>2,317,613</u>	<u>877,672</u>	
Total Debt Service	<u>3,088,301</u>	<u>3,042,488</u>	<u>45,813</u>
TOTAL EXPENDITURES	<u>45,180,342</u>	<u>41,255,428</u>	<u>3,924,914</u>
Revenues over(under) Expenditures	<u>(6,398,527)</u>	<u>(2,339,873)</u>	<u>4,058,654</u>

Bladen County, North Carolina
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	Positive (Negative)
Other financing sources (uses):			
Proceeds From Installment Purchases	4,527,330	4,133,320	(394,010)
Fund Balance Appropriated	2,478,981	-	(2,478,981)
Transfers (to)/from Other Funds:			
Fire District	30,000	30,000	-
Industrial Fund	(515,039)	(515,039)	-
Re-Assessment Fund	<u>(122,745)</u>	<u>(122,745)</u>	-
Total Other Financing Sources (Uses)	<u>6,398,527</u>	<u>3,525,536</u>	<u>(2,872,991)</u>
Net Change In Fund Balance	<u>\$ -</u>	1,185,663	<u>\$ 1,185,663</u>
Fund Balance, Beginning		<u>12,681,053</u>	
Fund Balance, Ending		<u>\$ 13,866,716</u>	

Bladen County, North Carolina
Combining Balance Sheet
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Industrial Fund	Re-Assessment Fund	Fire District Fund	Emergency Telephone System Fund	Miscellaneous Grant Fund
Assets:					
Cash and Cash Equivalents	\$ 32,511	\$ 460,873	\$ 2,134,952	\$ 275,677	\$ 3,729
Accounts Receivable	136	222	67,664	1,258	-
Taxes Receivable (Net)	-	-	145,690	-	-
Total Assets	<u>\$ 32,647</u>	<u>\$ 461,095</u>	<u>\$ 2,348,306</u>	<u>\$ 276,935</u>	<u>\$ 3,729</u>
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable and Accrued Liabilities	\$ 4,383	\$ 22,367	\$ -	\$ 1,649	\$ -
Deferred Revenue	-	-	149,899	-	-
Total Liabilities	<u>4,383</u>	<u>22,367</u>	<u>149,899</u>	<u>1,649</u>	<u>-</u>
Fund Balances:					
Reserved by State Statute	136	222	67,664	1,258	-
Reserved for Wireless	-	-	-	-	-
Designated for Subsequent Year's Expenditures	-	-	-	-	-
Undesignated	28,128	438,506	2,130,743	274,028	3,729
Total Fund Balances	<u>28,264</u>	<u>438,728</u>	<u>2,198,407</u>	<u>275,286</u>	<u>3,729</u>
Total Liabilities and Fund Balances	<u>\$ 32,647</u>	<u>\$ 461,095</u>	<u>\$ 2,348,306</u>	<u>\$ 276,935</u>	<u>\$ 3,729</u>

Housing Finance Authority Grant	CDBG 08-C-1816 Grant	School Bond Capital Project Fund	Totals June 30, 2009
\$ 2,856	\$ (184)	\$ -	\$ 2,910,414
-	-	-	69,280
-	-	-	145,690
<u>\$ 2,856</u>	<u>\$ (184)</u>	<u>\$ -</u>	<u>\$ 3,125,384</u>
\$ -	\$ -	\$ -	\$ 28,399
-	-	-	149,899
<u>-</u>	<u>-</u>	<u>-</u>	<u>178,298</u>
-	-	-	69,280
-	-	-	-
-	-	-	-
2,856	(184)	-	2,877,806
<u>2,856</u>	<u>(184)</u>	<u>-</u>	<u>2,947,086</u>
<u>\$ 2,856</u>	<u>\$ (184)</u>	<u>\$ -</u>	<u>\$ 3,125,384</u>

Bladen County, North Carolina
**Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances**
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Industrial Fund	Re-Assessment Fund	Fire District Fund	Emergency Telephone System Fund	Miscellaneous Grant Fund
Revenues:					
Ad Valorem Taxes	\$ -	\$ -	\$ 965,157	\$ -	\$ -
Investment Earnings	251	6,303	34,648	5,833	-
Sales Tax Revenue	-	-	271,980	-	-
Restricted Intergovernmental	-	-	-	17,151	-
Other Taxes and Licenses					
Emerg. Telephone System Chgs	-	-	-	297,188	-
Wireless Revenue	-	-	-	-	-
Rent	385,461	-	-	-	-
Miscellaneous	-	-	-	582	-
Total revenues	<u>385,712</u>	<u>6,303</u>	<u>1,271,785</u>	<u>320,754</u>	<u>-</u>
Expenditures:					
Current:					
Public Safety	-	-	1,016,117	416,781	-
General Government	-	51,938	-	-	-
Cultural and Recreational	-	-	-	-	-
Education	-	-	-	-	-
Debt Service	-	-	-	-	-
Economic and Physical Development	895,532	-	-	-	-
Total Expenditures	<u>895,532</u>	<u>51,938</u>	<u>1,016,117</u>	<u>416,781</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>(509,820)</u>	<u>(45,635)</u>	<u>255,668</u>	<u>(96,027)</u>	<u>-</u>
Other Financing Sources:					
Operating Transfers In	515,039	122,745	-	-	-
Operating Transfers (Out)	-	-	(30,000)	-	-
Proceeds from Installment Loan	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>515,039</u>	<u>122,745</u>	<u>(30,000)</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	5,219	77,110	225,668	(96,027)	-
Fund Balance, Beginning	<u>23,045</u>	<u>361,618</u>	<u>1,972,739</u>	<u>371,313</u>	<u>3,729</u>
Fund Balance, Ending	<u>\$ 28,264</u>	<u>\$ 438,728</u>	<u>\$ 2,198,407</u>	<u>\$ 275,286</u>	<u>\$ 3,729</u>

Housing Finance Authority Grant	CDBG 08-C-1816 Grant	School Bond Capital Project Fund	Totals June 30, 2009
\$ -	\$ -	\$ -	\$ 965,157
-	-	-	47,035
-	-	-	271,980
-	30,794	-	47,945
-	-	-	297,188
-	-	-	-
-	-	-	385,461
-	-	168	750
-	30,794	168	2,015,516
-	-	-	1,432,898
-	-	-	51,938
-	-	-	-
-	-	1,228	1,228
-	-	-	-
-	30,978	-	926,510
-	30,978	1,228	2,412,574
-	(184)	(1,060)	(397,058)
-	-	-	637,784
-	-	-	(30,000)
-	-	-	-
-	-	-	607,784
-	(184)	(1,060)	210,726
2,856	-	1,060	2,736,360
\$ 2,856	\$ (184)	\$ -	\$ 2,947,086

Bladen County, North Carolina
Industrial Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues			
Rent	\$	\$ 385,461	\$
Investment Earnings		251	
Total Revenue	<u>385,462</u>	<u>385,712</u>	<u>250</u>
Expenditures:			
Economic & Physical Development:			
Salaries		115,896	
Employee Benefit		26,444	
Operating Expenses		17,256	
Special Appropriation		735,936	
Capital Outlay		-	
Total Economic & Physical Development	<u>900,501</u>	<u>895,532</u>	<u>4,969</u>
Debt Services:			
Principal Retirement		-	
Interest		-	
Total Debt Service	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>900,501</u>	<u>895,532</u>	<u>4,969</u>
Revenues Over (Under) Expenditures	<u>(515,039)</u>	<u>(509,820)</u>	<u>5,219</u>
Other Financing Sources (Uses):			
Transfers from General Fund	515,039	515,039	-
Proceeds from Lease Purchase	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>515,039</u>	<u>515,039</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	-	5,219	5,219
Fund Balance Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	\$ <u>-</u>	5,219	\$ <u>5,219</u>
Fund Balance, Beginning		<u>23,045</u>	
Fund Balance, Ending		\$ <u><u>28,264</u></u>	

Bladen County, North Carolina
Re-Assessment Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues			
Investment Earnings	\$ -	\$ 6,303	\$ 6,303
Expenditures:			
General Government			
Salaries		24,420	
Employee Benefits		5,218	
Operating Supplies		-	
Contracted Services		22,300	
Capital Outlay		-	
Total Expenditures	<u>122,745</u>	<u>51,938</u>	<u>70,807</u>
Revenues Over (Under) Expenditures	<u>(122,745)</u>	<u>(45,635)</u>	<u>77,110</u>
Other Financing Sources (Uses):			
Operating Transfers from General Fund	<u>122,745</u>	<u>122,745</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>122,745</u>	<u>122,745</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Uses	-	77,110	77,110
Fund Balance Appropriated		<u>-</u>	<u>-</u>
Net Change In Fund Balance	\$ <u>-</u>	77,110	\$ <u>77,110</u>
Fund Balance, Beginning		<u>361,618</u>	
Fund Balance, Ending		<u>\$ 438,728</u>	

Bladen County, North Carolina
Fire District Funds (All Fire Districts)
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Ad Valorem taxes:		\$ 965,157	
Investment Earnings		34,648	
Sales Tax Revenue		271,980	
Total Revenues	\$ 990,180	1,271,785	\$ 281,605
Expenditures:			
Public Safety:			
Miscellaneous Expense		348,615	
Professional Services		11,250	
Capital Outlay		-	
Contracted Services		656,252	
Total Public Safety	1,139,770	1,016,117	123,653
Total Expenditures	1,139,770	1,016,117	123,653
Revenues Over (Under) Expenditures	(149,590)	255,668	405,258
Other Financing Sources (Uses):			
Transfer to General Fund	(30,000)	(30,000)	-
Total Other Financing Sources (Uses)	(30,000)	(30,000)	-
Revenues and Other Financing Sources Over (Under) Uses	(179,590)	225,668	405,258
Fund Balance Appropriated	179,590	-	(179,590)
Net Change In Fund Balance	\$ -	225,668	\$ 225,668
Fund Balance, Beginning		1,972,739	
Fund Balance, Ending		\$ 2,198,407	

Bladen County, North Carolina
Emergency Telephone System Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Other Taxes and Licenses			
Emergency Telephone System Charges		\$ 297,188	
Restricted Intergovernmental Grants		17,151	
Miscellaneous		582	
Investment Income		5,833	
Total Revenues	\$ 270,301	320,754	\$ 50,453
Expenditures:			
Public safety:			
Salaries		37,385	
Employee Benefits		10,200	
Contracted Services		11,240	
Operating Expenses		86,586	
Capital Outlay		271,370	
Total Expenditures	451,358	416,781	34,577
Debt Services:			
Principal Retirement		-	
Interest		-	
Total Debt Service	-	-	-
Total Expenditures	451,358	416,781	34,577
Revenues Over (Under) Expenditures	(181,057)	(96,027)	85,030
Other Financing Sources (Uses):			
Proceeds from Lease Purchase	-	-	-
Transfer to General Fund	-	-	-
Transfer from General Fund	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(181,057)	(96,027)	85,030
Fund Balance Appropriated	181,057	-	(181,057)
Net Change In Fund Balance	\$ -	(96,027)	\$ (96,027)
Fund Balance, Beginning		371,313	
Fund Balance, Ending		\$ 275,286	

Bladen County, North Carolina
Miscellaneous Grant Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Restricted Intergovernmental Grants		\$ -	
Total Revenues	\$ -	-	\$ -
Expenditures:			
Economic and Physical Development			
Economic Development		-	
Recruitment Grant		-	
Total Economic and Physical Development	-	-	-
Total Expenditures	-	-	-
Revenues Over (Under) Expenditures	-	-	-
Other Financing Sources (Uses):			
Transfer to Hospital	-	-	-
Transfer from General Fund	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Fund Balance Appropriated	-	-	-
Net Change In Fund Balance	\$ -	-	\$ -
Fund Balance, Beginning		3,729	
Fund Balance, Ending		\$ 3,729	

Bladen County, North Carolina
Special Revenue Fund - Housing Finance Agency Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2009

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
Revenues:					
Restricted intergovernmental					
State Housing	\$	\$ 234,706	\$ -	\$ 234,706	\$
Interest Income		1,480	-	1,480	
Total Revenues	<u>234,706</u>	<u>236,186</u>	<u>-</u>	<u>236,186</u>	<u>1,480</u>
Expenditures:					
Current:					
Economic and physical development:					
Refunds & Retainage		15,645	-	15,645	
Application		150	-	150	
Administration		22,600	-	22,600	
Soft Cost		23,341	-	23,341	
Rehabilitation		193,594	-	193,594	
Total expenditures	<u>256,706</u>	<u>255,330</u>	<u>-</u>	<u>255,330</u>	<u>1,376</u>
Revenues over expenditures	(22,000)	(19,144)	-	(19,144)	2,856
Other Financing Sources (Uses):					
Residual Equity Transfer					
from(to) General Fund	<u>22,000</u>	<u>22,000</u>	<u>-</u>	<u>22,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>22,000</u>	<u>22,000</u>	<u>-</u>	<u>22,000</u>	<u>-</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 2,856</u>	<u>-</u>	<u>\$ 2,856</u>	<u>\$ 2,856</u>
Fund Balance, Beginning			<u>2,856</u>		
Fund Balance, Ending			<u>\$ 2,856</u>		

Bladen County, North Carolina
Special Revenue Fund - CDBG 08-C-1816
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2009

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
Revenues:					
Restricted intergovernmental Community Development Block Grant	\$ 400,000	\$ -	\$ 30,794	\$ 30,794	\$ (369,206)
Interest Income	-	-	-	-	-
Total Revenues	<u>400,000</u>	<u>-</u>	<u>30,794</u>	<u>30,794</u>	<u>(369,206)</u>
Expenditures:					
Current:					
Economic and physical development:					
Administration	40,000	-	20,182	20,182	19,818
Planning	3,500	-	3,500	3,500	-
Clearance Activities	30,000	-	5,898	5,898	24,102
Relocation Assistance	326,500	-	1,398	1,398	325,102
Total expenditures	<u>400,000</u>	<u>-</u>	<u>30,978</u>	<u>30,978</u>	<u>369,022</u>
Revenues over expenditures	-	-	(184)	(184)	(184)
Other Financing Sources (Uses):					
Residual Equity Transfer from General Fund	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues, Other Sources Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ -</u>	(184)	<u>\$ (184)</u>	<u>\$ (184)</u>
Fund Balance, Beginning			-		
Fund Balance, Ending			<u>\$ (184)</u>		

Bladen County, North Carolina
School Bond Capital Project
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and for the Fiscal Year Ended June 30, 2009

	Project Authorization	Prior Years	Actual	
			Current Year	Total to Date
Revenues				
State School Bond Grant	\$ 11,139,869	\$ 11,139,869	\$ -	\$ 11,139,869
Miscellaneous	522,850	541,518	168	541,686
Investment Income - Bonds	1,781,117	1,781,350	-	1,781,350
Total Revenues	<u>13,443,836</u>	<u>13,462,737</u>	<u>168</u>	<u>13,462,905</u>
Expenditures				
Capital Outlay - Schools		26,034,833	-	26,034,833
Pass Through to School Board		12,426,844	1,228	12,428,072
Total Expenditures	<u>38,443,836</u>	<u>38,461,677</u>	<u>1,228</u>	<u>38,462,905</u>
Revenues Over (Under) Expenditures	<u>(25,000,000)</u>	<u>(24,998,940)</u>	<u>(1,060)</u>	<u>(25,000,000)</u>
Other financing sources:				
Debt Proceeds	25,000,000	25,000,000	-	25,000,000
Total Other Financing Sources (Uses)	<u>25,000,000</u>	<u>25,000,000</u>	<u>-</u>	<u>25,000,000</u>
Unexpended Revenues and Receipts	<u>\$ -</u>	<u>\$ 1,060</u>	(1,060)	<u>\$ -</u>
Fund Balance, Beginning			<u>1,060</u>	
Fund Balance, Ending			<u>\$ -</u>	

Bladen County, North Carolina
Bladen County Hospital Rental Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For the Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Operating revenues:			
Rent	\$	\$ 1,648,489	\$
Other Revenue		-	
Total Operating Revenues	-	1,648,489	1,648,489
Nonoperating revenues:			
Interest Income		4,739	
Total Nonoperating Revenues	-	4,739	4,739
Total Revenues	-	1,653,228	1,653,228
Expenditures:			
Other Operating Expense		851,411	
	-	851,411	(851,411)
Debt Service:			
Principal Retirement		558,855	
Interest		89,634	
Total Debt Service	-	648,489	(648,489)
Capital Outlay	-	-	-
Total Expenditures	-	1,499,900	(1,499,900)
Revenues Over (Under) Expenditures	-	153,328	153,328
Other Financing Sources (Uses):			
Proceeds from Long-term Debt	-	-	-
Transfer	-	-	-
Program Services	-	-	-
Fund Balance Appropriated	-	-	-
Total Other Financing Sources(Uses)	-	-	-
Revenues and Other Financing Sources			
Over (Under) Expenditures and Other Uses	\$	\$ 153,328	\$ 153,328

Bladen County, North Carolina
Bladen County Hospital Rental Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For the Fiscal Year Ended June 30, 2009

	2009		
	Budget	Actual	Variance Positive (Negative)
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Revenues Over (Under) Expenditures		\$ <u>153,328</u>	
Reconciling Items:			
Capital Outlay		-	
Proceeds for Long-term Debt		-	
Principal Payments on Capital Leases and Debt		558,855	
Amortized Gain on Sale of Operations		587,031	
Equity in Loss of Joint Venture		-	
Depreciation		<u>(1,086,473)</u>	
Total Reconciling Items		<u>59,413</u>	
Net Income		\$ <u><u>212,741</u></u>	

Bladen County, North Carolina
Solid Waste Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For The Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Operating Revenues			
Fees Solid Waste Collection	\$	\$ 622,482	\$
Fees Solid Waste Disposal		1,121,553	
Fees Solid Waste Tipping		294,109	
State Scrap Tires		35,333	
State White Goods		8,569	
Recyclable		59,062	
Miscellaneous		3,343	
Total	<u>2,137,400</u>	<u>2,144,451</u>	<u>7,051</u>
Nonoperating revenues:			
State Grant		23,328	
Interest Earnings		12,769	
Total Nonoperating Revenues	<u>19,000</u>	<u>36,097</u>	<u>17,097</u>
Total Revenues	<u>2,156,400</u>	<u>2,180,548</u>	<u>24,148</u>
Expenditures:			
Salaries		337,125	
Employee Benefits		96,409	
Operating Expense		1,567,003	
Bad Debts		69,852	
Budgetary Appropriations			
Capital Outlay		20,288	
Interest Paid		-	
Principle Payments Capital Leases & Debt		-	
Total Expenditures	<u>2,287,010</u>	<u>2,090,677</u>	<u>196,333</u>
Revenues Over (Under) Expenditures	<u>(130,610)</u>	<u>89,871</u>	<u>220,481</u>
Other Financing Sources:			
Fund Balance Appropriated	130,610	-	
Loan Proceeds	-	-	
Total Other Financing Sources and (Uses)	<u>130,610</u>	<u>-</u>	<u>(130,610)</u>
Revenues and Other Financing Sources			
Over (Under) Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 89,871</u>	<u>\$ 89,871</u>

Bladen County, North Carolina
Solid Waste Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non - GAAP)
For The Fiscal Year Ended June 30, 2009

	2009		
	Budget	Actual	Variance Positive (Negative)
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual (modified accrual) to full accrual:			
Revenues and Other Sources Over (Under) Expenditures and Other Uses		\$ 89,871	
Reconciling Items:			
Capital outlay		20,288	
Principal Payments on Capital Leases & Debt		-	
Loan Proceeds		-	
Adjustments:			
Depreciation		(251,310)	
Total Reconciling Items and Adjustments		(231,022)	
Net Income		\$ (141,151)	

Bladen County, North Carolina
Water District Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For The Fiscal Year Ended June 30, 2009

	2009		Variance Positive (Negative)
	Budget	Actual	
Revenues:			
Operating Revenues			
Tap on Fees		\$ 31,600	
Water Sales		1,496,024	
Late and Reconnect Fees		60,955	
Miscellaneous		2,945	
Total Operating Revenues	\$ 1,555,862	1,591,524	\$ 35,662
Nonoperating Revenues			
State Grant		-	
Interest on Investments		25,251	
Total Nonoperating Revenues	-	25,251	25,251
Total Revenues	1,555,862	1,616,775	60,913
Expenditures:			
Salaries		281,976	
Employee Benefits		81,670	
Operating Expenses		464,971	
Budgetary Appropriations:			
Capital Outlay		100,925	
Interest Paid		515,708	
Debt Principal		197,500	
Total Expenditures	1,643,366	1,642,750	616
Revenues Over (Under) Expenditures	(87,504)	(25,975)	61,529
Other Financing Sources and (Uses):			
Transfer from Capital Project		6,954	
Transfer to Capital Project		(416,700)	
Total Other Financing Sources (Uses)	(416,700)	(409,746)	6,954
Revenues and Other Sources Over (Under) Expenses and Other Uses	(504,204)	(435,721)	68,483
Appropriated Fund Balance	504,204	-	(504,204)
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ (435,721)	\$ (435,721)

Bladen County, North Carolina
Water District Fund
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For The Fiscal Year Ended June 30, 2009

	2009		
	Budget	Actual	Variance Positive (Negative)
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Revenues, Other Sources and Appropriated			
Fund Balance Over (Under)			
Expenditures and Other Uses		\$ (435,721)	
Budgetary Appropriations:			
Capital Outlay		100,925	
Principal Payments		197,500	
Transfer from Capital Project		(6,954)	
Transfer to Capital Projects		416,700	
Adjustments:			
Depreciation		(462,341)	
Total reconciling items		245,830	
Net Income		\$ (189,891)	

Bladen County, North Carolina
Water District Capital Project Fund - Phase IIC
Schedule of Revenues and Expenditures - Budget and Actual - (Non - GAAP)
From Inception and for the Fiscal Year Ended June 30, 2009

	Project Authorization Phase IIC	Actual		Total to Date
		Prior Years	Current Year	
Restricted Intergovernmental Revenues:				
Miscellaneous	\$ 93,274	\$ 93,280	\$ -	\$ 93,280
Rural Development Grant	150,000	61,306	-	61,306
Investment Earnings	71,184	71,619	-	71,619
Total Revenues	314,458	226,205	-	226,205
Expenditures:				
Construction	6,305,451	5,600,571	483,500	6,084,071
Contingency	507	-	-	-
Interest	359,500	359,500	-	359,500
Total Expenditures	6,665,458	5,960,071	483,500	6,443,571
Revenues Over (Under) Expenditures	(6,351,000)	(5,733,866)	(483,500)	(6,217,366)
Other Financing Sources (Uses):				
Proceeds from Bond	5,983,000	5,983,000	-	5,983,000
FHMA Loan Proceeds	593,000	-	-	-
Transfer from Water District	25,000	25,000	416,700	441,700
Transfer to CDBG Project Fund	(250,000)	(207,297)	-	(207,297)
Accrued Payable	-	-	-	-
Total Other Financing Sources (Uses)	6,351,000	5,800,703	416,700	6,217,403
Unexpended Revenues and Receipts	\$ -	\$ 66,837	\$ (66,800)	\$ 37

Bladen County, North Carolina
Water District Capital Project Fund-Dupont Water Tank
Schedule of Revenues and Expenditures - Budget and Actual (Non - GAAP)
From Inception and for the Fiscal Year Ended June 30, 2009

	Project Authorization Water Tank	Actual		Total to Date
		Prior Years	Current Year	
Restricted Intergovernmental Revenues:				
CDBG Grant	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,000,000
Total Revenues	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>
Expenditures:				
Construction	1,201,961	1,118,729	-	1,118,729
Contingency	-	-	-	-
Administration	48,039	79,416	-	79,416
Total Expenditures	<u>1,250,000</u>	<u>1,198,145</u>	<u>-</u>	<u>1,198,145</u>
Revenues Over (Under) Expenditures	<u>(250,000)</u>	<u>(198,145)</u>	<u>-</u>	<u>(198,145)</u>
Other Financing Sources (Uses):				
Residual Equity Transfer from Phase IIC	250,000	207,297	-	207,297
Total Other Financing Sources (Uses)	<u>250,000</u>	<u>207,297</u>	<u>-</u>	<u>207,297</u>
Unexpended Revenues and Receipts	<u>\$ -</u>	<u>\$ 9,152</u>	<u>\$ -</u>	<u>\$ 9,152</u>

Bladen County, North Carolina
Rural Center Grant
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2009

	Project Author - ization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
Revenues:					
Restricted intergovernmental Grant	\$	\$ 241,851	\$ -	\$ 241,851	\$
Interest Income		-	-	-	
Total Revenues	<u>279,965</u>	<u>241,851</u>	<u>-</u>	<u>241,851</u>	<u>(38,114)</u>
Expenditures:					
Current:					
Economic and physical development:					
Construction		258,970	-	258,970	
To Elizabethtown		-	-	-	
Contingency		-	-	-	
Total expenditures	<u>304,038</u>	<u>258,970</u>	<u>-</u>	<u>258,970</u>	<u>45,068</u>
Revenues over expenditures	<u>(24,073)</u>	<u>(17,119)</u>	<u>-</u>	<u>(17,119)</u>	<u>6,954</u>
Other Financing Sources (Uses):					
Residual Equity Transfer from(to) General Fund	<u>24,073</u>	<u>24,073</u>	<u>(6,954)</u>	<u>17,119</u>	<u>(6,954)</u>
Total Other Financing Sources (Uses)	<u>24,073</u>	<u>24,073</u>	<u>(6,954)</u>	<u>17,119</u>	<u>(6,954)</u>
Unexpended Revenues and Receipts	<u>\$ -</u>	<u>\$ 6,954</u>	<u>\$ (6,954)</u>	<u>\$ -</u>	<u>\$ -</u>

Bladen County, North Carolina
Self Insured Internal Service Fund
Schedule of Revenues and Expenditures
Financial Plan and Actual - (Non-GAAP)
For The Fiscal Year Ended June 30, 2009

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Operating Revenues			
Premiums Received		-	
Total Operating Revenues	\$ 788,005	-	\$ (788,005)
Nonoperating Revenues			
Interest on Investments		3,383	
Total Nonoperating Revenues	-	3,383	3,383
Total Revenues	788,005	3,383	(784,622)
Expenditures:			
Claim Refund		(211,358)	
Claims		20,631	
Total Expenditures	745,131	(190,727)	935,858
Revenues Over (Under) Expenditures	42,874	194,110	151,236
Appropriated Fund Balance	(42,874)	-	42,874
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ 194,110	\$ 194,110

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

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ 194,110
Reconciling Items	
Capital Outlay	-
Total reconciling items	-
Net Income	\$ 194,110

Bladen County, North Carolina
Agency Funds
Combining Statement of Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2009

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
<u>Fines and Forfeitures</u>				
Assets:				
Cash and Investments	\$ -	\$	\$	\$ -
Liabilities:				
Miscellaneous Liabilities	-	-	-	-
<u>Social Services Fund</u>				
Assets:				
Cash and Investments	28,064	328,199	327,662	28,601
Liabilities:				
Miscellaneous Liabilities	28,064	328,199	327,662	28,601
<u>Motor Vehicle Tax</u>				
Assets:				
Cash and Cash Equivalents	10,551	299,021	308,015	1,557
Liabilities:				
Intergovernmental Payable	10,551	299,021	308,015	1,557
<u>Cafeteria Benefits</u>				
Assets:				
Cash and Investments	9,255			9,255
Liabilities:				
Miscellaneous Liabilities	9,255	-	-	9,255
<u>Concealed Handgun Permits</u>				
Assets:				
Cash and Investments	4,520	13,965	6,360	12,125
Liabilities:				
Miscellaneous Liabilities	4,520	13,965	6,360	12,125
<u>Sheriff's Civil Account</u>				
Assets:				
Cash and Investments	-			-
Liabilities:				
Miscellaneous Liabilities	-	-	-	-
Totals - All Agency Funds				
Assets:				
Cash and cash equivalents	52,390	641,185	642,037	51,538
Liabilities:				
Miscellaneous liabilities	41,839	342,164	334,022	49,981
Intergovernmental Payable	10,551	299,021	308,015	1,557
Total Liabilities	\$ 52,390	\$ 641,185	\$ 642,037	\$ 51,538

Bladen County, North Carolina
General Fund
Schedule of Ad Valorem Taxes Receivable
June 30, 2009

Fiscal Year	Uncollected Balance June 30, 2008	Additions	Collections And Credits	Uncollected Balance June 30, 2009
2008-2009	\$ -	\$ 19,083,819	\$ 17,702,108	\$ 1,381,711
2007-2008	1,390,440	-	789,110	601,330
2006-2007	401,226	-	101,248	299,978
2005-2006	204,116	-	42,410	161,706
2004-2005	138,337	-	19,245	119,092
2003-2004	109,439	-	8,186	101,253
2002-2003	98,290	-	4,713	93,577
2001-2002	89,002	-	2,442	86,560
2000-2001	77,314	-	1,726	75,588
1999-2000	55,651	-	951	54,700
1998-1999	51,015	-	51,015	-
TOTALS	\$ 2,614,830	\$ 19,083,819	\$ 18,723,154	2,975,495

Less Allowance for Doubtful Accounts (530,000)
\$ 2,445,495

Reconciliation with revenues:

Ad Valorem taxes - General Fund	\$ <u>18,778,963</u>
Reconciling items:	
Penalties and Interest	(261,025)
Release/Refunds	140,760
Discounts	<u>64,456</u>
Total Reconciling Items	<u>(55,809)</u>
 Total Collections and Credits	 \$ <u>18,723,154</u>

Bladen County, North Carolina
Analysis of Current Tax Levy
County - Wide Levy
For the Fiscal Year Ended June 30, 2009

	County - wide			Total Levy	
	Property Valuation	Rate Per 100	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property Taxes at Current Year Rate	\$ 2,567,855,811	0.74	\$ 19,002,133	\$ 17,220,191	\$ 1,781,942
Penalties			8,213	8,213	-
Total Original Levy	<u>2,567,855,811</u>		<u>19,010,346</u>	<u>17,228,404</u>	<u>1,781,942</u>
Discoveries:					
Current year taxes	2,966,081	0.74	21,949	21,949	-
Penalties			-	-	-
Total Discoveries	<u>2,966,081</u>		<u>21,949</u>	<u>21,949</u>	<u>-</u>
Abatements					
Current Year Taxes	(6,962,703)	0.74	(51,524)	(51,524)	-
Penalties			-	-	-
Total Abatements	<u>(6,962,703)</u>		<u>(51,524)</u>	<u>(51,524)</u>	<u>-</u>
Total for Year	<u>\$ 2,577,784,595</u>		19,083,819	17,301,877	1,781,942
Uncollected taxes at June 30, 2009			<u>1,381,711</u>	<u>820,753</u>	<u>560,958</u>
Current year's taxes collected			<u>\$ 17,702,108</u>	<u>\$ 16,481,124</u>	<u>\$ 1,220,984</u>
Current levy collection percentage			<u>92.76%</u>	<u>95.26%</u>	<u>68.52%</u>

Compliance Section



CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA
Gregory S. Adams, CPA
Alan W. Thompson, CPA

Offices:
Elizabethtown, NC
Wilmington, NC
Whiteville, NC

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

To the Board of County Commissioners
Bladen County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregated remaining fund information of the Bladen County, North Carolina, as of and for the year ended June 30, 2009, which collectively comprises the Bladen County's basic financial statements, and have issued our report thereon dated March 10, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Bladen County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Bladen County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies described in the accompanying schedule of findings and question costs to be a significant deficiency in internal control over financial reporting, item 2009-1.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe none of the significant deficiency described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Bladen County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and question costs as items 2009-3.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and question costs. We did not audit the County's response and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the audit committee, management, others within the organization, members of Board of Commissioners, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

Thompson, Price, Scott, Adams & Co., PA
March 10, 2011



CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA
Gregory S. Adams, CPA
Alan W. Thompson, CPA

Offices:
Elizabethtown, NC
Wilmington, NC
Whiteville, NC

Report on Compliance with Requirements Applicable to each Major Federal Program and Internal Control over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act.

To the Board of County Commissioners
Bladen County, North Carolina

Compliance

We have audited the compliance of Bladen County, North Carolina, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major federal programs for the year ended June 30, 2009. Bladen County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Bladen County's management. Our responsibility is to express an opinion on Bladen County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Bladen County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Bladen County's compliance with those requirements.

In our opinion, Bladen County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Bladen County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Bladen County's internal control over compliance with requirements that could have a direct and material effect on a major Federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of the internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as we discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of a compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2009-2 to be a significant deficiency.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the County's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

Bladen County's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the audit committee, management, others within the organization, the County Commissioners, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

Thompson, Price, Scott, Adams & Co., PA
March 10, 2011



CERTIFIED PUBLIC ACCOUNTANTS

R. Bryon Scott, CPA
Gregory S. Adams, CPA
Alan W. Thompson, CPA

Offices:
Elizabethtown, NC
Wilmington, NC
Whiteville, NC

Report on Compliance with Requirements Applicable to each Major State
Program and Internal Control over Compliance in Accordance with OMB
Circular A-133 and the State Single Audit Implementation Act

To the Board of County Commissioners
Bladen County, North Carolina

Compliance

We have audited the compliance of Bladen County, North Carolina, with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major State programs for the year ended June 30, 2009. Bladen County's major State programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major State programs is the responsibility of Bladen County's management. Our responsibility is to express an opinion on Bladen County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; applicable sections of OMB Circular A-133 as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about Bladen County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Bladen County's compliance with those requirements.

In our opinion, Bladen County complied, in all material respects, with the requirements referred to above that are applicable to each of its major State programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Bladen County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to State programs. In planning and performing our audit, we considered Bladen County's internal control over compliance with requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of the internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as we discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a State program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies that adversely affects the entity's ability to administer a State program such that there is more than a remote likelihood that noncompliance with a type of a compliance requirement of a State program that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2009-2 to be a significant deficiency.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than remote likelihood that material noncompliance with a type of compliance requirement of a State program will not be prevented or detected by the County's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

Bladen County's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the audit committee, management, others within the organization, the County Commissioners, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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

Thompson, Price, Scott, Adams & Co., PA
March 10, 2011

BLADEN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

Section I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material Weakness(es) identified? yes no
 - Significant deficiency(s) identified that are not considered to be material weaknesses yes none reported
- Noncompliance material to financial statements noted yes no

Federal Awards

Internal control over major federal programs:

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

Type of auditor's report issued on compliance for major federal programs: Unqualified.

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133 yes no

Identification of major federal programs:

CFDA # Program Name

93.778	Title XIX Medicaid
10.551	Food Stamp Cluster
* 93.658	Foster Care – Title IV-E
* 10.557	Special Supplemental Nutrition Program for Women, Infants and Children

*Federal programs that did not meet the criteria for a major program using the criteria discussed on OMB Circular No. A-133 Section .520 but were tested as a major program because the State mandated the program be included are included in the list of major federal programs.

Dollar threshold used to distinguish between Type A and Type B Programs \$ 1,666,598

Auditee qualified as low-risk auditee? yes no

BLADEN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

Section II. Financial Statement Findings

SIGNIFICANT DEFICIENCY

2009 – 1 Segregation of Duties

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

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

Effect: Transactions could be mishandled.

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

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

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

Material Noncompliance

2009 - 3 Expenditures over budgeted appropriations.

Criteria: G.S. 159-8(a) states that all moneys received and expended by a local government or public authority should be included in the budget ordinance.

Condition: Bladen County did not create a budget for the Hospital Rental Fund for the year end June 30, 2009.

Effect: Moneys were spent that had not been appropriated.

Cause: The County sold the operations of Bladen County Hospital and in that transaction a rental fund was created for rent paid on certain County owed assets. This fund was not included in the budget process.

Recommendation: It is understood this was a unique situation and not likely to reoccur. Future budget will be created.

Views of responsible officials and planned corrective actions: The County agrees with this finding. A budget will be adopted prior to making expenditures that exceed budgeted amounts.

BLADEN COUNTY, NORTH CAROLINA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

III. Federal and State Awards Findings and Questioned Costs

US Department of Agriculture
Passed through the NC Dept. of Health and Human Services
Division of Social Services
Program Name: Food Stamp Cluster
CFDA # 10.551

2009-2

Significant Deficiency - Eligibility

Condition: There is a lack of segregation of duties among caseworkers in the performance of their intake and eligibility approval functions within the Eligibility Information System (EIS). There are no application controls in the EIS to prevent the same caseworker from recording and approving the program eligibility application. There were no instances of this occurring in our selection of files; therefore, there is not a quantifiable amount for question costs.

Effect: A county caseworker could incorrectly add applicants to the program with little or no detection.

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

Recommendation: The Department of Social Services should take appropriate action to address the identified segregation of duties weakness. However, department has no control of the design of the EIS, only controls the caseworkers assigned to this duty. The department should continue to rely on the information provided by the state liaison and results of state monitoring reports.

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

BLADEN COUNTY, NORTH CAROLINA
Corrective Action Plan
For the Year Ended June 30, 2009

Section II – Financial Statement Findings

SIGNIFICANT DEFICIENCY

2009-1 Segregation of Duties

Name of contact person: Billy Ray Pait, Chairperson

Corrective Action: The duties will be separated as much as possible and alternative controls will be used to compensate for lack of separation.

Proposed Completion Date: Certain alternative controls have been established and personnel are being trained. Management will continue to monitor the progress of this issue and modify the controls as needed.

2009-3 MATERIAL NONCOMPLIANCE

Budget Violations

Name of contact person: Billy Ray Pait , Chairperson

Corrective Action: A budget will be adopted for this fund.

Proposed Completion Date: This will be done for future periods.

Section III – Federal Award Findings and Questioned Costs

2009-2 Significant Deficiency - Eligibility

Name of contact person: Billy Ray Pait, Chairperson

Corrective Action: The duties will be separated as much as possible and alternative controls will be used to compensate for lack of separation. Positions will be added as funds are available.

Proposed Completion Date: Certain alternative controls have been established and personnel are being trained. Management will continue to monitor the progress of this issue and modify the controls as needed.

Section IV – State Award Findings and Questioned Costs

2009-2 Significant Deficiency - Eligibility

Name of contact person: Billy Ray Pait, Chairperson

Corrective Action: The duties will be separated as much as possible and alternative controls will be used to compensate for lack of separation. Positions will be added as funds are available.

Proposed Completion Date: Certain alternative controls have been established and personnel are being trained. Management will continue to monitor the progress of this issue and modify the controls as needed.

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2009

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Federal Awards:					
<u>U.S. Dept. of Agriculture</u>					
<u>Food and Consumer Service</u>					
Passed-through N.C. Dept. of Agriculture:					
Emergency Food Assistance Cluster:					
USDA - Donated Food - Noncash	10.569		\$ 80,869	\$ -	\$ -
USDA - Donated Food - Administrative	10.568		4,399	-	-
Total USDA Food and Consumer Service			<u>85,268</u>	<u>-</u>	<u>-</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Administration:					
Food Stamp Cluster:					
Food Stamp Program - Direct Benefit Payment	10.551		7,188,252	-	-
State Administrative Matching Grants for the Food Stamp Program	10.561		395,744	-	395,744
Total Food Stamp Cluster			<u>7,583,996</u>	<u>-</u>	<u>395,744</u>
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health					
Administration:					
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		176,148	-	-
Direct Benefit Payments:					
Special Supplemental Nutrition Program for Women, Infants, & Children	10.557		820,694	-	-
Passed-through Lumber River Council of Governments:					
USDA Supplement	10.570		18,431	-	-
Total U.S. Dept. of Agriculture			<u>8,684,537</u>	<u>-</u>	<u>395,744</u>
<u>U.S. Department of the Interior</u>					
<u>Office of U.S. Geological Survey</u>					
Research and Data Collection Grant	15.808		17,151	-	18,531
<u>U.S. Dept. of Justice</u>					
<u>Office of Justice Assistance</u>					
Direct Program:					
Bulletproof Vest Partnership	16.607		20,984	-	20,984
Byrne Formula Grant Program - JAG	16.738		26,849	-	-
OVW Technical Assistance Initiative	16.526		7,651	-	-
Total U.S. Dept. of Justice			<u>55,484</u>	<u>-</u>	<u>20,984</u>

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2009

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>Federal Transit Administration</u>					
Passed-through the N.C. Department of Transportation:					
Nonurbanized Area Formula Program	20.509	36233.11.10.1	67,700	4,231	-
Nonurbanized Area Formula Program	20.509	36233.11.10.3	133,985	16,748	-
Nonurbanized Area Formula Program	20.509	36233.11.11.1	71,993	4,500	-
Nonurbanized Area Formula Program	20.509	36233.11.11.3	2,840	355	-
Total Federal Transit Cluster			276,518	25,834	-
<u>U. S. Election Assistance Commission</u>					
Passed-through the N.C. State Board of Elections:					
Help America Vote Act Requirements Payments	90.401		20,656	-	5,232
<u>U. S. Department of Homeland Security</u>					
Passed-through N.C. Dept. of Crime Control and Public Safety:					
Emergency Service Performance Grant	97.042		31,039	-	31,039
Total U. S. Department of Homeland Security			31,039	-	31,039
<u>U.S. Dept. of Health & Human Services</u>					
<u>Administration on Aging:</u>					
Division of Aging and Adult Services					
Passed-through Lumber River Council of Governments:					
Home & Community Care Block Grant:					
Access - Title III-B	93.044		53,587	16,321	7,767
Preventative Health:					
Title III-D	93.043		1,922	113	-
In-home Services:					
Title III-B	93.044		52,404	3,083	5,760
SSBG	93.667				
Congregate Nutrition Title III-C	93.045		78,361	19,140	10,833
Home - Delivered Nutrition - Title III-C	93.045		18,987	10,493	3,276
Family Caregiver - Title III-E	93.052		6,321	421	-
Total Aging Cluster			211,582	49,571	27,636
<u>Administration for Children and Families:</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Social Services:					
Family Preservation	93.556		396	-	-
Work First/Temporary Assistance for Needy Families(TANF)					
Work First/(TANF)-Direct Benefit Payments	93.558		431,213	-	488,085
AFDC Penalties and Payments	93.558		627,268	-	2,373
Child Support Enforcement	93.560		(988)	(229)	(229)
Child Support Enforcement-ARRA Funds	93.563		484,930	248,845	967
Low-Income Home Energy Assistance Block Grant:				(248,845)	284,797
Administration	93.568		33,622	-	-
Crisis Intervention	93.568		223,378	-	-
Direct Benefit Payments	93.568		362,030	-	-
Child Welfare Services-State Grants	93.645		9,183	2,360	701
Social Services Block Grant	93.667		226,238	24,977	82,788
Independent Living Grant	93.674		7,784	1,945	-
Independent Living Grant - Direct Benefit Pymts	93.674		159	-	-
System of Care Grant	93.670		85,289	-	-
Adoption/Foster Care			38,094	-	204

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2009

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
Foster Care and Adoption Cluster:					
Title IV-E Foster Care-Administration	93.658		168,740	77,869	90,871
Foster Care-Direct Benefit Payments	93.658		30,280	4,352	7,978
Title IV-E Foster Care-Administration	93.659		107	-	107
Adoption Assistance-Direct Payments	93.659		92,868	17,475	23,935
Total Foster Care and Adoption Cluster			291,995	99,696	122,891
Subsidized Child Care (Note 3)					
Child Care Development Cluster:					
Division of Social Services					
Child Care and Development Fund - Administration	93.596		80,000	-	-
Division of Child Development:					
Child Care and Development Fund - Discretionary	93.575		581,253	-	-
Child Care and Development Fund - Mandatory	93.596		222,516	-	-
Child Care and Development Fund - Match	93.596		283,274	155,892	-
Total Child Care Fund Cluster			1,167,043	155,892	-
Social Services Block Grant	93.667		3,893	-	-
Temporary Assist. for Needy Families	93.558		234,287	-	-
Smart Start			-	14,767	-
State Appropriations			-	31,544	-
TANF - MOE			-	44,184	-
Total Subsidized Child Care Cluster			1,405,223	246,387	-
<u>Centers for Medicare and Medicaid Services</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Medical Assistance:					
Direct Benefit Payments:					
Medical Assistance Program	93.778		40,996,323	16,656,059	1,201,051
Division of Social Services:					
Medical Assistance Program	93.778		643,823	38,298	605,525
Administration:					
Health Choice	93.767		25,927	2,192	6,396
<u>U.S. Department of Health & Human Services</u>					
Passed-through the N.C. Dept. of Health and Human Services:					
Division of Public Health:					
Family Planning Services	93.217		44,696	-	-
Immunization Program/Aid to County Funding	93.268		15,334	-	-
Prevention Investigations and Technical Assist.	93.283		15,744	-	-
Temporary Assistance for Needy Families	93.558		6,050	-	-
Diabetes Control Program Project Direct	93.988		2,000	-	-
Statewide Health Promotion Program	93.991		21,725	-	-
Maternal and Child Health Services Block Grant	93.994		158,268	-	-
Total U.S. Dept. of Health and Human Services			46,437,075	17,121,256	2,823,185

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2009

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>Dept. of Housing and Urban Development(HUD)</u>					
Passed-through N.C. Department of Commerce					
Community Development Block Grant-08-C-1816	14.228		30,794	-	-
Total Dept. of Housing and Urban Development(HUD)			<u>30,794</u>	<u>-</u>	<u>-</u>
Total Federal Awards			<u>55,553,254</u>	<u>17,147,090</u>	<u>3,294,715</u>
State Awards:					
<u>N.C. Dept. of Cultural Resources</u>					
State Aid to Public Libraries			-	102,302	-
Total N.C. Dept. of Cultural Resources			<u>-</u>	<u>102,302</u>	<u>-</u>
<u>N.C. Dept. of Health and Human Services</u>					
Division of Social Services:					
CPS Expansion State			-	30,153	-
AFDC Incentive			-	151	-
TANF			-	886	-
County Programs			-	-	226,374
CWS Adopt Subsidy			-	29,553	7,809
DCD Smart Start			-	34,386	-
Nonallocating Cost			-	-	94,037
State Aid to Counties			-	36,758	-
Energy Assistance - Private Donations			-	7,878	-
State/County Special Assistance for Adults			-	435,350	435,350
State/County Special Assistance - Admin			-	-	52,359
Work First Nonreimbursable			-	-	202,652
State Foster Home			-	34,216	33,806
Division of Public Health:					
General Health			-	106,595	-
Minority Health			-	3,034	-
TB Medical Services			-	1,529	-
Communicable Disease			-	2,147	-
Tuberculosis			-	20,432	-
AIDS-State			-	500	-
Women's Preventative Health			-	13,271	-
Healthy Carolinas Partnership Support			-	5,727	-
Risk Reduction/Health Promotion			-	12,666	-
Preparedness and Response			-	35,742	-
Division of Aging:					
Senior Center			-	10,676	166
90 % State Funds			-	107,624	11,159
Division of Health Service Regulation					
2008 EMS Toolkit			-	9,877	18,943
Total N. C. Department of Health and Human Services			<u>-</u>	<u>939,151</u>	<u>1,082,655</u>
<u>N.C. Dept. of Juvenile Justice and Delinquency Prevention</u>					
Juvenile Crime Prevention Program			-	145,642	8,496
Governor's One on One Volunteer Program			-	25,892	5,052
			<u>-</u>	<u>171,534</u>	<u>13,548</u>

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2009

Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	State/ Pass-through Grantor's Number	Fed. (Direct & Pass-through) Expenditures	State Expenditures	Local Expenditures
<u>N.C. Dept. of Transportation</u>					
Rural Operating Assistance Program (ROAP)					
ROAP Elderly and Disabled Transportation Assistance Program		36220.10.1.1	-	45,248	-
ROAP Rural General Public Program		36228.22.1.1	-	45,123	-
ROAP Workfirst First Transitional - Employment Transportation Assistance Program		36236.10.1.1	-	9,973	-
Total N. C. Dept. Of Transportation			<u>-</u>	<u>100,344</u>	<u>-</u>
<u>N.C. Dept. of Environmental & Natural Resources</u>					
White Goods Management Program			-	8,876	-
Scrap Tire Grant			-	14,452	-
SWC Administration			-	4,000	-
DEH Environmental Health Service			-	6,000	-
DEH Food/Lodging Fee			-	4,138	-
N.C. Dept. of Health & Natural Resources			<u>-</u>	<u>37,466</u>	<u>-</u>
<u>N.C. Dept of Public Instruction</u>					
Public School Building Capital Fund			-	187,592	-
<u>N.C. Dept of Veterans Affairs</u>					
Veteran Grant			-	2,000	-
			<u>-</u>	<u>2,000</u>	<u>-</u>
Total State Awards			<u>-</u>	<u>1,540,389</u>	<u>1,096,203</u>
Total Federal and State Awards			<u>\$ 55,553,254</u>	<u>\$ 18,687,479</u>	<u>\$ 4,390,918</u>

Bladen County, North Carolina
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For the Year Ended June 30, 2009

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

1. Basis of Presentation

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

2. Subrecipients

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

<u>Program Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>State/</u> <u>Pass-through</u> <u>Grantor's</u> <u>Number</u>	<u>Fed. (Direct &</u> <u>Pass-through)</u> <u>Expenditures</u>	<u>State</u> <u>Expenditures</u>	<u>Local</u> <u>Expenditures</u>
Public School Building Capital Fund	NA	-	-	187,592	-

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