

County of Dare, NC

June 30, 2005 CAFR

- Comprehensive Annual Financial Report
- 4 Sections: Introductory, Financial, Statistical & Compliance
- 6 Component Units (p. 31-32)
- 25 Funds
- Certificate of Achievement for 6/30/04
 - 14th Consecutive Award

County of Dare, NC

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- Letter of Transmittal
- MD&A
- Full Accrual Financial Statements
 - Statement of Net Assets (p. 15)
 - Statement of Activities (p. 16)
 - Governmental Activities
 - Business-type Activities

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Examples of full accrual adjustments

- Capital (fixed) assets booked
 - Capital outlay is an asset, not an expenditure
 - School capital expenditures still expenditures
- Depreciation expense booked
- Long-term debt booked
 - Principal payments reduction of debt, not debt service expenditures

GASB 34 Statements

- Statement of Net Assets (p. 15)
 - Total Net Assets \$92,767,844
 - Governmental \$40,565,650
 - Effect of School Debt <\$79,950,000>
 - Governmental will be negative in fy 2006
 - Business-type \$52,202,194
 - Comparative numbers in MD&A on p. 8
 - DCAA \$9,251,015
 - DC ABC Board \$3,187,192
 - DC Tourism Board \$9,518,652

GASB 34 Statements

- Statement of Activities (p. 16)
 - Education expenses
\$43,840,643
 - Net Governmental activities
(\$11,410,725)
 - Net Business-type activities
\$3,211,348
 - Comparative numbers in MD&A on p. 9

Fund Financial Statements

- From p. 17 back, basis is relevant for budgeting process
- Major Funds (tests per GASB 34)
 - General Fund
 - Capital Reserve Fund
 - Disaster Recovery Fund
 - School Capital Projects Fund
 - Water Fund
- Nonmajor Governmental Funds

Fund Financial Statements

- P. 17 is a fund basis balance sheet for governmental activities
 - Provides a reconciliation to the full accrual statement on p. 15
- P. 18-19 is a fund basis P&L for governmental activities
 - Provides a reconciliation to the full accrual statement on p. 16

Fund Financial Statements

- Major fund presentations
 - General p. 20, 71-86
 - Water p. 24-27, 105-108
 - Capital Reserve p. 21, 87
 - Disaster Recovery p. 22, 88
 - School Capital Reserve p. 23, 89
 - School Capital Projects p. 90
- Nonmajor funds p. 91-104

Information Sources

- Letter of Transmittal (p. I) & MD&A (p. 3)
- Footnotes (p. 31)
- Tables in Statistical Section (p. 126)
 - Portions of Statistical Section for SEC Continuing Disclosure
 - Series 1998A, 1998B, 2001, 2002 & 2004 COPs
 - Series 2003 General Obligation Refunding Bonds
 - Series 1998A & 1998B Water Rev Bonds

Grants

- Compliance Section (p. 145)
 - \$17,298,515 federal
 - \$8,812,772 State
 - \$4,641,133 local matching
- 3 auditor opinions:
 - Internal control; Federal awards; State awards
- No findings and no questioned costs (p. 155)
- No PY findings

Items to Note

■ Footnotes

- Compliance (p. 41)
 - Budget violation – Social Services Foster Home
- Investments (p. 43)
 - New format – GASB 40
 - Maturity based table disclosure
 - Disclosures for interest rate risk, credit risk, custodial credit risk & concentration of credit risk
 - Weighted average maturity = 768 days (2.10 years)
 - Average days to call date = 91 days
 - Yield for the fiscal year = 2.4776%
 - GASB 31 unrealized loss from MV = \$396,716
 - Policy is to hold to maturity so that no loss will be realized.

Items to Note

■ Footnotes

- Construction commitments (p.46)
- LEOSSA (p.49-50)
 - NPO up to \$267,294
 - Up to 5 drawing benefits
- Post-employment benefits
 - GASB 45 – effective fy 2009
 - Will book liability for past and current employees
- Changes in LT Debt (p. 61)
- Subsequent events (p. 66)
 - Swaps

Items to Note

- **General Fund** (p. 17, 18, 20, 71)
 - Increase in fund balance of \$1,433,770
 - Unreserved & undesignated fund balance is below Board adopted target of 27% of following year's budgeted expenditures
 - At 24.07% or \$2,560,478 under target
 - Down due to growth in fy 2006 budget
 - Revenues over budget by \$1,919,288
 - Expenditures under budget by \$3,647,554
 - Apprd Fund balance of \$4,050,424

Items to Note

- **Special Revenue Funds (Major)**
(p. 21-23)
 - Capital Reserve fund balance at \$9,977,462.
 - School Capital Reserve fund balance at \$10,526,882
 - Both to be drawn down over the next five years for school debt service
 - Disaster Recovery write off of FEMA A/R of \$225,000

Items to Note

- **Water Fund** (p. 24-27, 101-104, 137)
 - Operating revenues up 5.25% while operating expenses down 2.39%
 - Prior year replacement of SCADA equipment & refurbishment of Duck water tower
 - Cash down - used for capital (wells, mains & arsenic)
 - Over \$9 million of pay as you go projects
 - Revenue bond coverage back up to 2.64

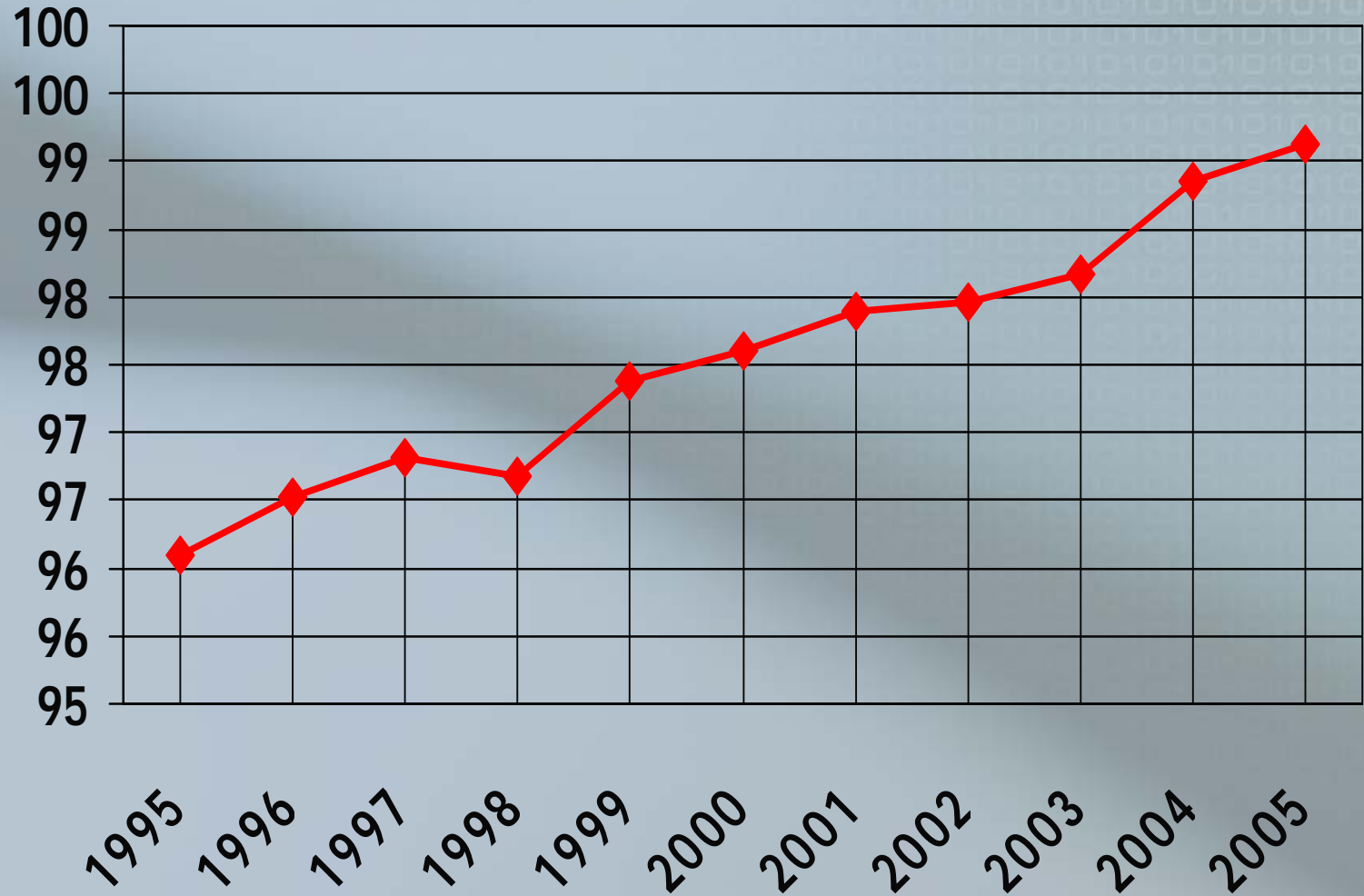
Items to Note

- Non-major Funds
 - E911 Fund
 - fund balance @ \$1,105,544
 - Beach Nourishment Fund
 - Fund balance @ \$4,872,224



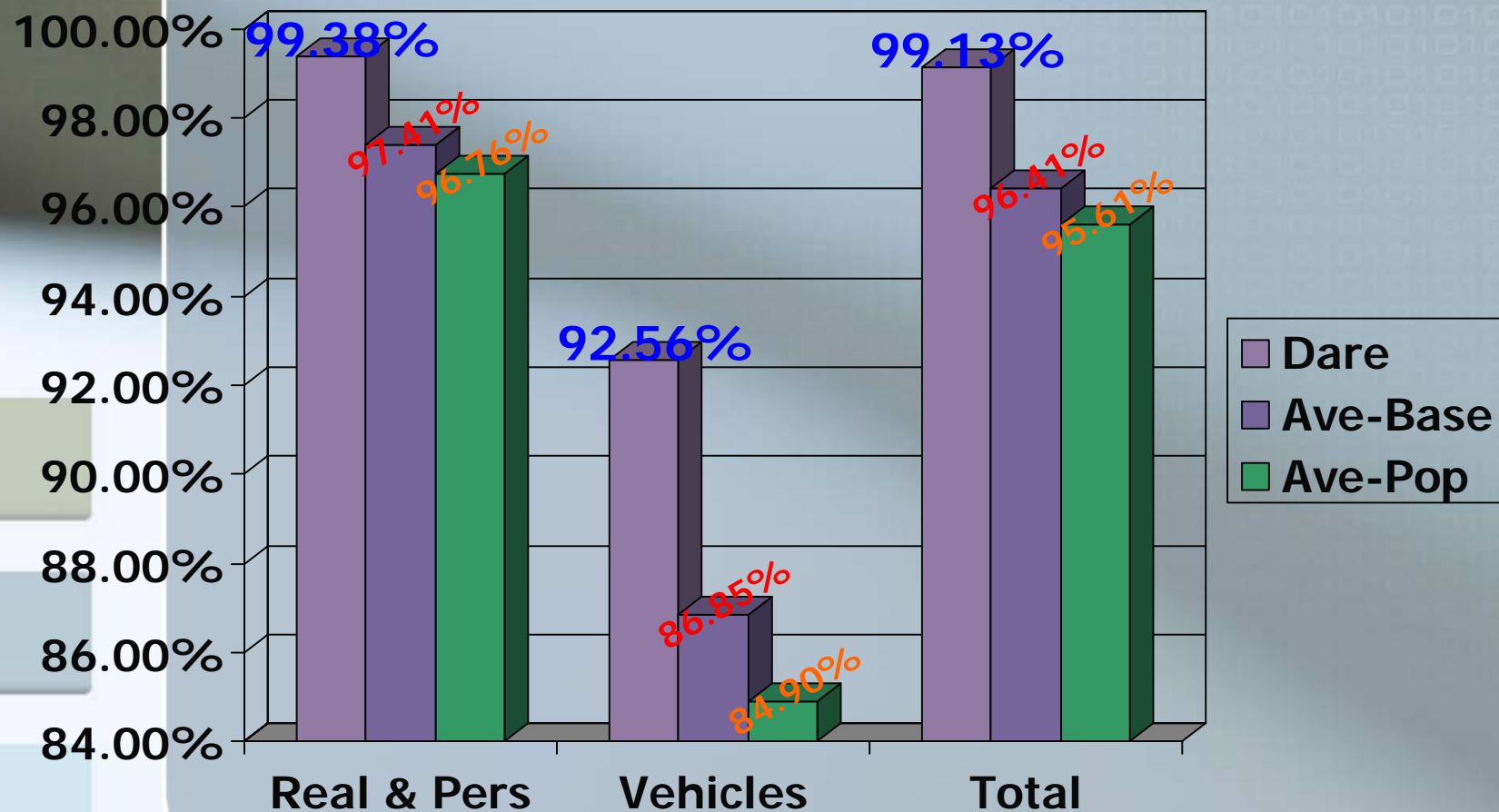
Property Tax Collections

(Current Year Collection % = 99.13%)

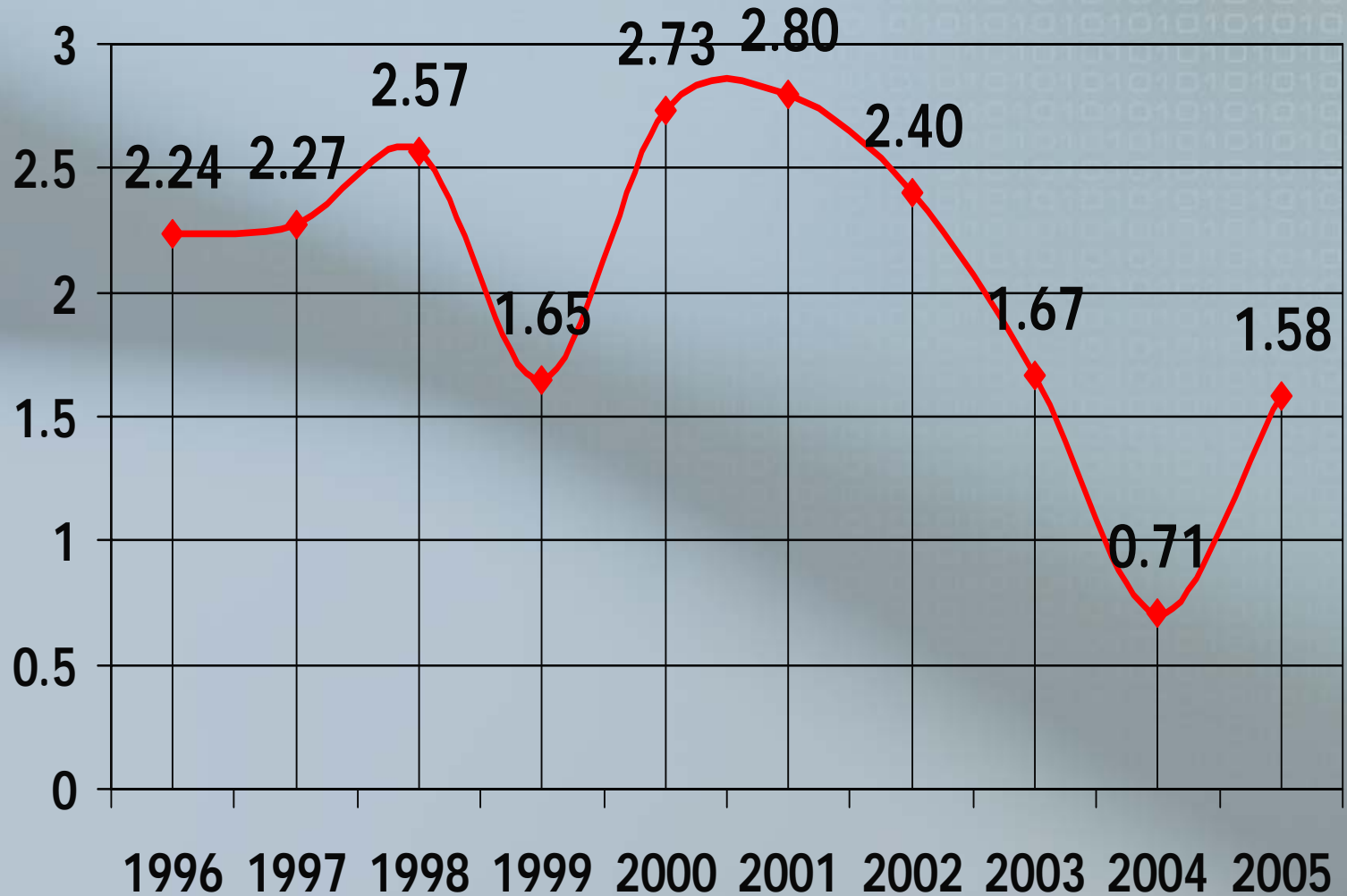


Property Tax Collections

Real & Personal vs. Motor Vehicles



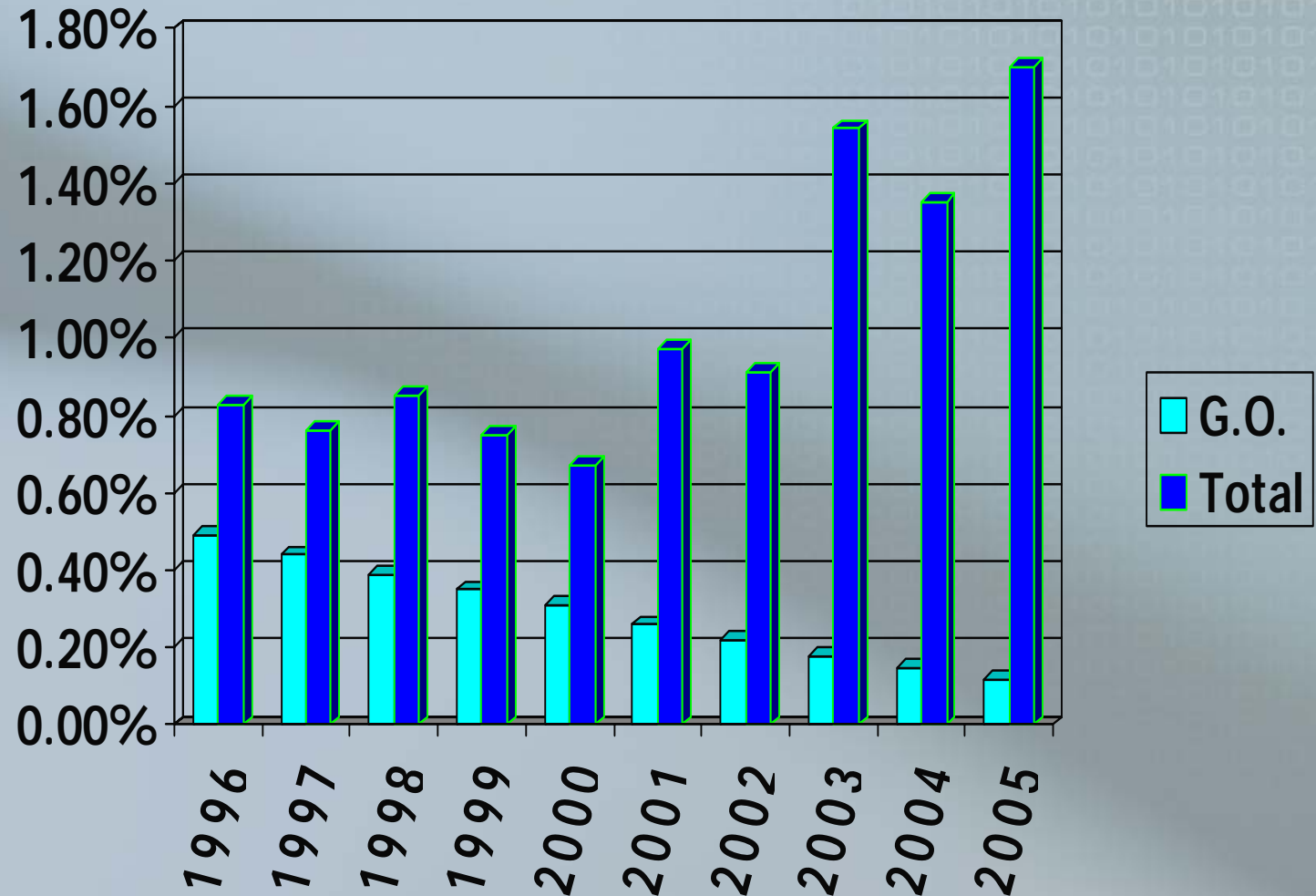
Property Tax Equivalent General Fund Interest Income



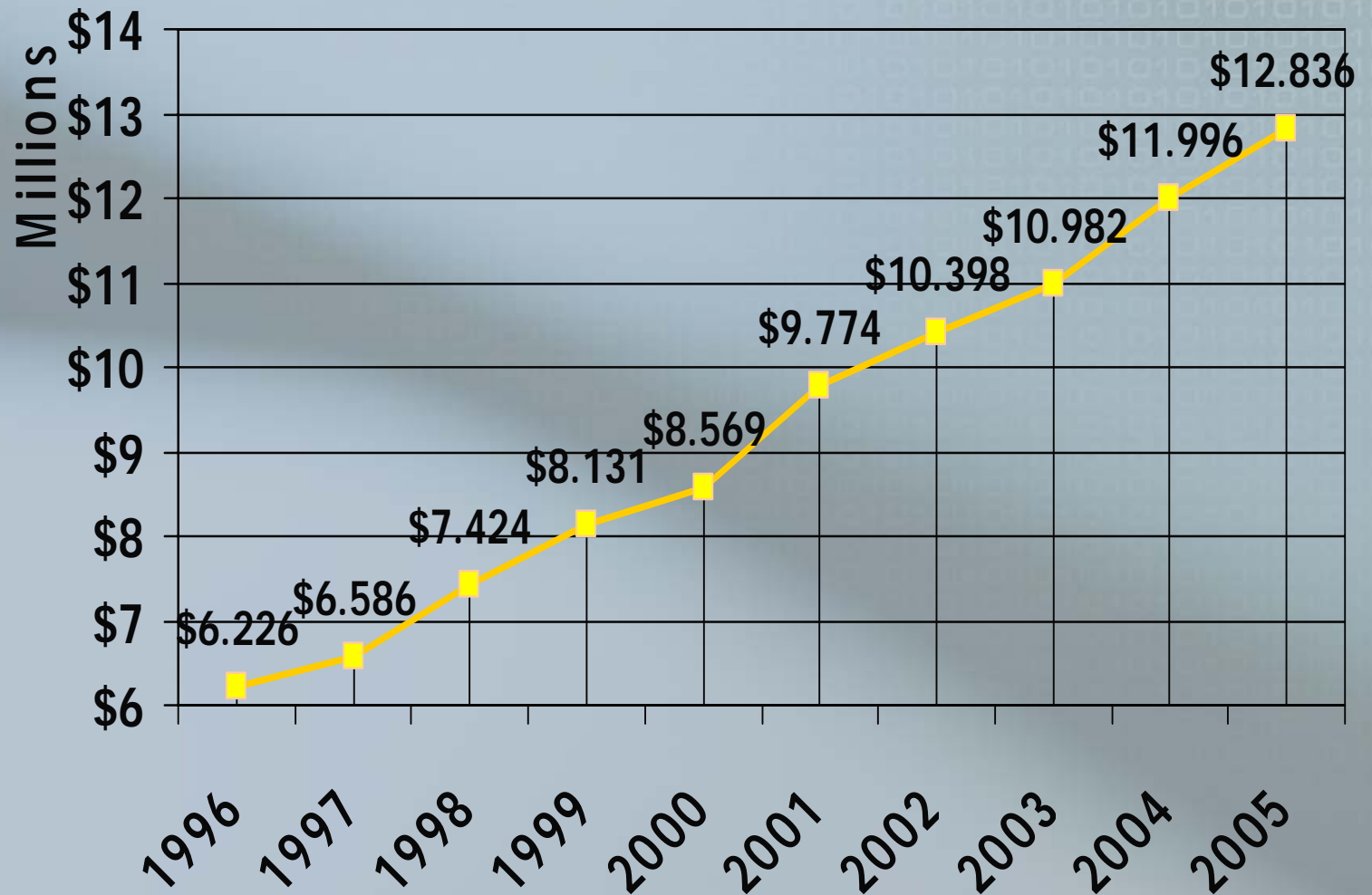
Long-Term Debt

- Governmental Funds - \$108,382,804
 - \$7,055,000 G.O. Bonds
 - \$95,480,000 Installment Financings
 - \$2,324,652 Capitalized Leases
 - \$267,294 LEOSSA
 - \$1,991,881 Compensated Absences
- 53.99% of principal amortizes within 10 years
 - Significantly down due to 2004 COPs

Outstanding Debt as a % of Taxable Property Value



1% Sales Tax – Countywide

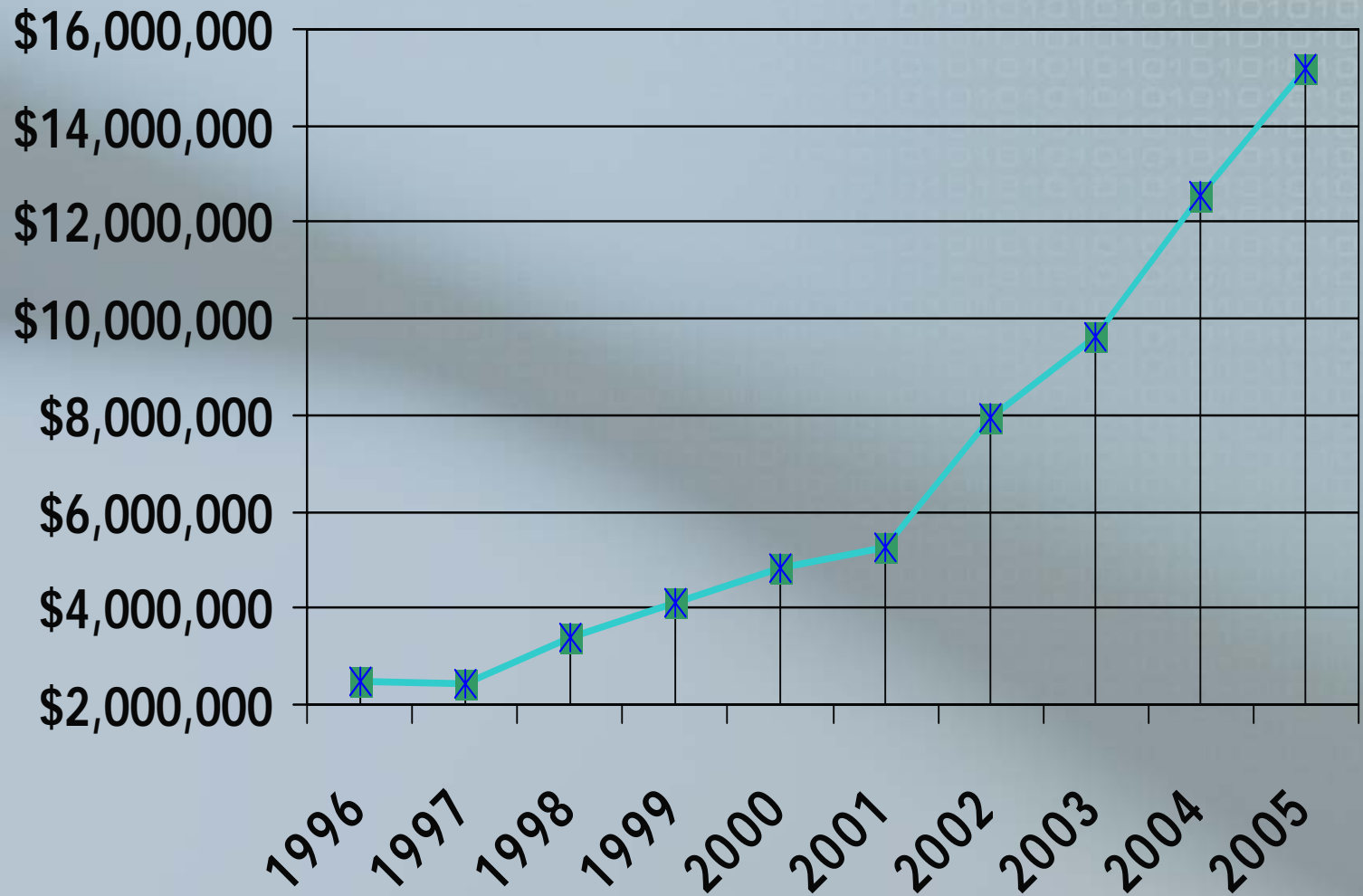


County Share – Occupancy Tax



Land Transfer Tax

Gross Collections

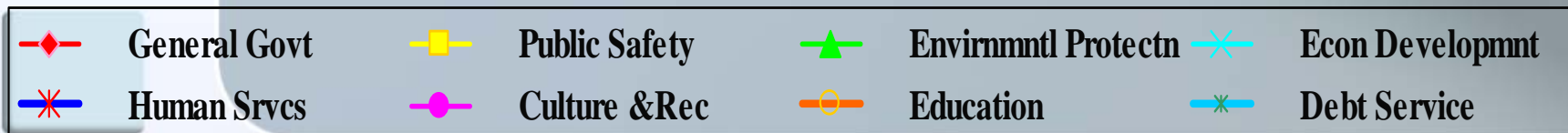
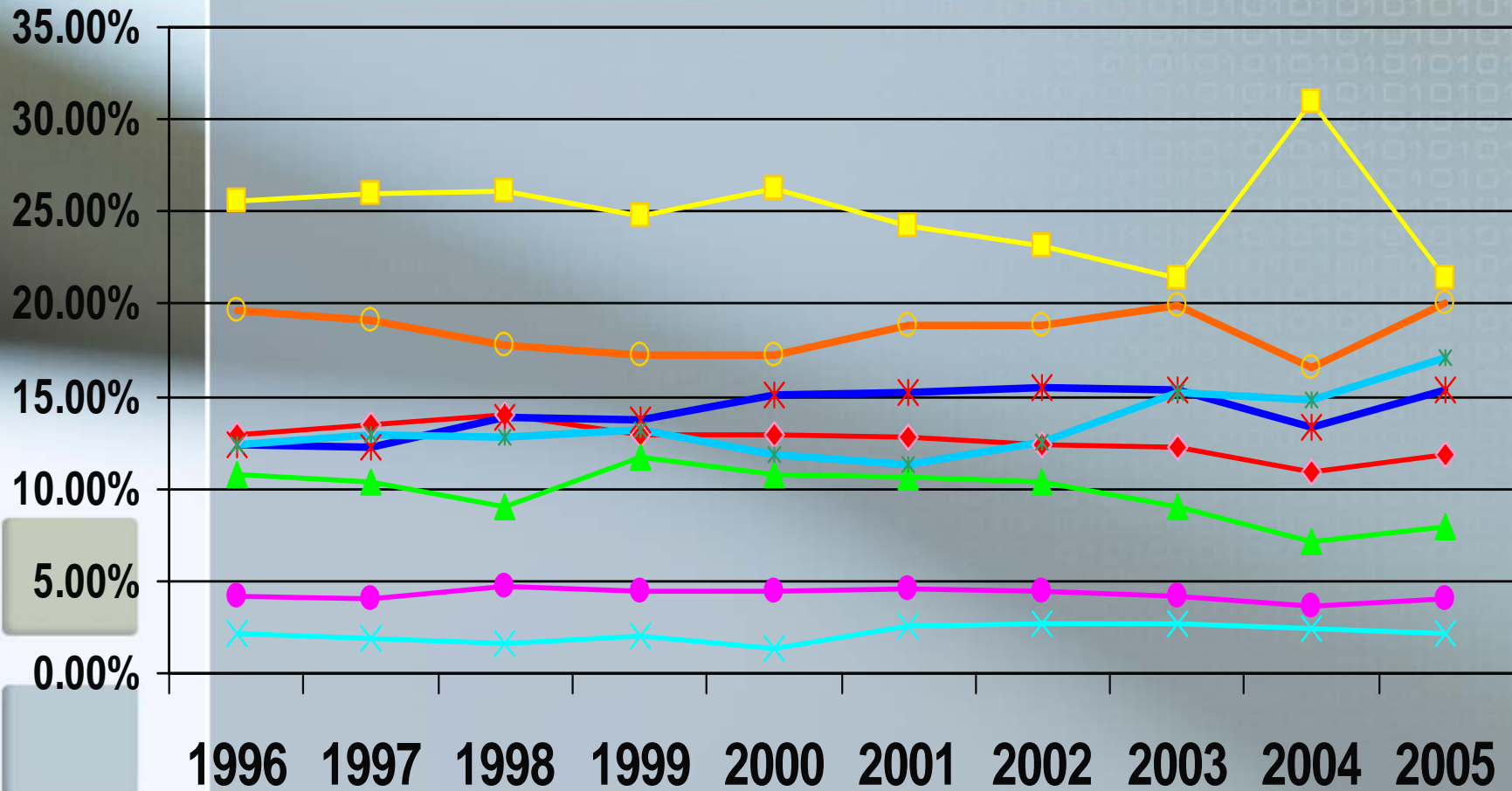


General Fund Revenues

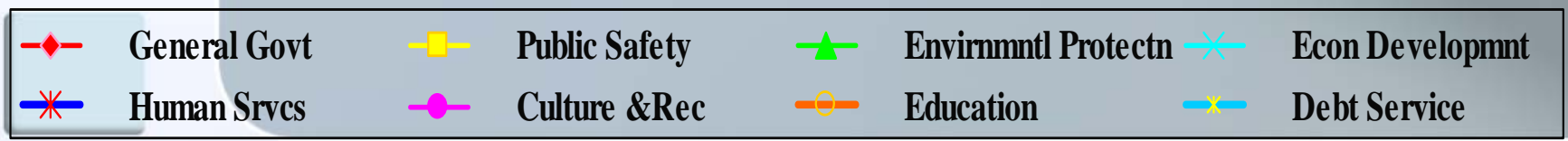
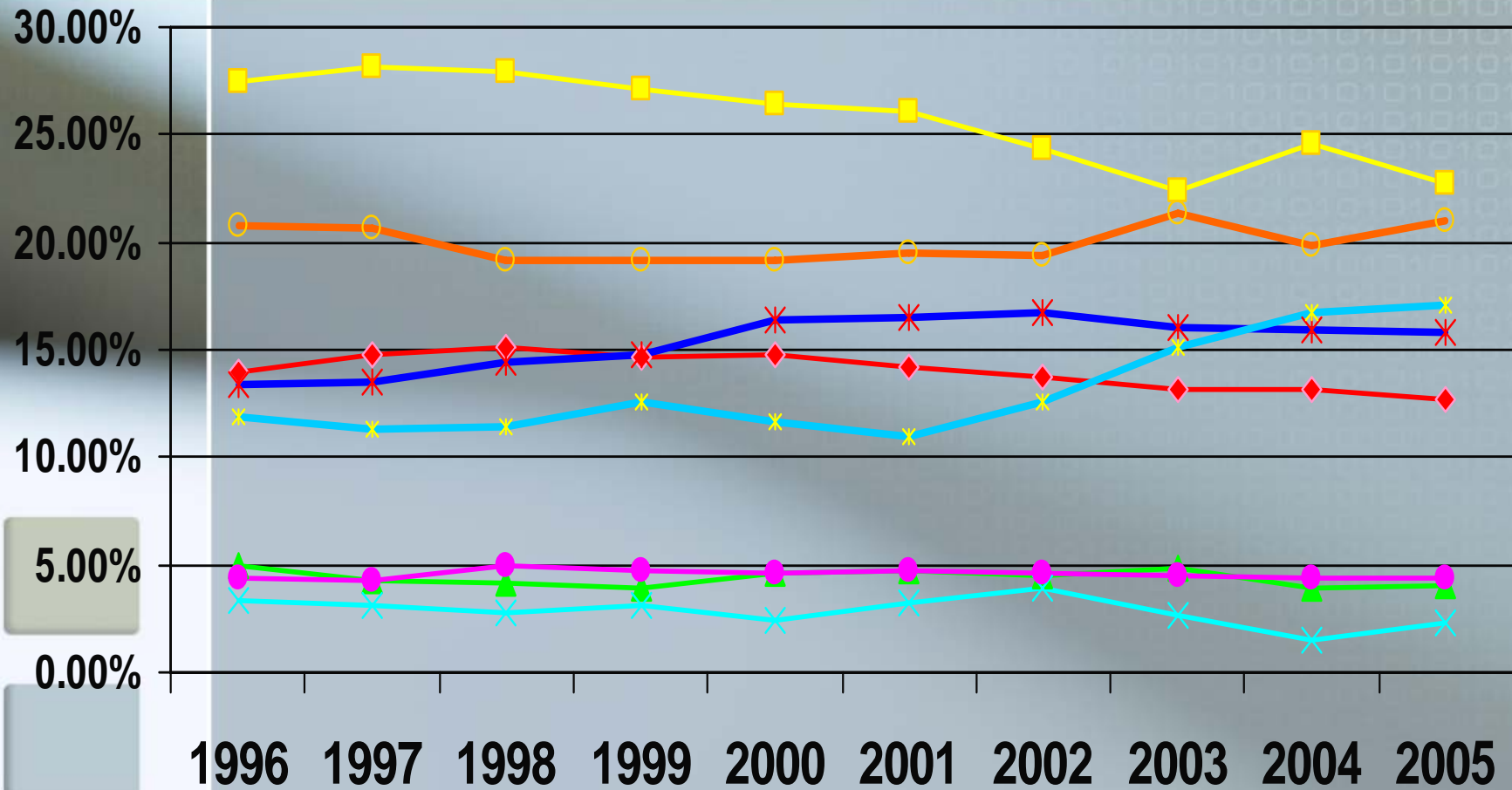
% Change

■ 1% point of collection sales tax	3.93%
■ Population based sales taxes	6.67%
■ Register of Deeds fees	10.32%
■ Health fees	6.49%
■ ABC profits	25.27%
■ Interest income	127.20%
■ Ambulance fees	15.56%
■ Building permit fees	4.62%

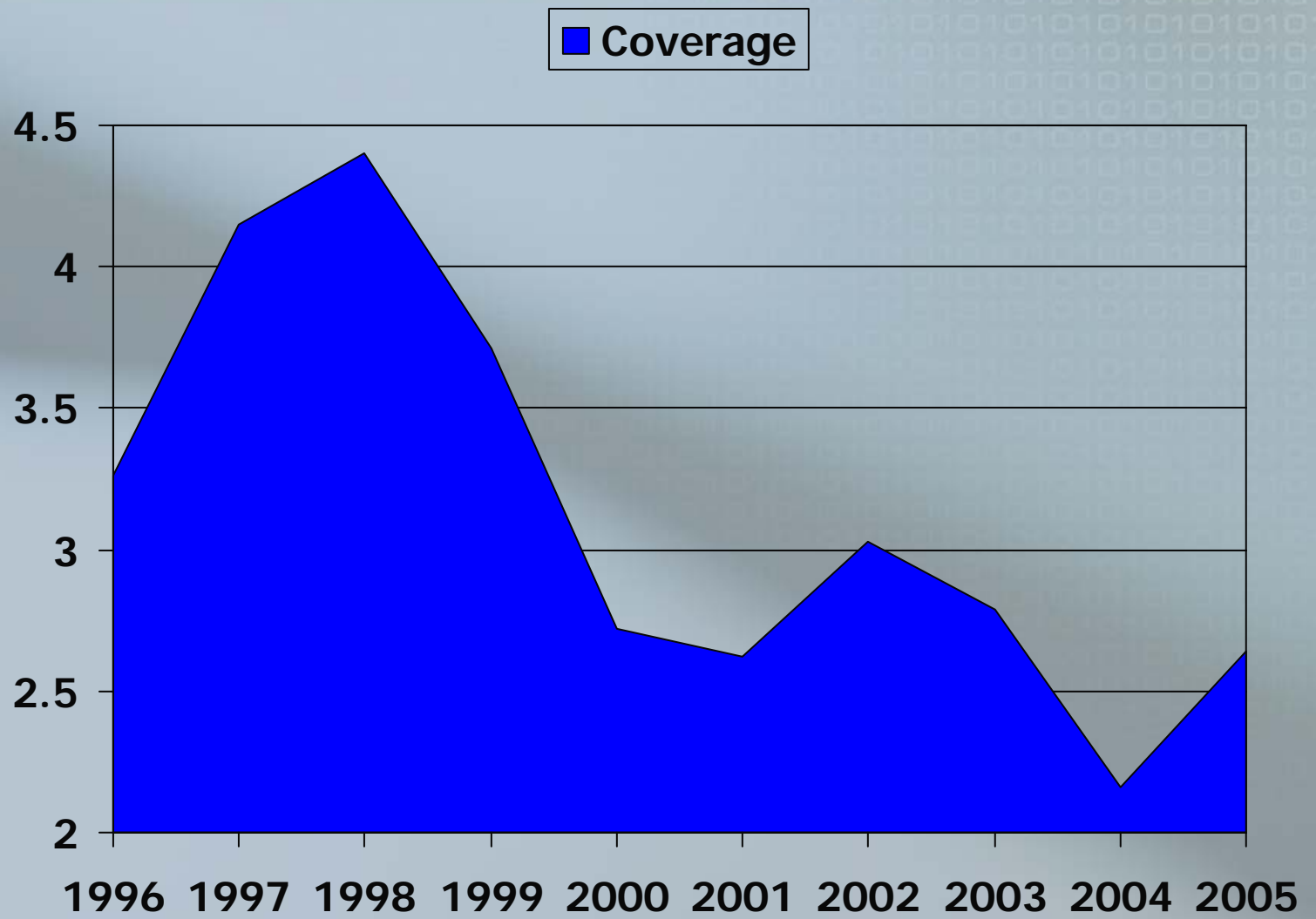
Expenditures as a % of Total General & Special Revenue Funds



Expenditures as a % of Total General Fund Only



Enterprise Fund Revenue Bond Coverage



Enterprise Fund Water System Customers

