



# June 30, 2007 CAFR

## County of Dare, NC

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- Comprehensive Annual Financial Report (CAFR)
- 4 Sections: Introductory, Financial, Statistical & Compliance
- 6 Component Units (p. 37-38)
- 25 Funds
- Certificate of Achievement for 6/30/06
  - 16<sup>th</sup> Consecutive Award

# County of Dare, NC

## June 30, 2007 CAFR

- No findings
  - Last finding in FY 2002
- No questioned costs
  - Last time in FY 1996
    - Underreported DSS administrative costs
- No management letter
  - Last one in FY 2004

# GASB 34 Statements

- Statement of Net Assets (p. 21)
  - Total Net Assets \$70,381,649
    - Governmental \$15,588,728
      - Effect of School Debt <\$125,440,000>
    - Business-type \$54,792,921
  - Component Units
    - DCAA \$8,614,915
      - Unrestricted \$1,281,387
    - DC ABC Board \$4,344,607
      - Unrestricted \$1,076,271
    - DC Tourism Board \$14,043,014
      - Unrestricted \$8,132,268

# GASB 34 Statements

- Statement of Activities (p. 22)
  - Education expenses  
\$45,426,671
    - \$27,461,309 from capital
  - Net change - Governmental activities
    - (\$1,214,061)
  - Net change Business-type activities
    - \$744,813

# Fund Financial Statements

- P. 23 - fund basis balance sheet for governmental activities
  - Provides a reconciliation to the full accrual statement on p. 21
- P. 24-25 - fund basis P&L for governmental activities
  - Provides a reconciliation to the full accrual statement on p. 22

# Fund Financial Statements

- Major fund presentations
  - General p. 26, 79-95
  - Water p. 30-33, 117-121
  - Beach Nourishment p. 27, 97
  - School Capital Reserve p. 28, 98
  - Capital Projects p. 99
  - School Capital Projects p. 104
- Nonmajor funds p. 105-115

# Information Sources

- Letter of Transmittal (p. 1) & MD&A (p. 11)
- Footnotes (p. 37)
- Tables in Statistical Section (p. 141)
- Portion of Other Schedules (p.135) for SEC Continuing Disclosure
  - 7 certificates of participation issues
  - 2 general obligation bond issues
  - 2 revenue bond issues

# Grants

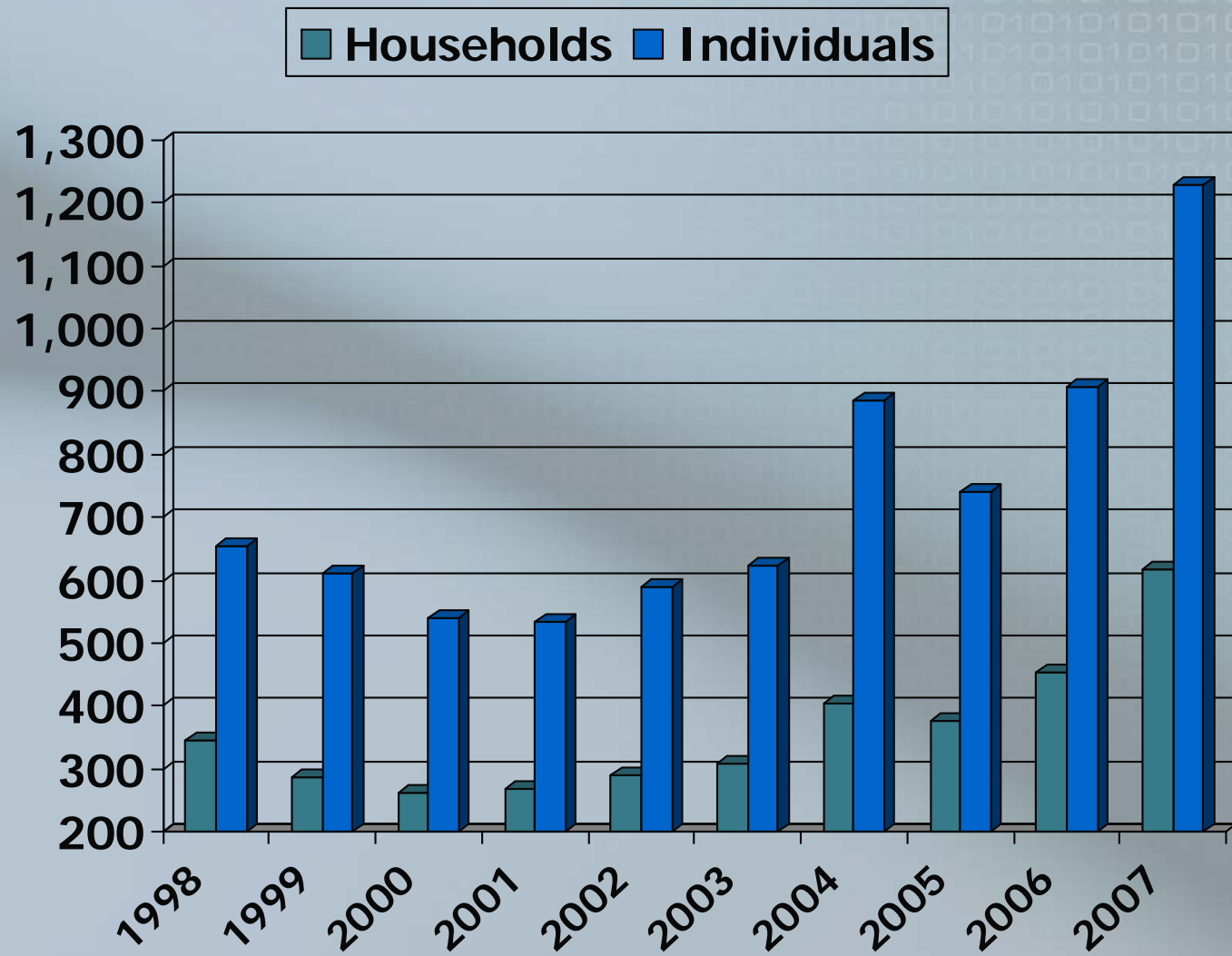
- Compliance Section (p. 163)
  - \$17,286,620 federal
  - \$9,542,056 State
  - \$5,520,693 local matching
- 3 auditor opinions:
  - Internal control; Federal awards; State awards
- No findings and no questioned costs (p. 169)
- No PY findings

# Footnotes

- Benefit payments  
(p. 75)

	2006	2007
Food stamps	\$933,839	\$1,167,646
Medicaid	\$17,825,905	\$17,711,358
WIC	\$414,055	\$464,434

# Food Stamps



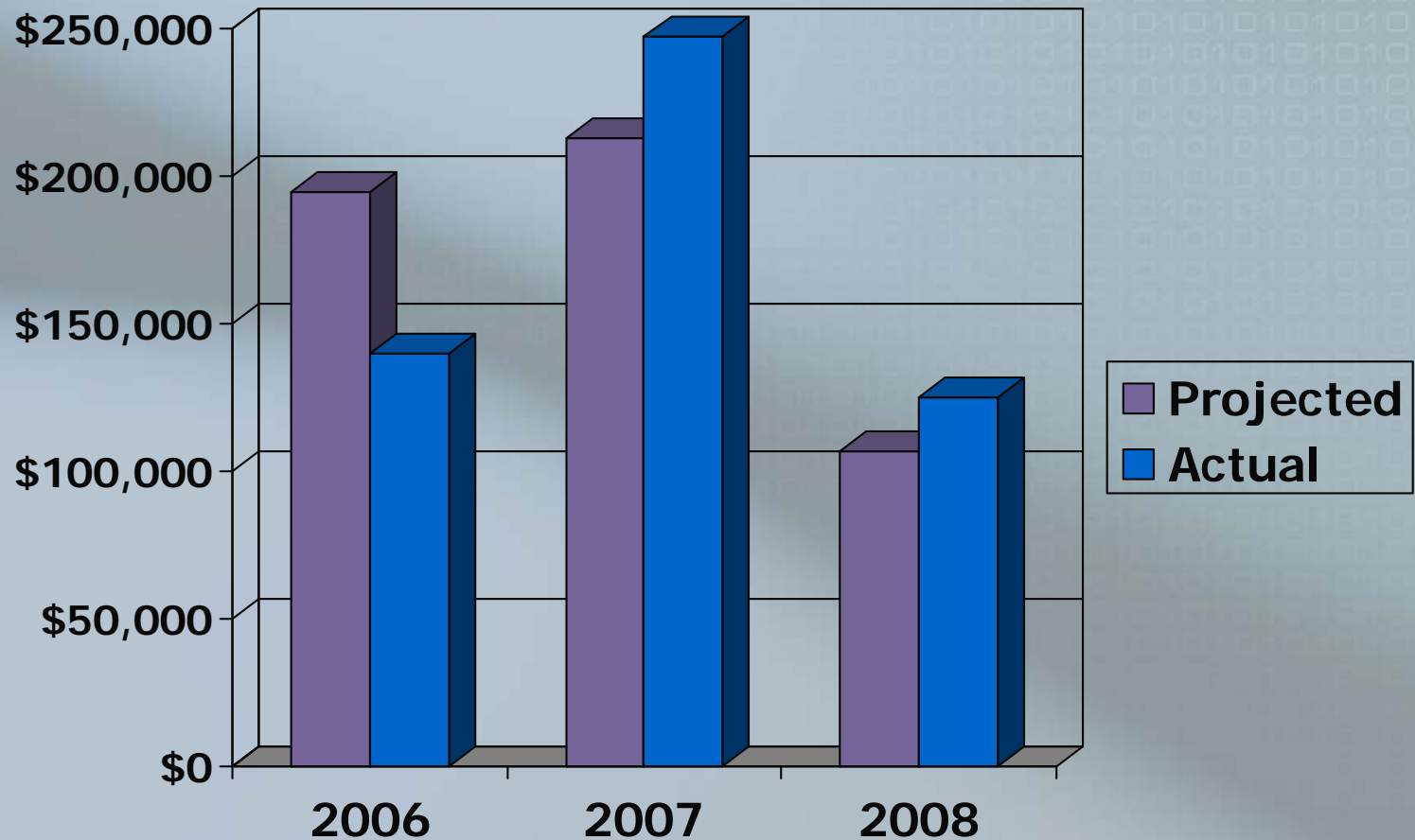
# Footnotes

- Compliance (p. 47)
  - Budget violation – Recycling Dept.
  - Fund deficits
    - Fleet Maintenance Fund of \$82,779
      - Reduced by \$27,880
    - Insurance Fund of \$134,978
      - CIBNR accrual of \$1,134,866
- Risk Management (p. 59)
  - New LGC required flood insurance disclosures

# Footnotes

- Swaps and Swaptions (p. 66 – 70)
  - FY savings of \$247,036
  - Cumulative savings of \$511,843
  - Net market value at 6/30/07 of \$609,986
    - 12/31/2007 of (\$327,647)
  - GASB derivatives exposure draft released
    - Will require mark to market

# Swaps & Swaptions - Savings



# General Fund

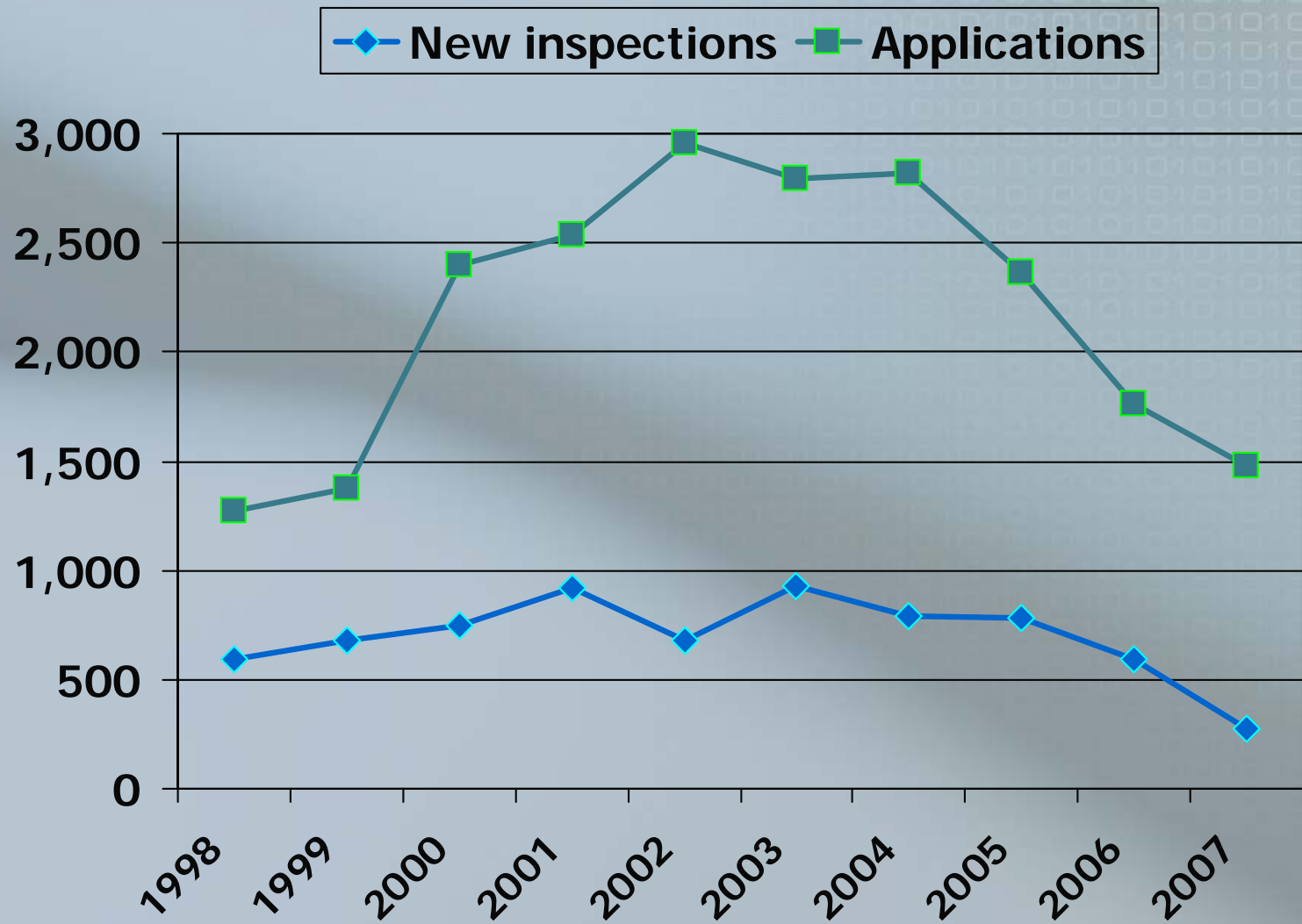
- Projected \$1.3 million operating deficit turned around to \$1.012 surplus
  - Froze vacant positions
  - Department budget reversions
  - Reduced transfer to SCR Fund
  - Occupancy & sales taxes better than projected
  - Interest income better than projected
    - GASB 31 loss reduced from \$857k to \$397k

# General Fund

## Revenue % Change from PY

- 1% point of collection sales tax 0.6%
- Population based sales taxes 12%
- Register of Deeds <26%>
- Building permit fees <29%>
- Environmental fees <27%>
- ABC profits 14%
- Interest income 64%
- Ambulance fees 15%

# Septic Permits

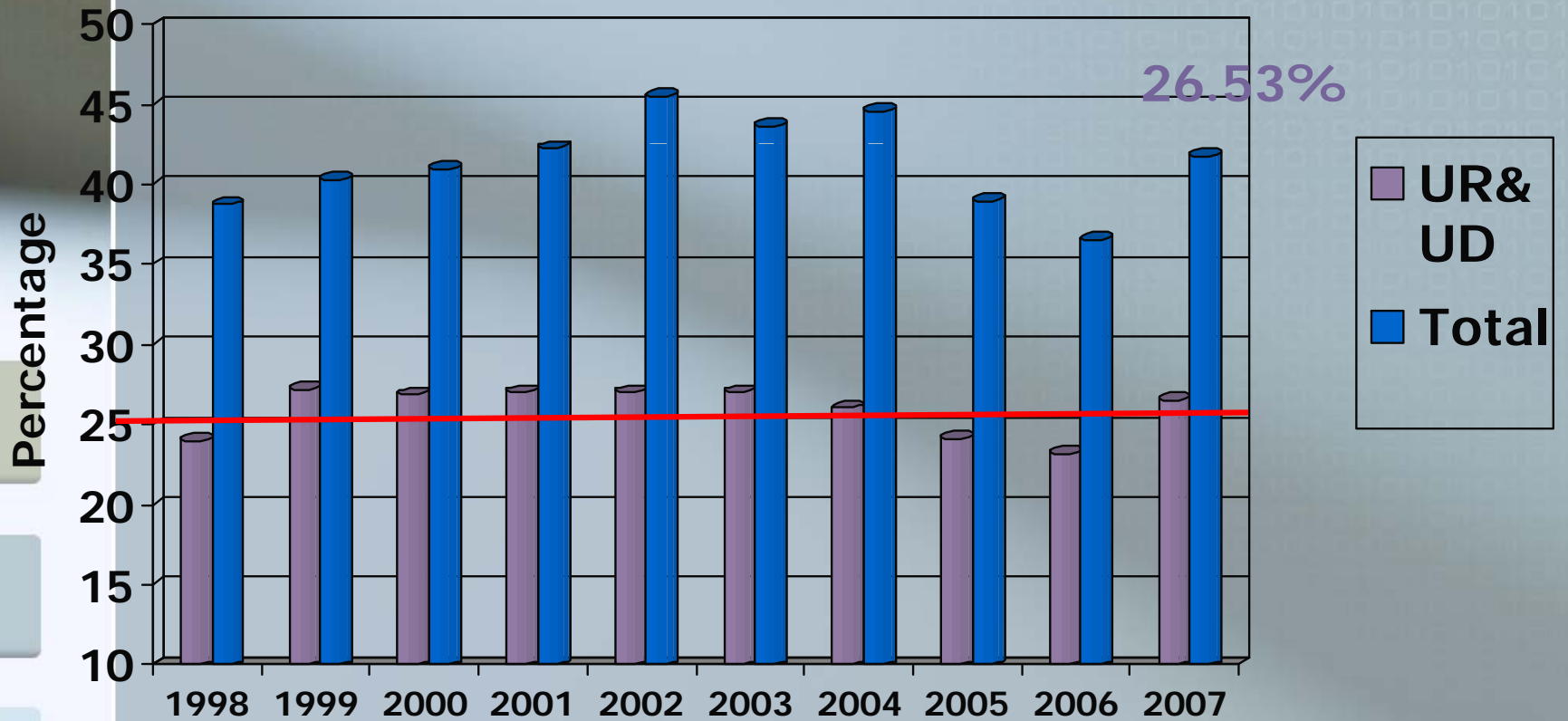


# General Fund

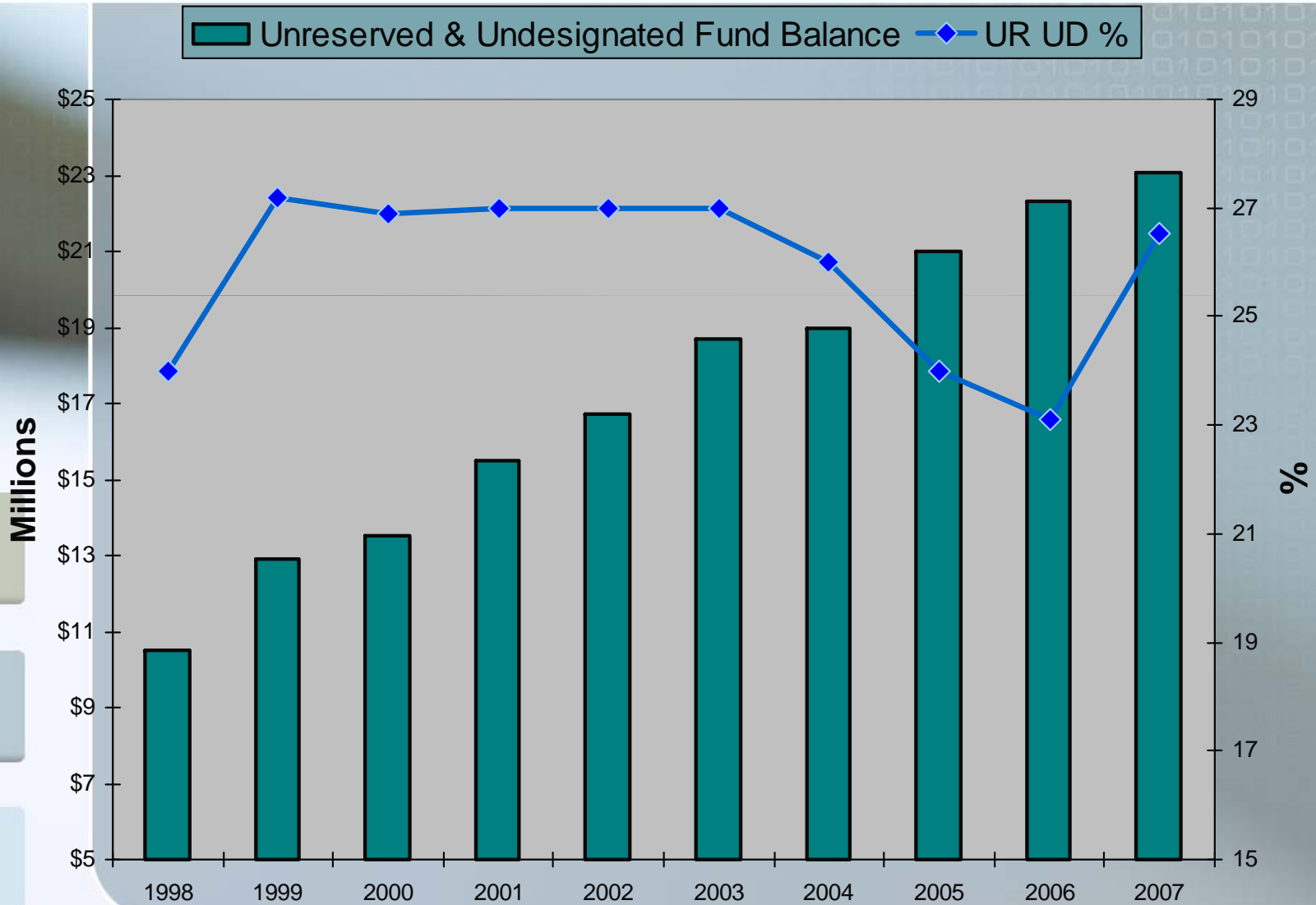
- Revenues under budget by \$466,721
  - Real estate and construction related down
  - Offset by occupancy tax, sales tax and interest income
- Expenditures under budget by \$6,207,982
  - Actions during year to limit expenditures
- Net of positive \$1,012,000

# General Fund

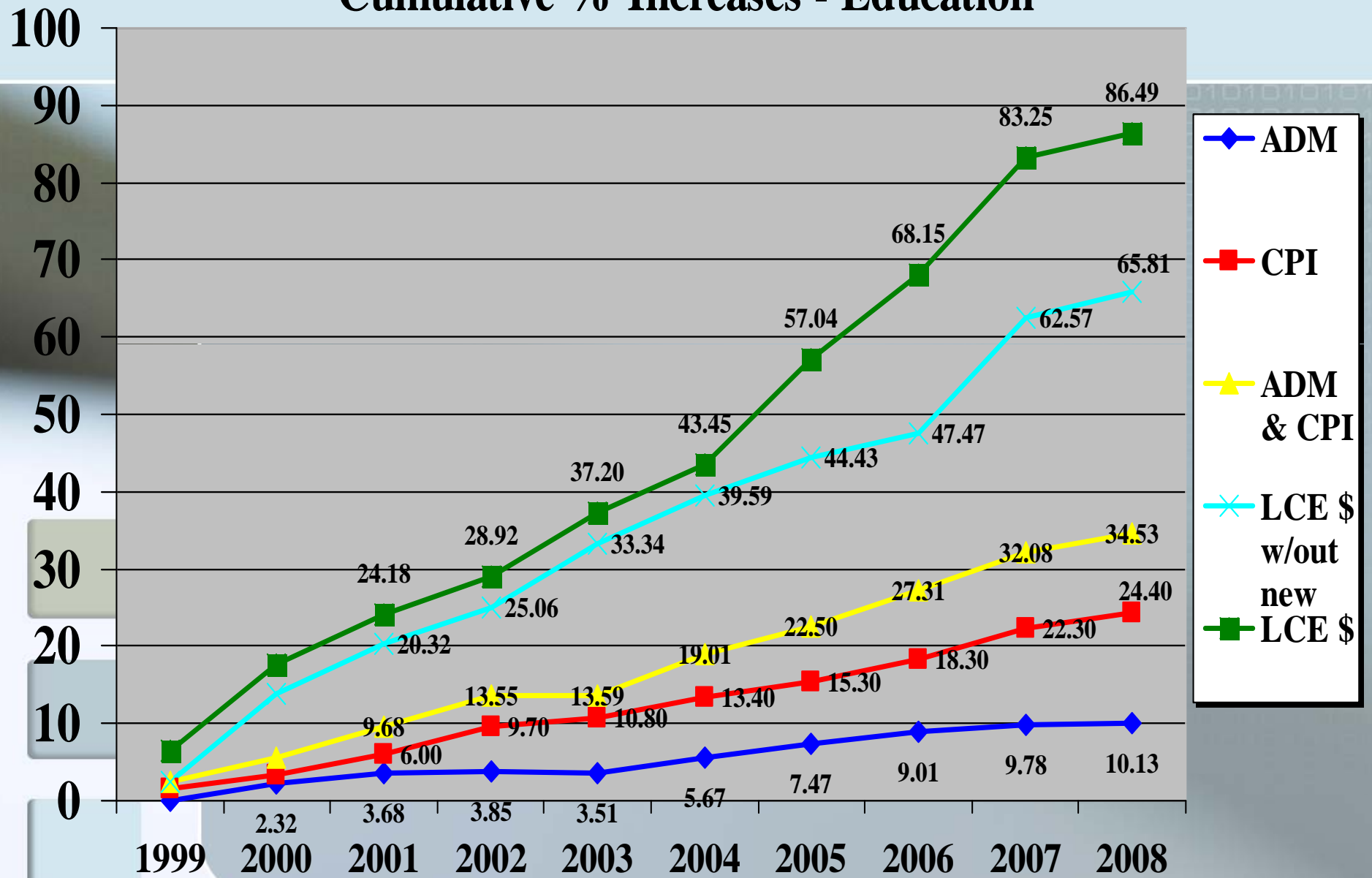
Fund balance



# General Fund



## Cumulative % Increases - Education



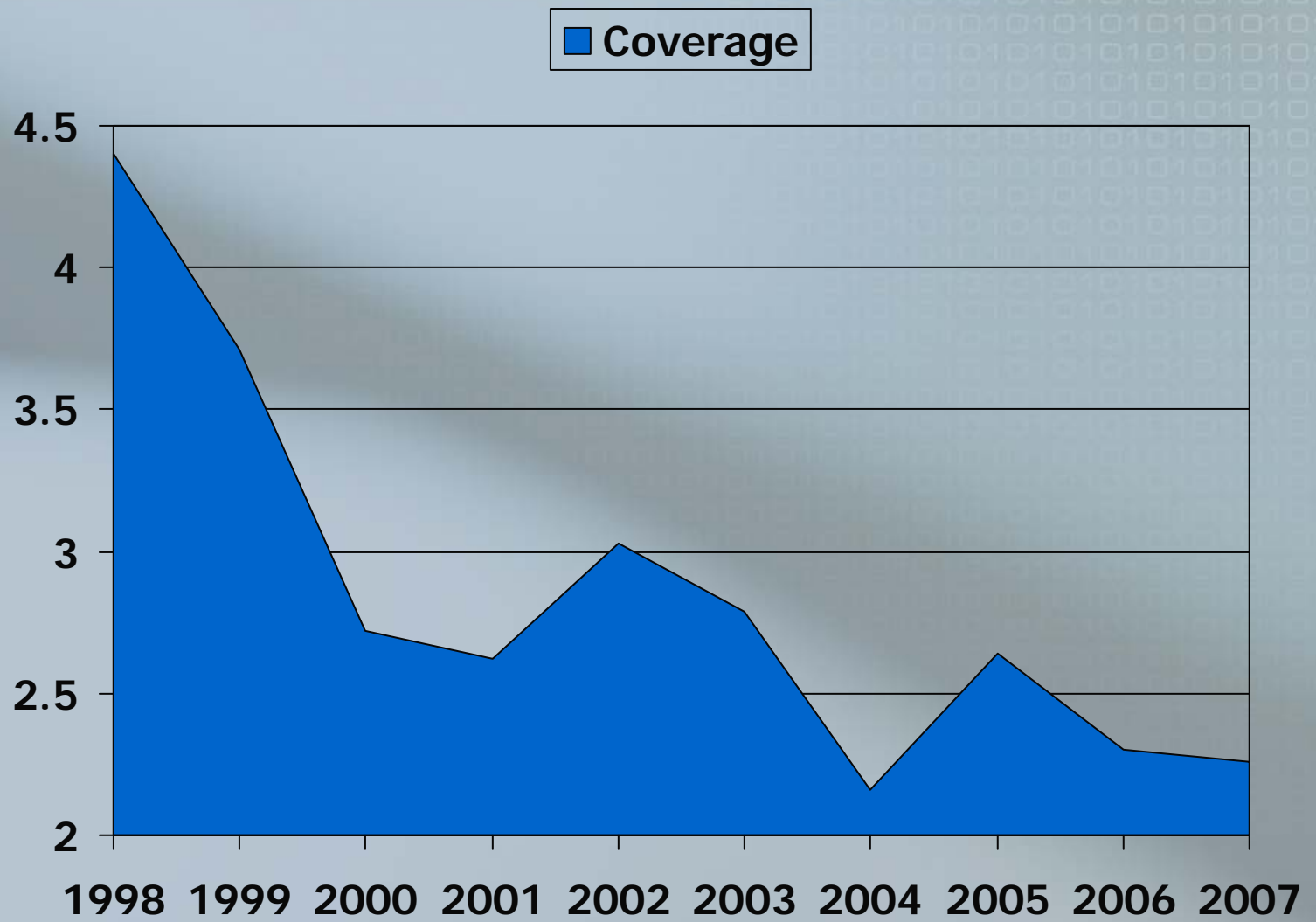
# Special Revenue Funds

- Beach Nourishment fund balance at \$16,416,214
- School Capital Reserve fund balance at \$10,400,349
- E911 fund balance at \$1,359,900
  - Wired at \$839,581
- Sanitation fund balance at \$2,021,565
- Disaster Recovery fund balance at \$877,618

# Water Fund

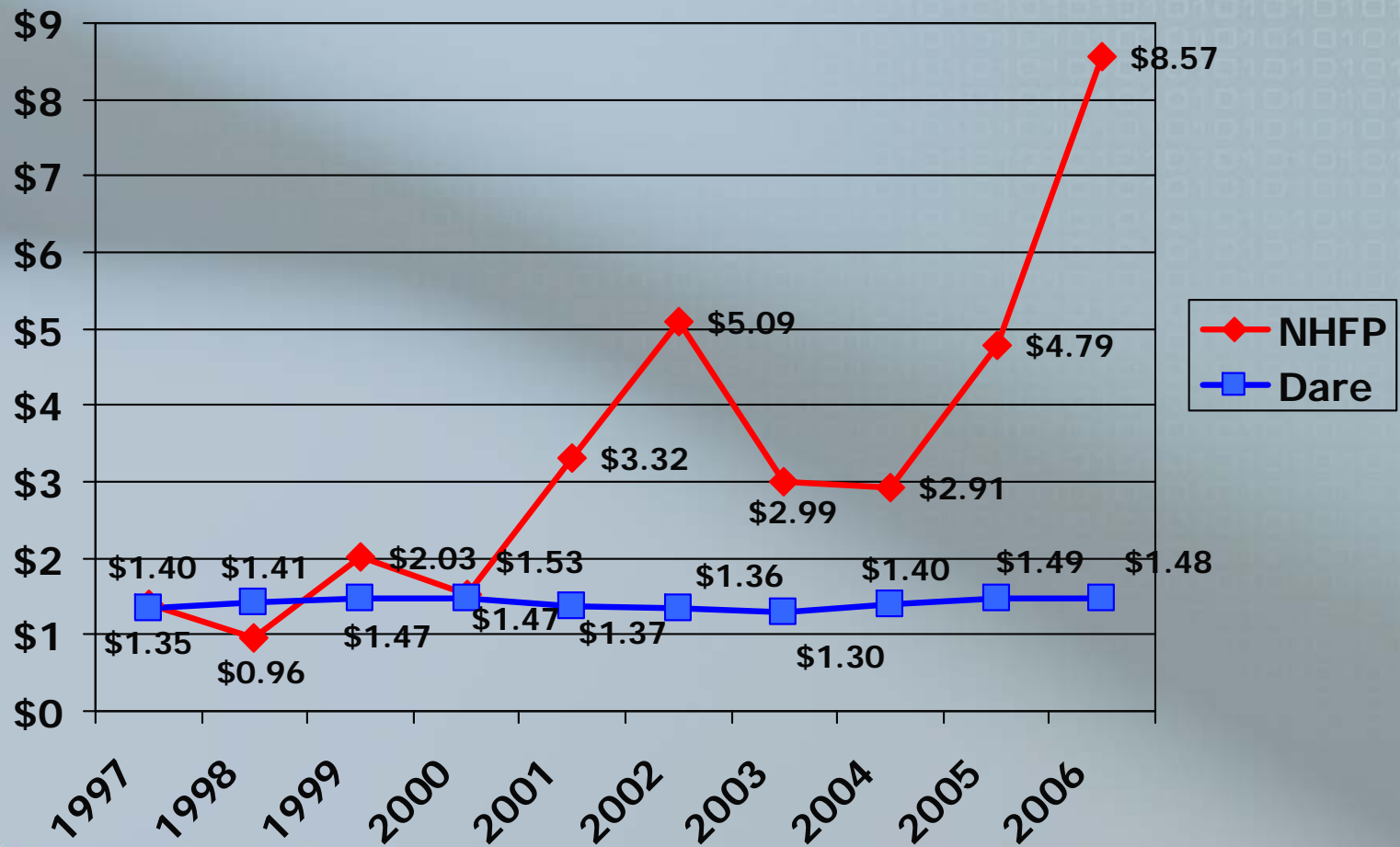
- Operating revenues up 0.05% while operating expenses up 7.86%
  - Operating revenues less capital related up 3.04%
  - NH Fresh Pond wholesale rates pressuring operating expenses
- Revenue bond coverage at 2.26

# Enterprise Fund Revenue Bond Coverage

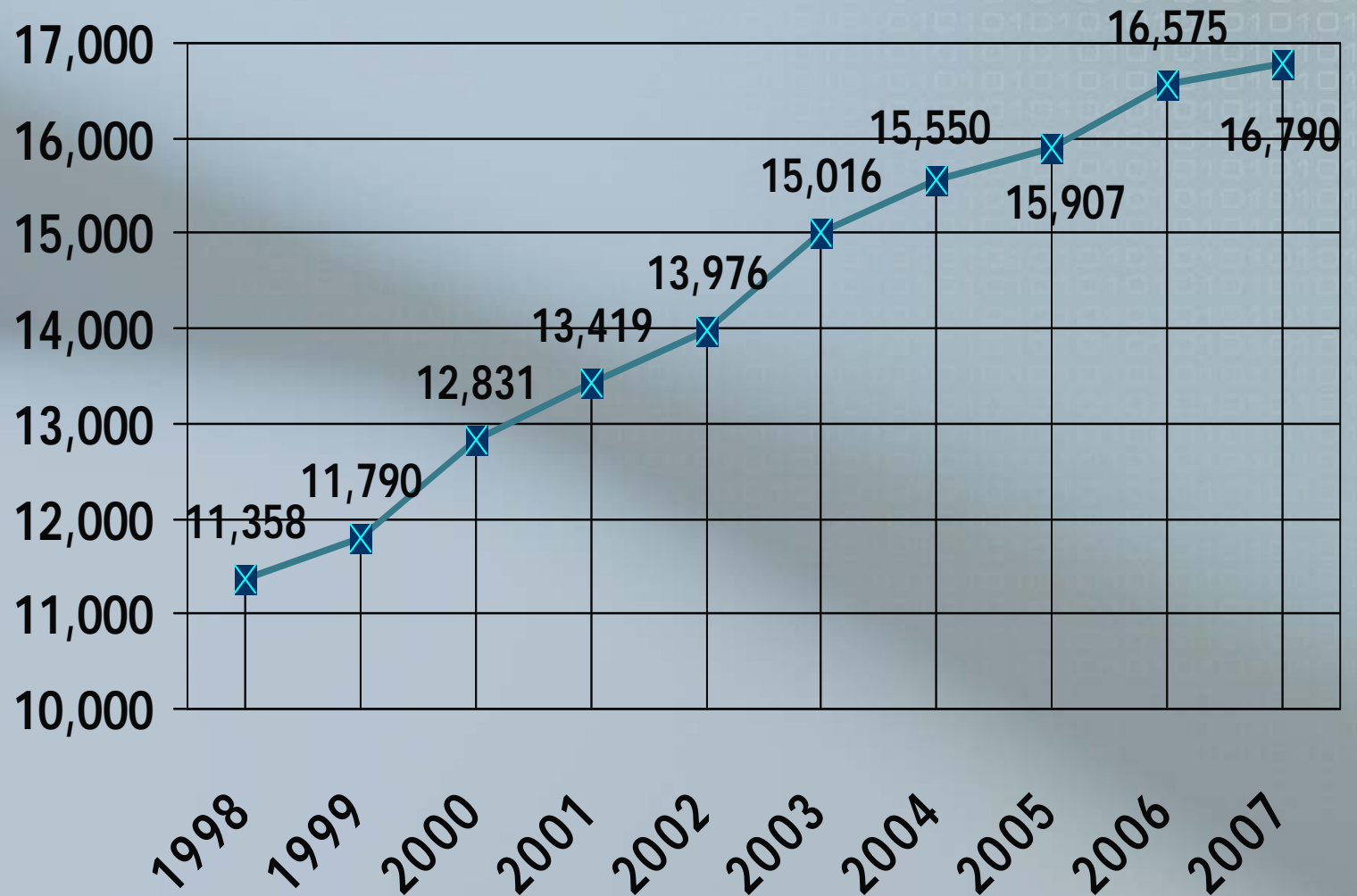


# Water Fund

## Wholesale Water Rates

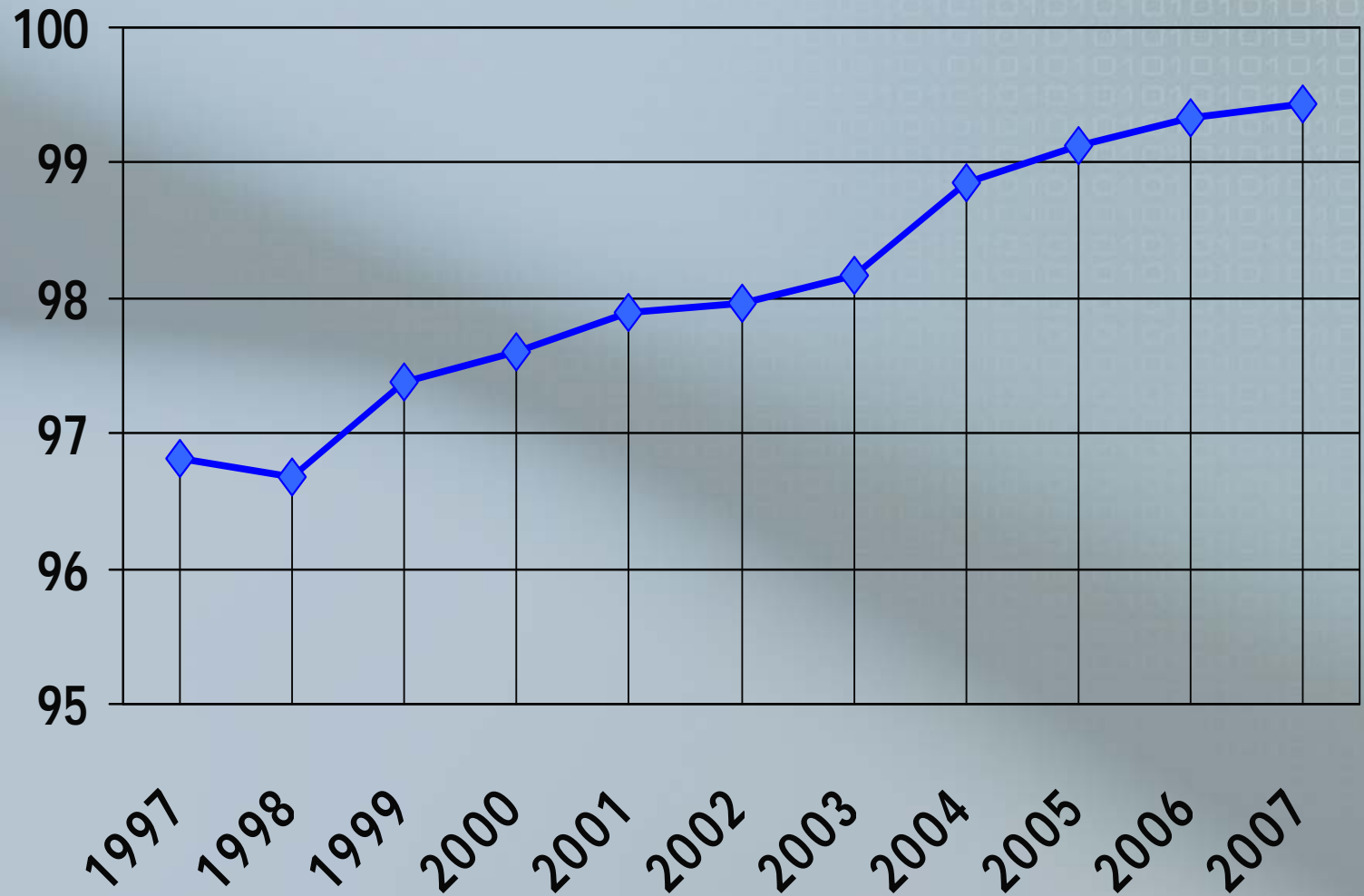


# Enterprise Fund Water System Customers

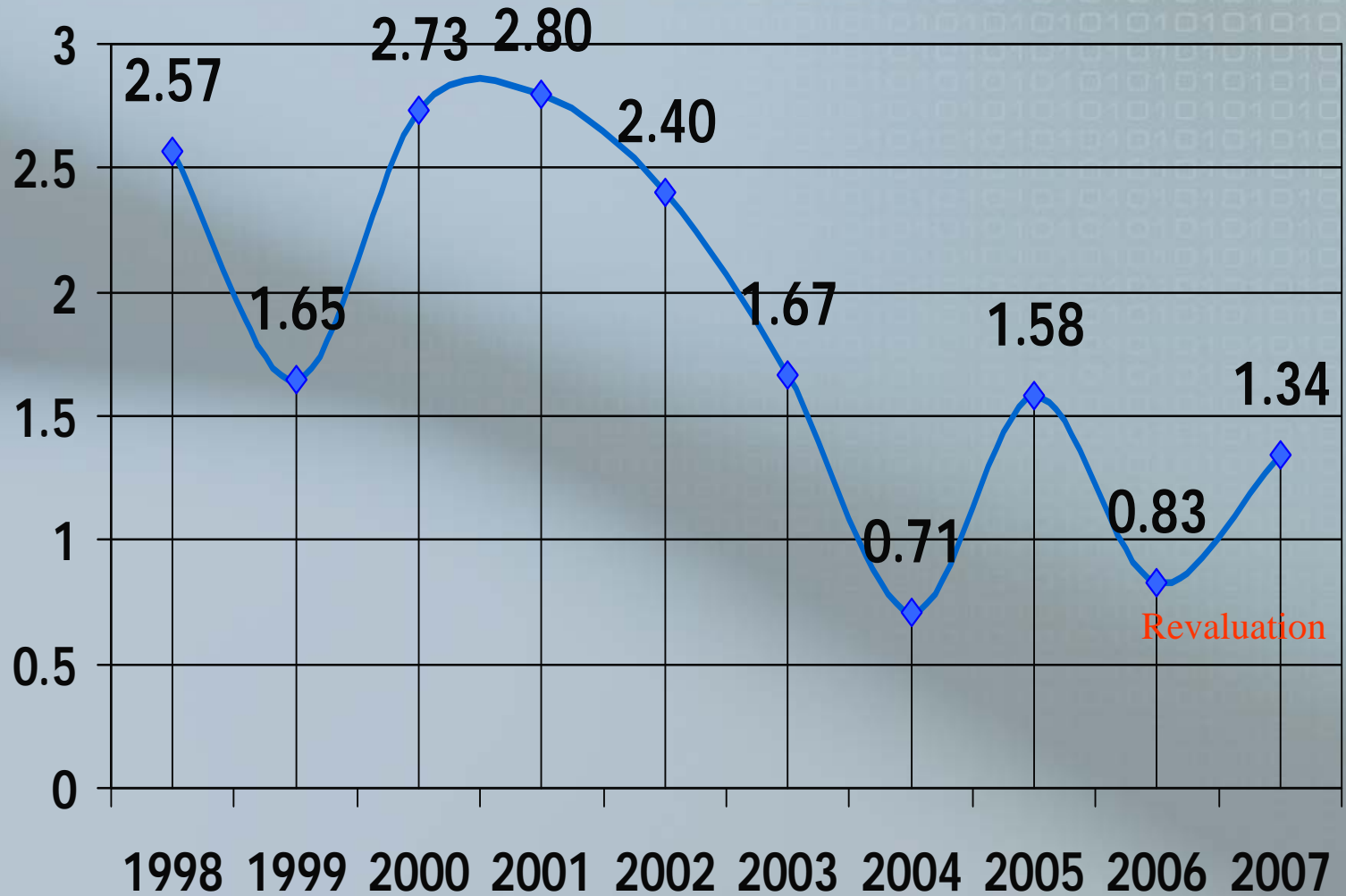


# Property Tax Collections

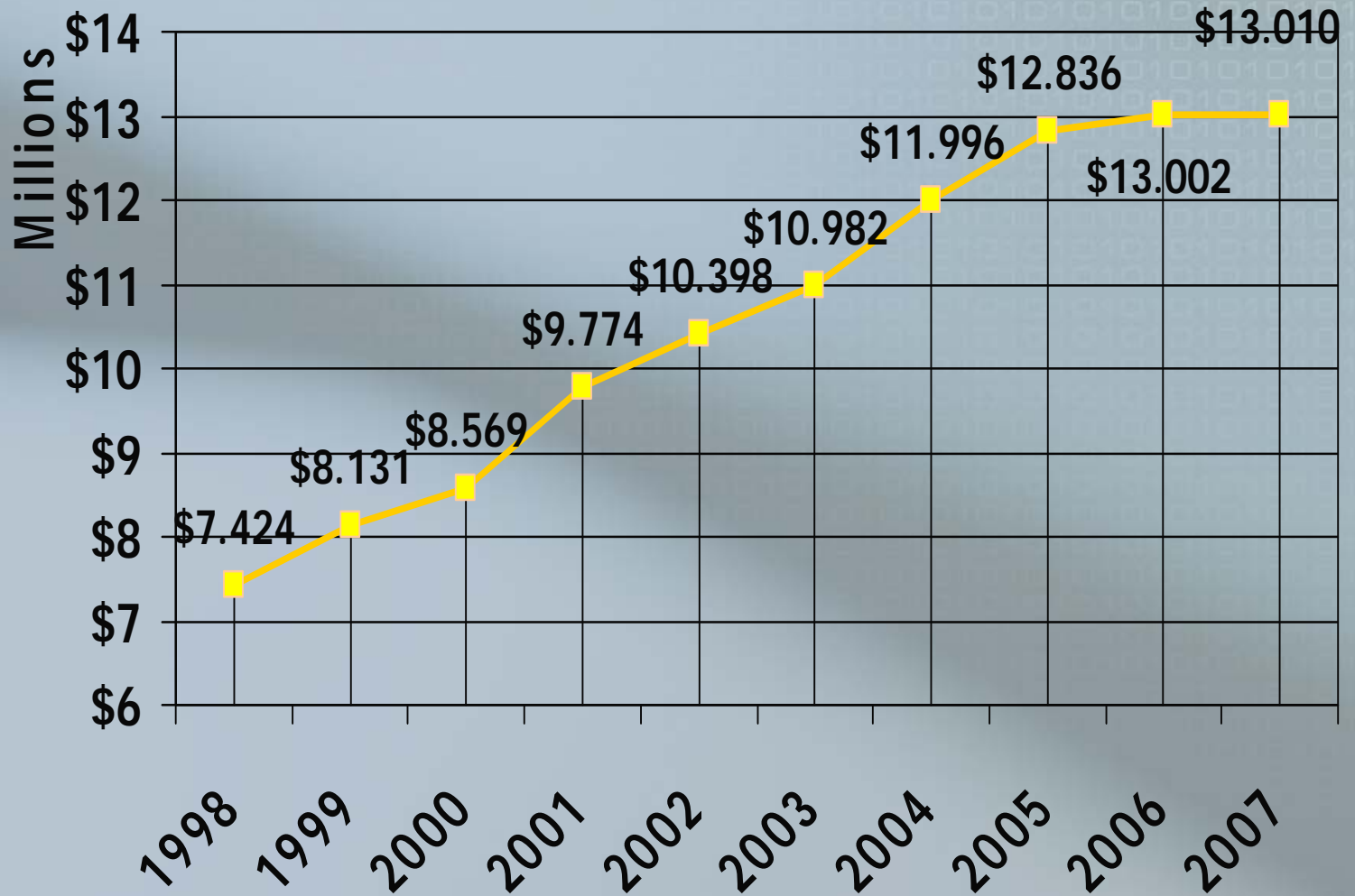
(Current Year Collection % = 99.44%)



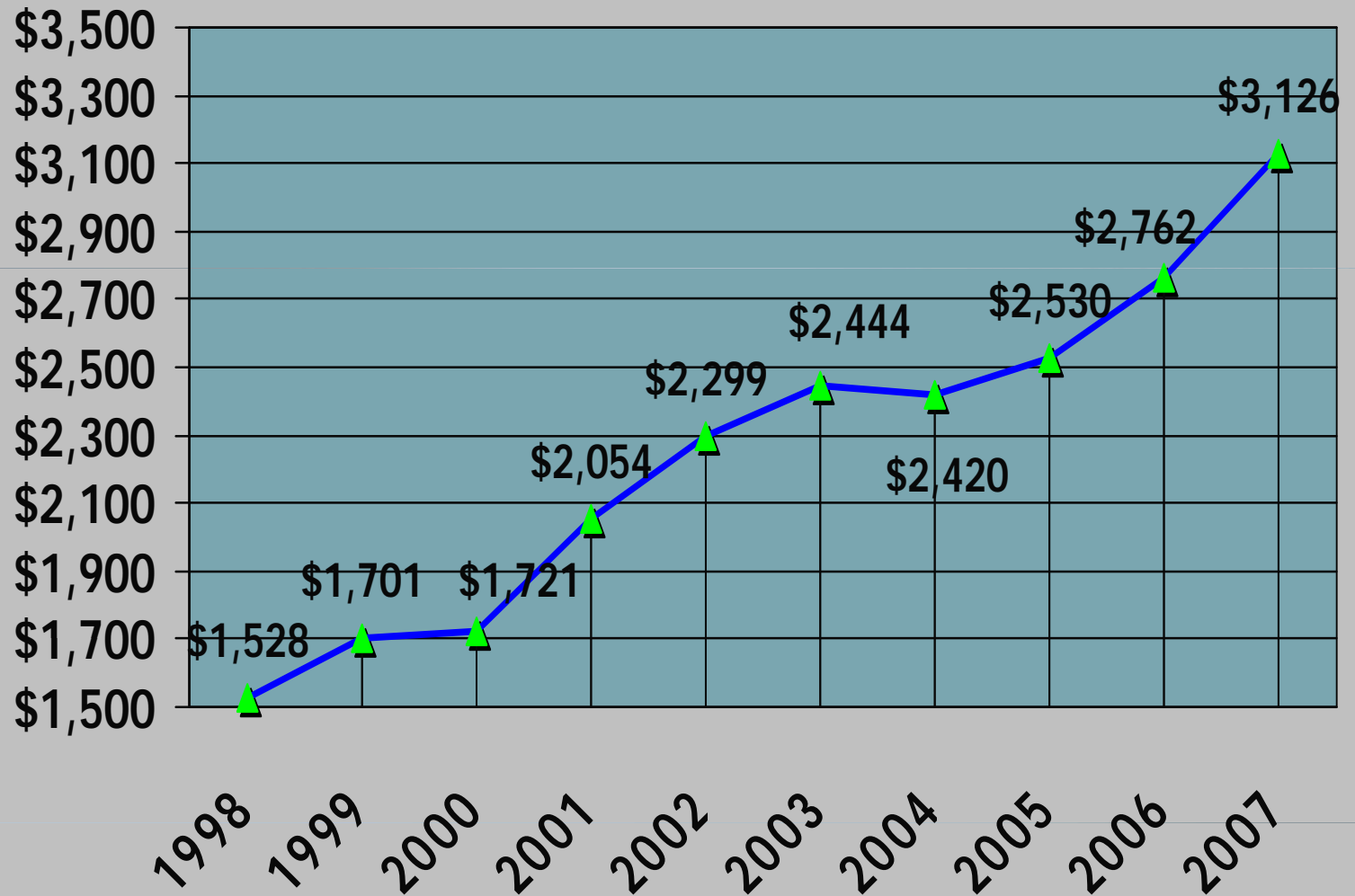
# Property Tax Equivalent General Fund Interest Income



# 1% Sales Tax – Countywide



# County Share – Occupancy Tax

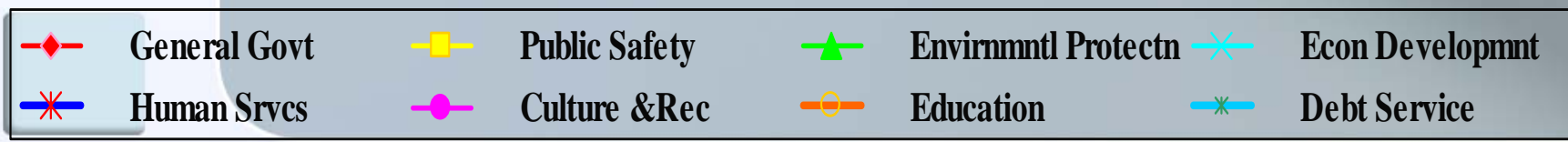
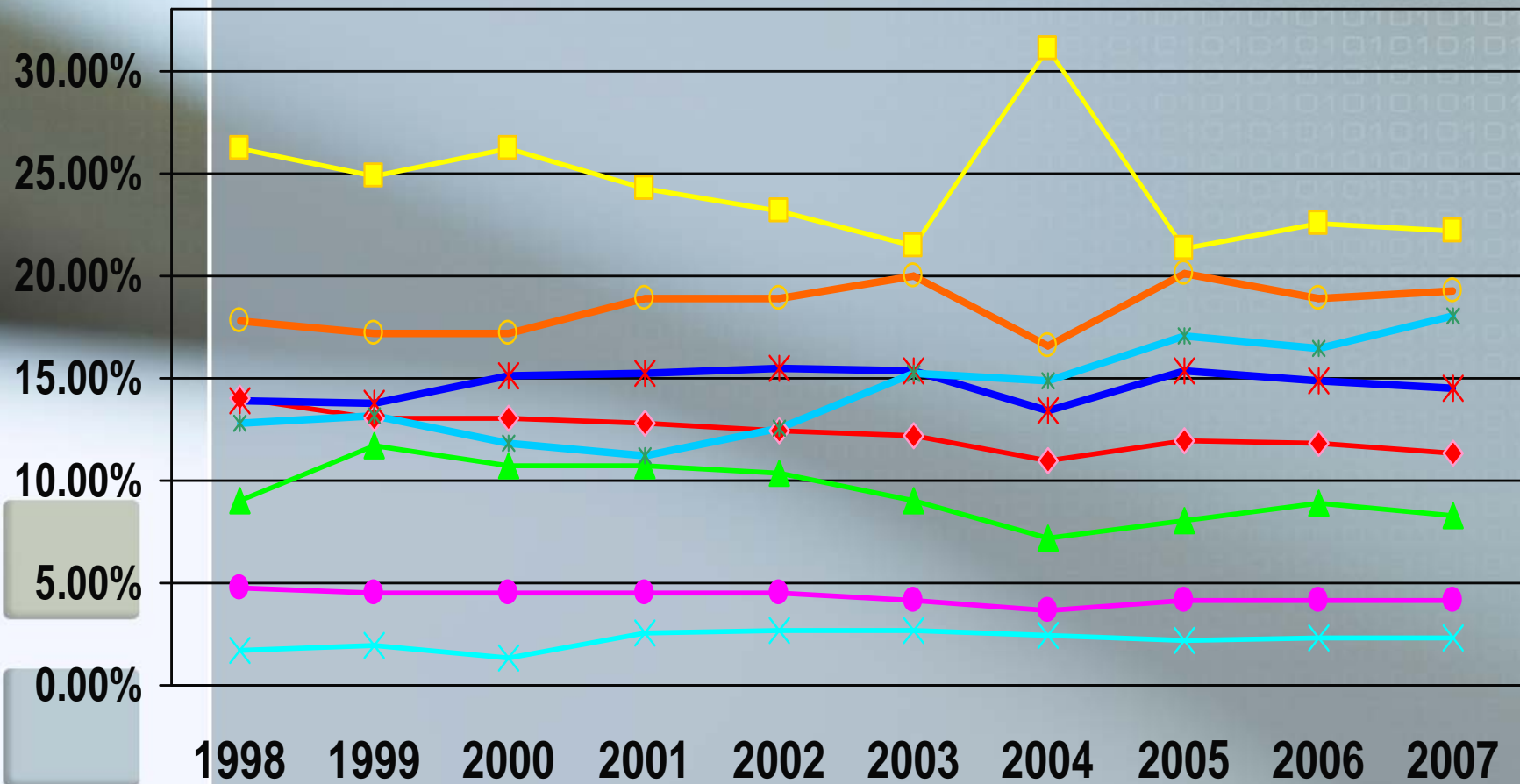


# Land Transfer Tax

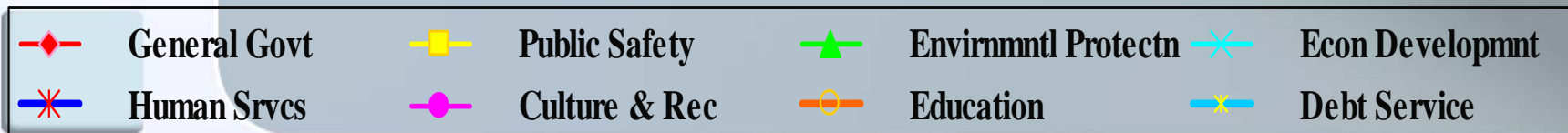
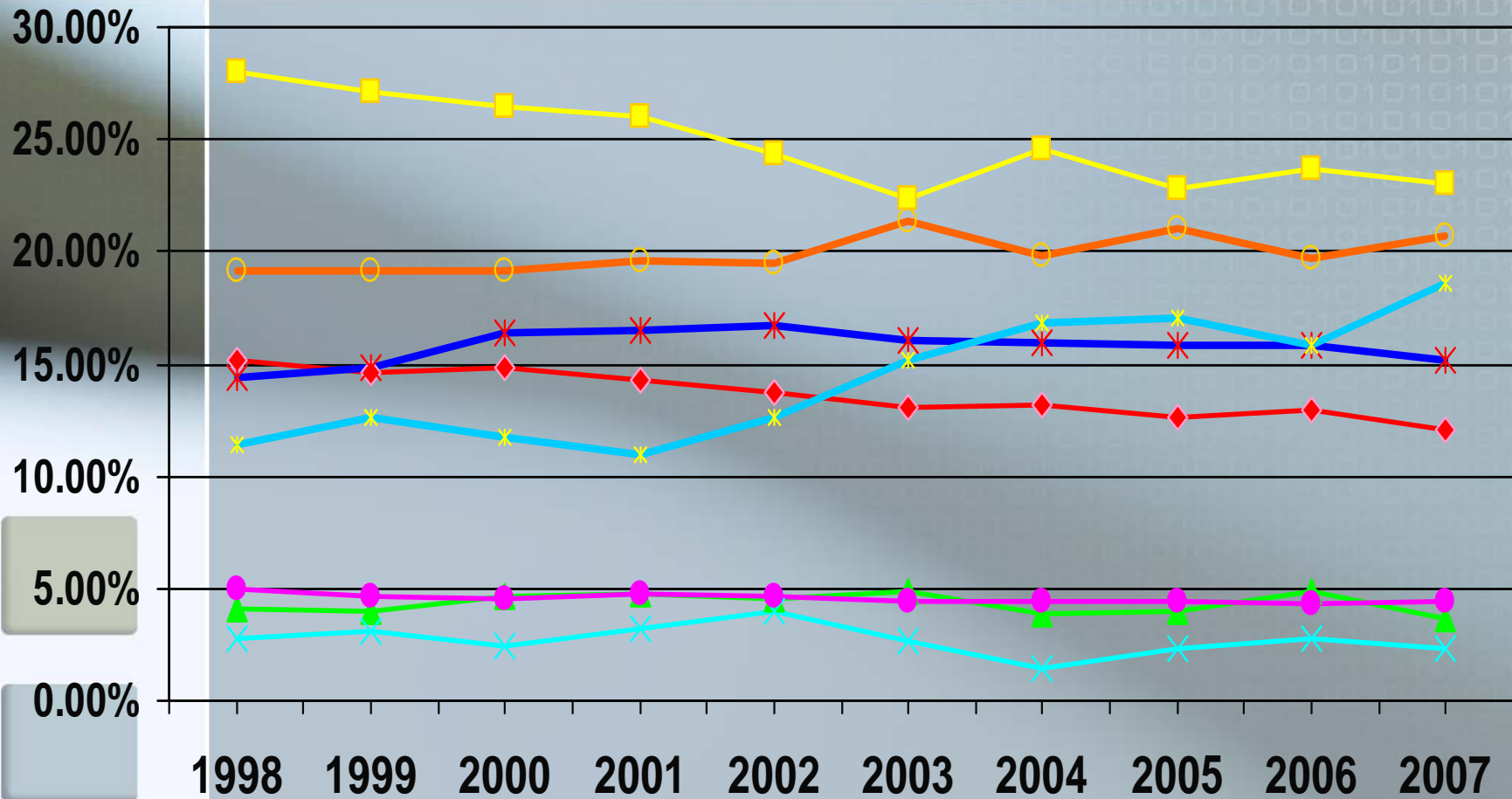
## Gross Collections



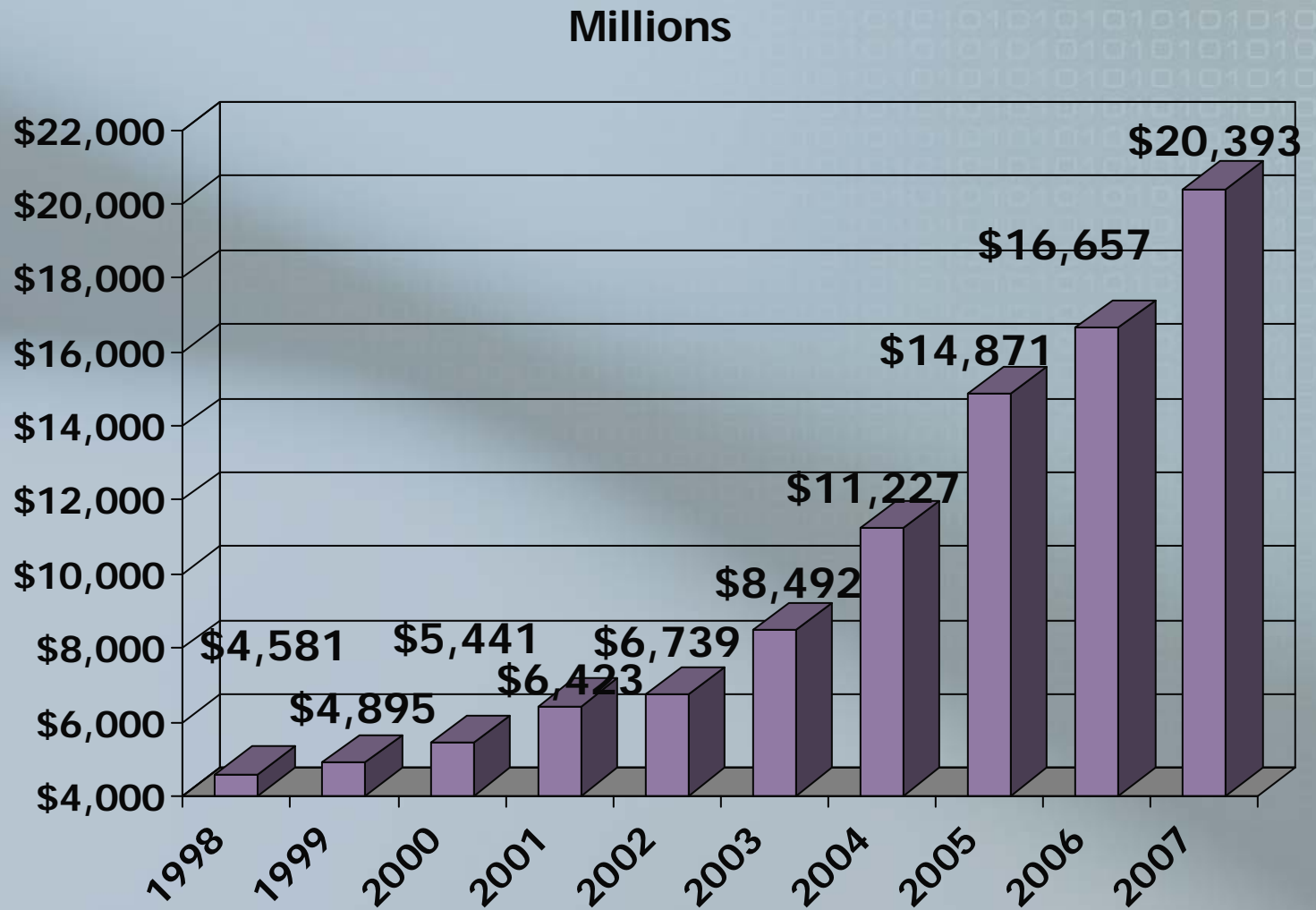
# Expenditures as a % of Total General & Special Revenue Funds



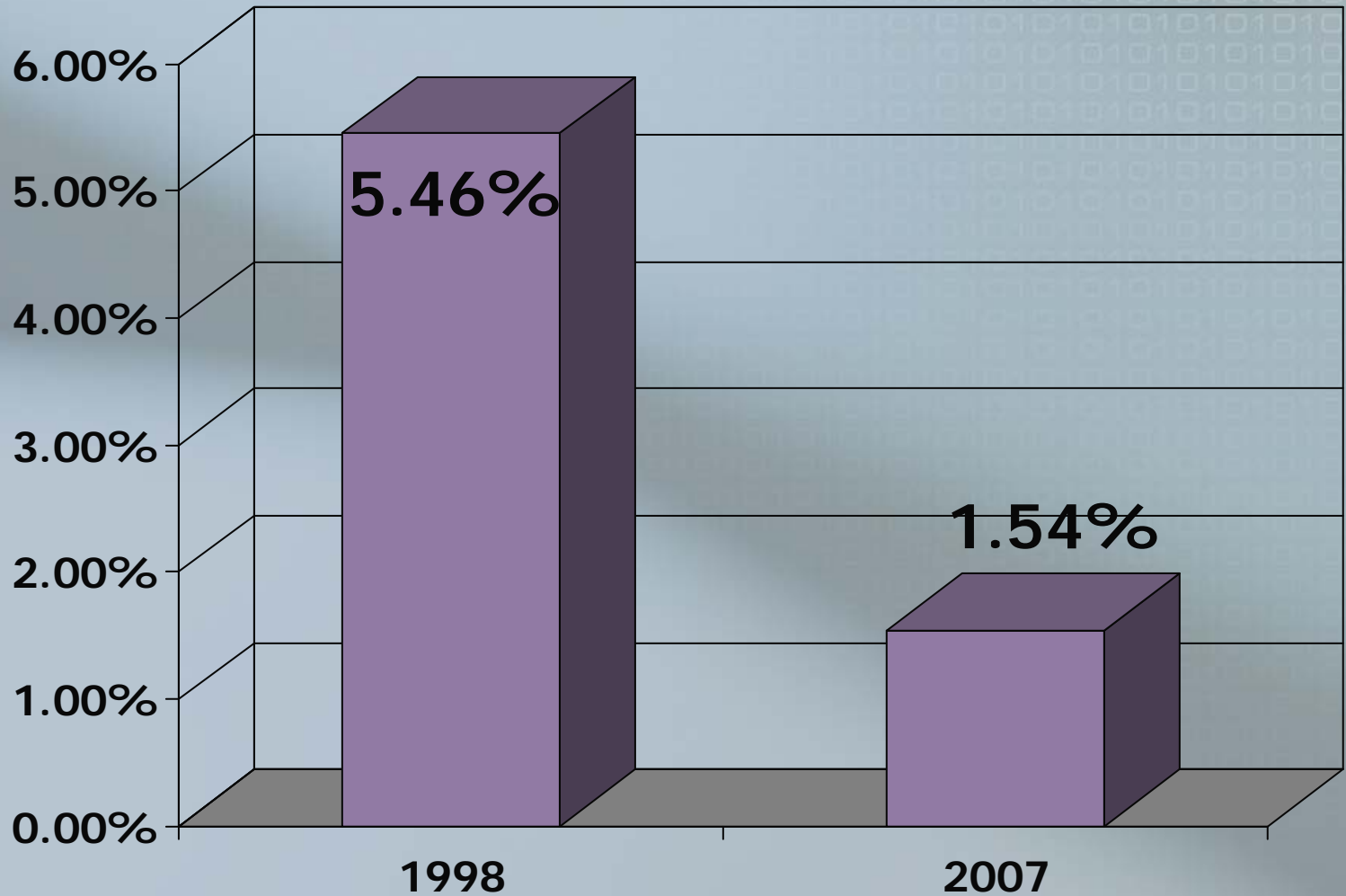
# Expenditures as a % of Total General Fund Only



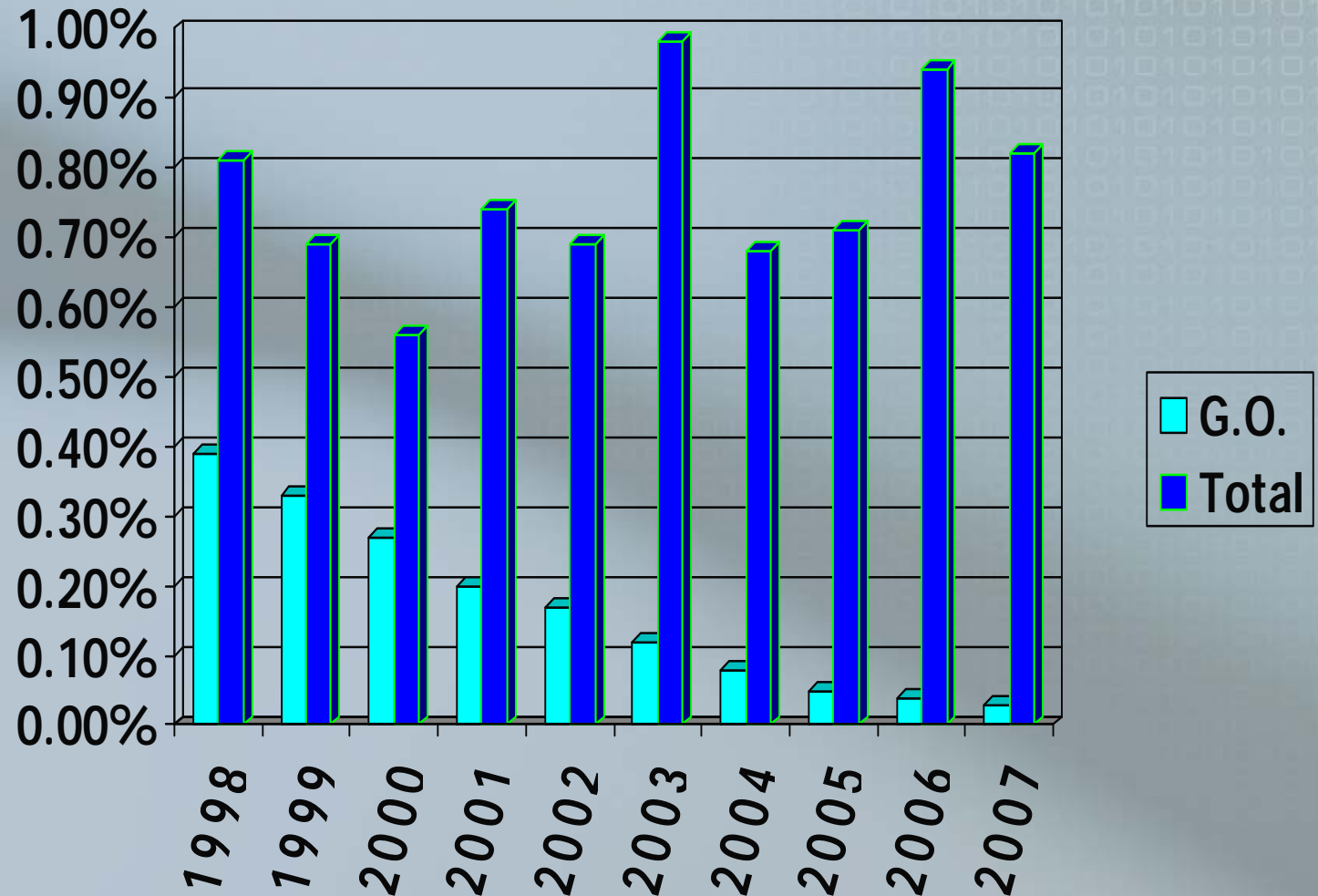
# Estimated Actual Property Values



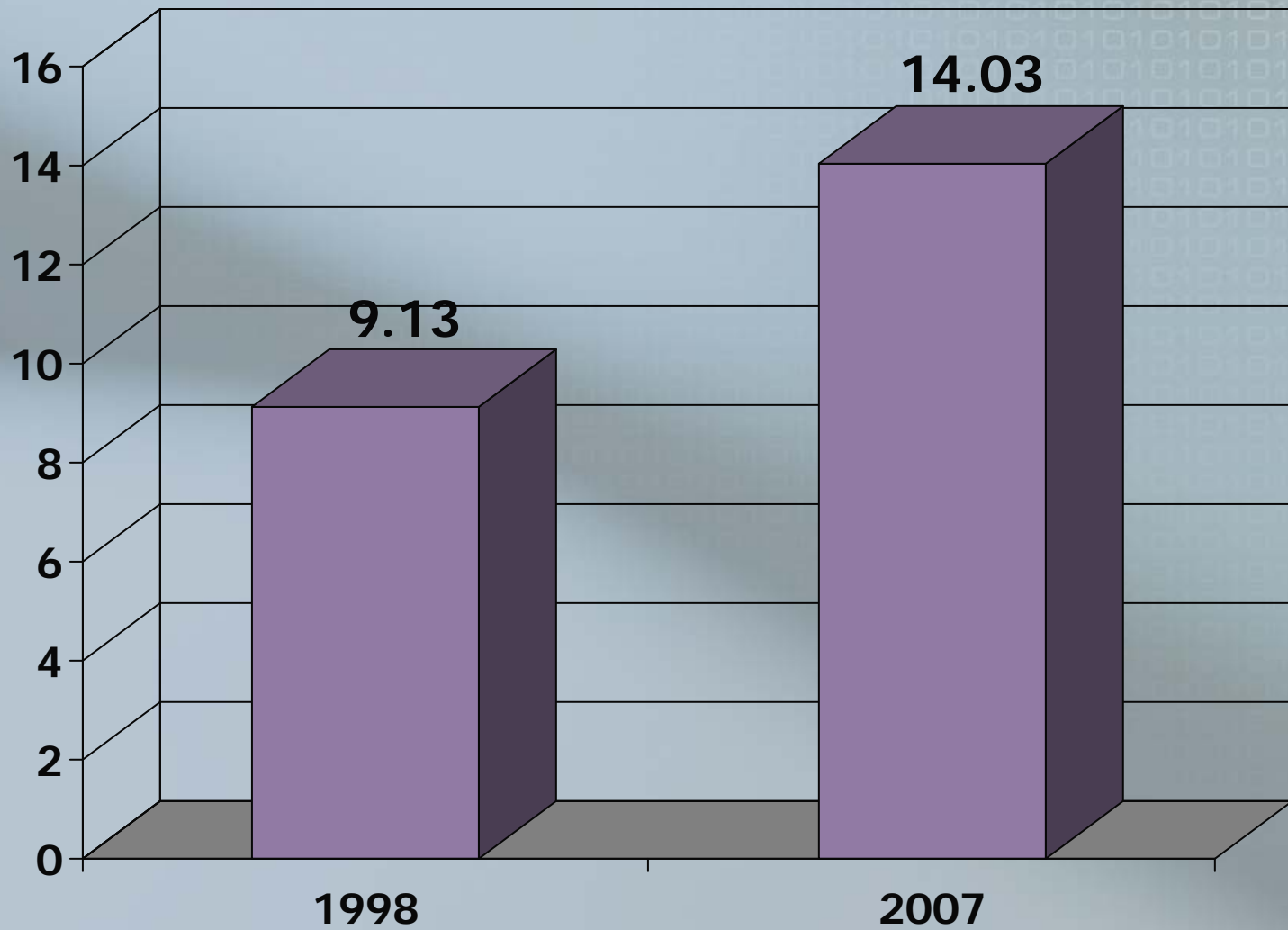
# Top 10 Taxpayers - % of Total Value



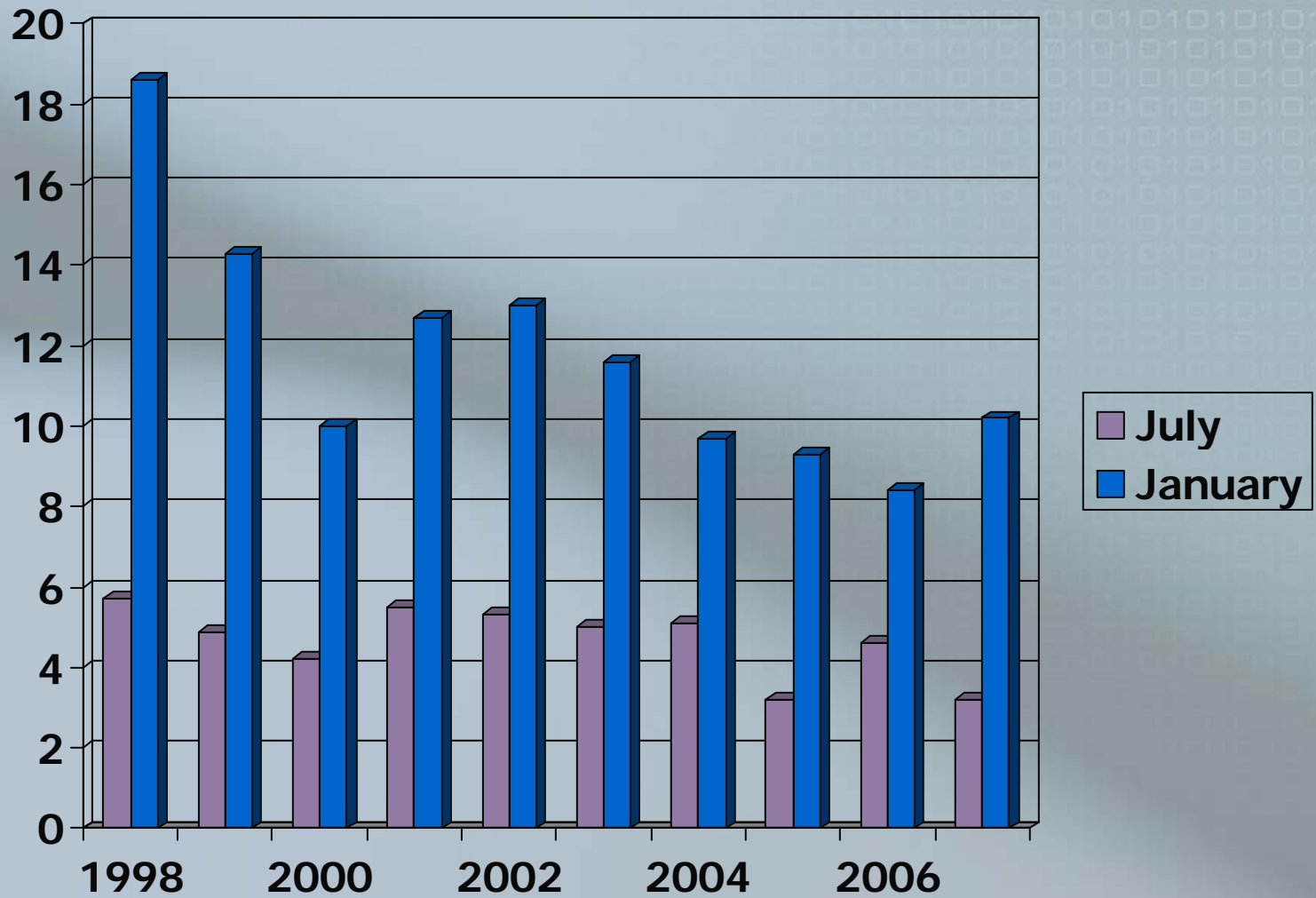
# Outstanding Debt as a % of Estimated Actual Taxable Property Value



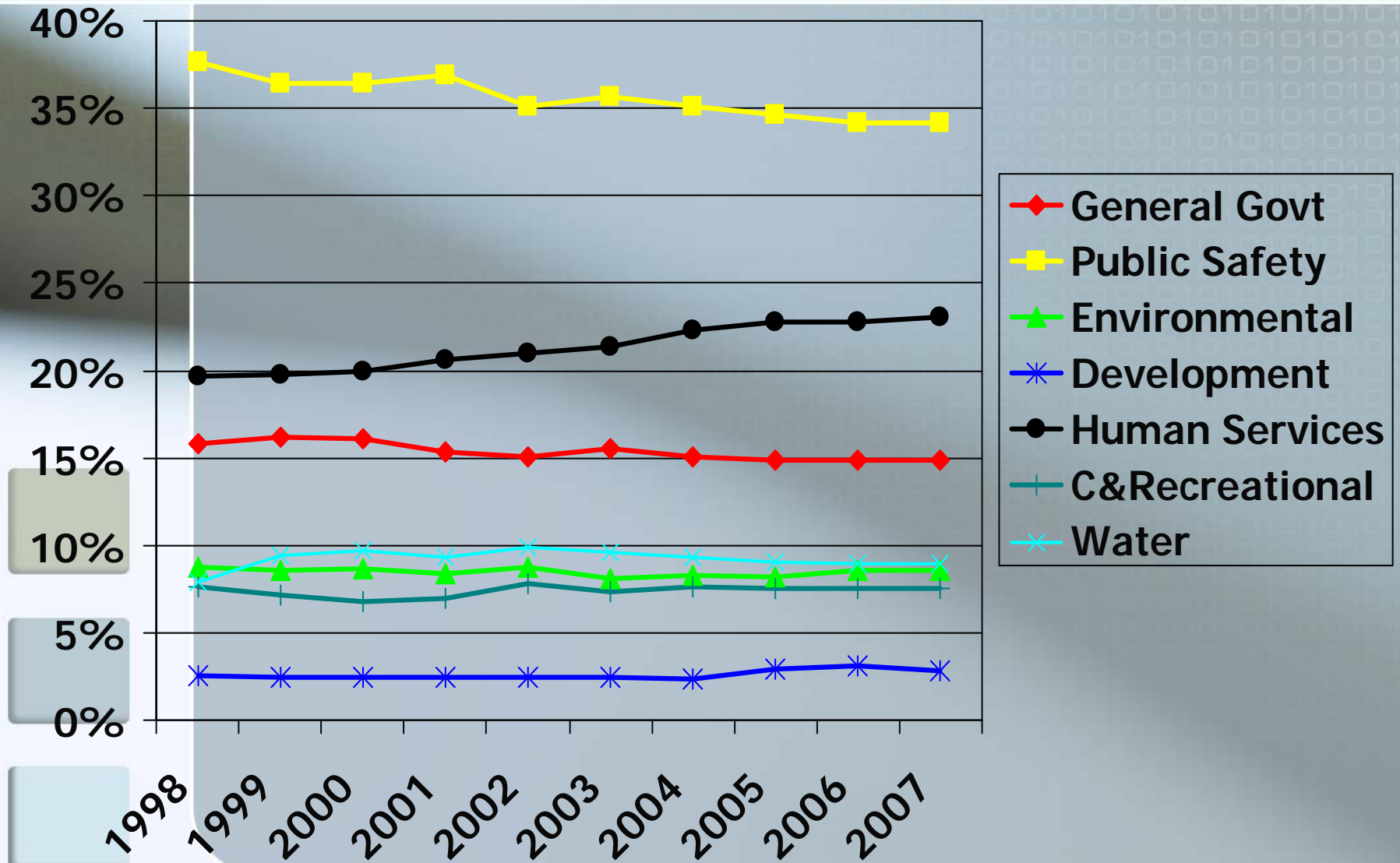
# Principal Employers-% of Total



# Unemployment Rate



# County Employees - % of Total



# Fact Sheet

- Tax base \$16.9b
- CY tax collection rate 99.44%
- 1 cent raises (GF) \$1.68m
- Total debt \$165.8m
- School debt \$125.5m
- Water customers 16,790

# General Fund

- Propose reducing UR & UD fund balance to 25%
  - Makes \$450,000 available
  - Combine with \$250,000 from E911 wired fund balance at 1/31/08
- Deposit into irrevocable trust with State Treasurer
  - \$130,000 for LEOSSA
  - \$570,000 for GASB 45 retiree health