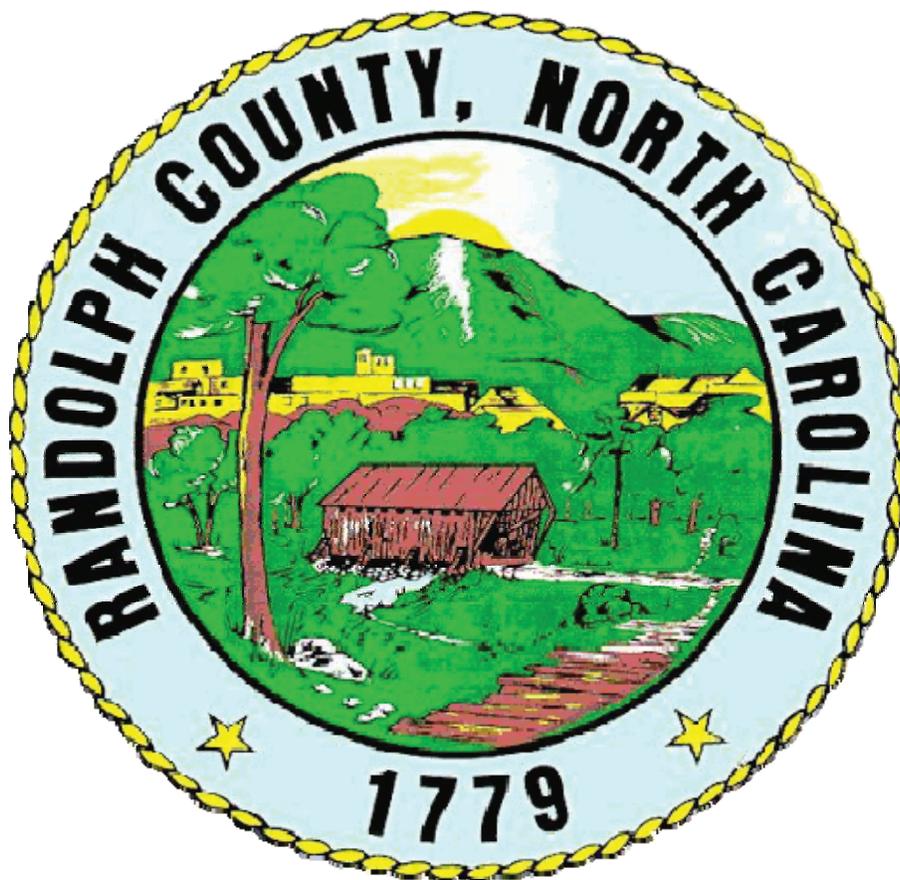


# **RANDOLPH COUNTY, N.C.**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**



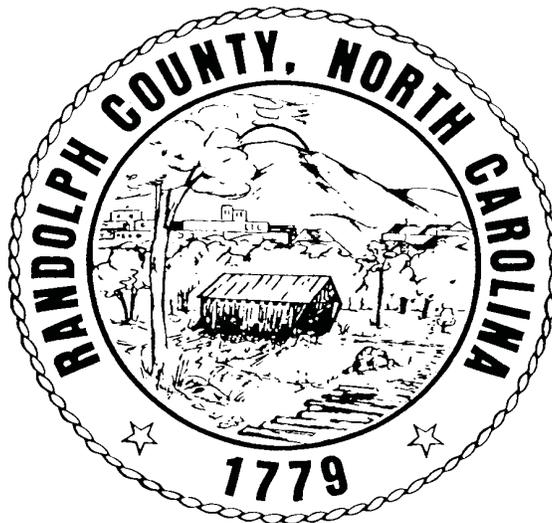
**FISCAL YEAR ENDED JUNE 30, 2014**

On the Cover:

In 1973, the Randolph County Board of Commissioners selected the design of Randolph County citizen Audrey Beck for its new official county seal. The seal depicts the Old Plank Road, local Indian history, a covered bridge and Purgatory Mountain, which is the location of the North Carolina Zoo.

**RANDOLPH COUNTY, NORTH CAROLINA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

For the Fiscal Year Ended June 30, 2014



Prepared by:

Randolph County Finance Office

**William L. Massie, CPA**  
Assistant County Manager/Finance Officer

**Suzanne H. Dale, CPA**  
Deputy Finance Officer

**Tammy L. Delk, CPA**  
Internal Auditor



**RANDOLPH COUNTY, NORTH CAROLINA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT**

For the Fiscal Year Ended June 30, 2014

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**RANDOLPH COUNTY, NORTH CAROLINA**  
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## **INTRODUCTORY SECTION**

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## RANDOLPH COUNTY ADMINISTRATION DEPARTMENT

Randolph County Office Building ♦ 725 McDowell Road  
Asheboro, North Carolina 27205

November 24, 2014

To The Board of Commissioners and Citizens of Randolph County, North Carolina

State law requires that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of Randolph County (County) for the fiscal year ended June 30, 2014. This CAFR was prepared for readers to gain an understanding of the County's financial activities over the last fiscal year, by presenting financial information which conforms to high reporting standards.

County management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

The County's financial statements have been audited by Cherry Bekaert LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal

year ended June 30, 2014, are fairly presented in conformity with GAAP. The report of the independent auditor is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federal and state mandated, “Single Audit” designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These compliance letters, along with the schedule of expenditures of federal and state awards, findings and recommendations, if any, are published in a separate report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County’s MD&A can be found immediately following the report of the independent auditors.

### **Financial Reporting Entity**

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The Financial Statements include all funds and account groups of the County, including all activities considered to be part of (controlled by or dependent on) the County. Control by, or dependence on, the County was determined in accordance with the criteria established by the Governmental Accounting Standards Board (GASB) and included in the GASB’s guidance in defining the governmental reporting entity.

The financial reporting entity includes all funds and account groups of Randolph County, as well as its component unit. Component units are legally separate entities for which Randolph County is financially accountable. The Randolph County Tourism Development Authority is included as a component unit and presented in the financial statements as if it is a separate governmental fund of the County. Additional information on this authority can be found in Note I.A. in the notes to the financial statements.

## **Profile of Randolph County**

---

Randolph County is strategically located in the geographic center of North Carolina; it is a part of the Piedmont Triad region, a six-county area whose central location puts it within 90 miles of the Blue Ridge Mountains to the west and within 200 miles of the Atlantic Ocean to the east. The County sits in the middle of the Eastern Seaboard, within 500 miles of half of the nation's population and largest markets.

Randolph County contains 790 square miles of gently rolling hills, river valleys, and forest land. Randolph County is home to the Uwharrie Mountains, one of the world's oldest mountain ranges. Founded by Quaker settlers in the 1780's, the area offered rich farmland and rivers that provided abundant waterpower.

Randolph County was formed in 1779 from the southern section of Guilford County by an act of the NC General Assembly. The County was named for Peyton Randolph of Virginia, a popular leader and President of the Continental Congress of 1774 and 1775.

Randolph County is the 11th largest county in North Carolina and has the 19th highest population in the state. Nine municipalities are incorporated within the County with Asheboro as the county seat. Asheboro is approximately 70 miles from Raleigh, the State Capital, and from Charlotte, the state's largest city.

Randolph County has long been known as a manufacturing center; traditional industries have included textiles, apparel, and furniture. The area's economic base continues to transition with more diversified and technology-based manufacturing. Agriculture remains an important part of the local economy, with Randolph ranked near the top of the State in beef cattle, milk cows, and poultry production.

Randolph County is home to the North Carolina State Zoological Park, the nation's largest natural-habitat zoo with 500 acres of exhibits and over 1,000 animals. Also located in the County are the Richard Petty Museum (celebrating NASCAR's all-time career victory leader), the Uwharrie National Forest, and the Seagrove area potteries, which enjoy an international reputation for exceptional hand thrown pottery.

Randolph County is also proud to be the home of the Victory Junction Gang Camp, founded by NASCAR's famed Petty family. This facility provides camping experiences for chronically ill children on a 65-acre site near Randleman. The camp is the latest of the "Hole in the Wall Gang Camps" founded by actor Paul Newman.

## **Profile of the County Government**

---

The County has a commissioner/manager form of government. The five members of the Board of Commissioners are elected from districts, at-large, on a partisan basis and serve staggered four-year terms. Commissioners hold policy-making authority and are responsible for adopting the budget and hiring the manager. The county manager is responsible for implementing policies of the governing board, for overseeing the day-to-day operations of the government, and for appointing the heads of various departments. The assistant county manager functions as budget officer, ensuring fiscal compliance with the annual budget adopted by the Board.

Randolph County government provides a wide range of services, including public safety, environmental protection, human services (Social Services and Public Health), planning and zoning, cultural, general administration and others. This report includes all the County's activities in maintaining these services. The County also extends financial support to certain boards, agencies, and commissions to assist their efforts in serving citizens. Among these are Randolph County Board of Education, Asheboro City Board of Education, Randolph Community College, Sandhill Center, Randolph County Senior Adults Association, and Randolph County Economic Development Corporation.

## **Factors Affecting Financial Condition**

---

### Local economy

Randolph County's economy has been impacted by changes in the national and global economies. The recent recession hit the local manufacturing sector hard but recovery continues. Hiring is underway as companies rebuild inventories and expand to meet increased demand. The September 2014 unemployment rate in Randolph County stands at 5.8%, better than the statewide rate of 6.1% and the national rate of 5.9%.

For the last two decades, Randolph County's economy has been transitioning from low skilled manufacturing to high-tech production. Companies need fewer workers but offer higher wage skilled positions. These same companies continually reinvest in technology and cutting edge equipment, adding incremental and sustainable growth to the tax base. Continual investment in worker training is another hallmark resulting in increased productivity and growing incomes. The majority of Randolph County industries are export oriented, focused on products and services delivered across the US and international markets.

The manufacturing sector is the primary tax base and a major job sector with 36% of the county's employment. Services have grown to 37% of the job base, driven primarily by an increase in health care. The fundamental strengths of our local economy remain

healthy and the short-term outlook is improving. Growth sectors include plastics, precision metals, food processing, medical device manufacturing, and chemicals. The stabilization of the housing industry is benefitting the furnishings industry, as consumers are once again making larger purchases of residential furniture. Furniture remains at twelve percent of the job base. Contract furniture is strong and residential furniture sales have stabilized. The region and county are beginning to see some furnishings business move back from Asia due to quality, delivery time, and financial pressures. Textile companies continue to find specialized niches in which to grow.

For the seventh year in a row, the Greensboro-High Point Metropolitan Statistical Area (MSA) earned a Top 10 national ranking for attracting new industry among similar-sized areas. Site Selection magazine, a national publication catering to executives responsible for site selection and facility planning decisions around the world, ranked the Greensboro-High Point MSA fourth in the United States in 2013. The MSA is composed of Guilford, Randolph, and Rockingham counties.

Long-term investments in infrastructure are being made, with new interstate highway construction and upgrades of existing highways to interstate standards. Our County has developed water capacity that will meet our future needs for the next 40-50 years, and public water access has been extended to rural areas. These infrastructure projects are already attracting new client interest in Randolph County where affordable land, a skilled labor pool, and large transportation network create a competitive advantage.

The economy is supported by strong commitment from Randolph Community College, which has broadened the skills of the local work force. In 2010, voters approved a quarter-cent sales tax to fund future capital needs of the community college, signifying a commitment to education and training that will yield future economic growth and vitality. The Continuing Education/Industrial Trade Center offers significant training opportunities for our citizens.

Agriculture continues to be a core part of the local economy, with Randolph County ranking in the top ten counties in North Carolina in the production of:

- All Cattle #2
- Milk Cows #2
- Beef Cattle #3
- Hay #6
- Broilers (Chickens) #7
- Layers (Chickens) #10

Tourism plays a vital role in the County's economy. The Randolph County Tourism Development Authority (RCTDA) is charged with representing the specific destination of Randolph County and assisting in the long-term development of its communities through a travel and tourism strategy. The County is proud to be the home of the North Carolina

Zoo in Asheboro. Recognized as one of the nation's finest zoos, it is the largest "natural habitat" zoo in the United States. The Seagrove area, home to nearly 100 pottery shops and galleries, is the self-proclaimed pottery capital of the world where artisans create handcrafted pottery made in the same tradition that began here more than 200 years ago.

The famous Richard Petty Museum in Randleman showcases more than 14 race cars, awards, photos and an extensive collection of personal memorabilia honoring the King of NASCAR, a life-long resident of the County, his family and race team. The City of Archdale is located just four miles from High Point, home of the largest home furnishings industry trade show and shopping district in the world. Other area attractions include the NC Aviation Museum & Hall of Fame, American Classic Motorcycle Museum, John Deere Vintage Tractor Museum, NC Pottery Center, and Richland Creek ZipLine.

### Long-term Financial Planning

For many years, the County has been actively building and renovating public school facilities in order to accommodate student growth and maintain a safe environment for students. There are still many critical needs in both public school districts, the community college, and the County government which will have to be addressed in later years. Because of the recent commitments to school construction, the County's debt capacity has been limited. The County will carefully assess its financial situation before proceeding with any new commitments. Each spring, the Board discusses its capital improvement plan, sets priorities for projects, develops realistic timetables, and evaluates financing methods.

Currently, there are two municipal systems with a surplus capacity of treated water. In the past, Randolph County has worked with municipalities to construct water lines along major highway corridors. Also, as a member of the Piedmont Triad Regional Water Authority, Randolph County has a water source to meet future needs. The County has available an allotment of 1.25 million gallons of treated water per day. In the past few months, the Randolph County Economic Development Corporation has conducted local forums on infrastructure planning and workforce development.

Randolph County is preparing for the development of a regional solid waste landfill, as a way to reduce disposal costs for our citizens and create a revenue source that will take pressure off the property tax rate. The County owns considerable land which was never used for a prior landfill operation. Randolph County has selected an operating partner, Waste Management, which is in the process of receiving a permit from the State of N.C. Randolph County has received an initial payment of \$3.5 million, which has been committed for economic development. Once the facility is constructed, the County will begin receiving annual lease payments.

## Awards and acknowledgements

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The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Randolph County for its comprehensive annual financial report for the fiscal year ended June 30, 2013. This was the 25th consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Randolph County also received the GFOA's Distinguished Budget Presentation Award for its annual budget for the fiscal year ended June 30, 2014. This was the tenth consecutive year that the County has received this prestigious award. In order to receive this award, the governmental unit must publish a budget document that meets program criteria as a policy document, as a financial plan, as an operations guide, and as a communications device.

We would like to recognize the cooperation of the County's departments in providing efficient financial operations throughout the year. This was another challenging year, but employees worked especially hard to manage budgets while preserving the essential services expected by our citizens. We are very proud of the dedication and professionalism of County employees and greatly appreciate their efforts.

Also, the preparation of this report would not have been possible without the dedicated efforts of the entire staff of the Finance Office. We have set high standards of service, which is reflected in this report. In addition, Bonnie Renfro of the Economic Development Corporation provided much of the economic data, which is greatly appreciated.

Finally, we would like to thank the members of the Board of Commissioners for their dedication to the citizens of Randolph County and for their continued interest and support throughout the past year. Their leadership makes possible the excellent financial position of the County through their support in planning and conducting the financial affairs of the County in a responsible manner.

Respectfully,

*Richard T. Wells*  
Richard T. Wells  
County Manager

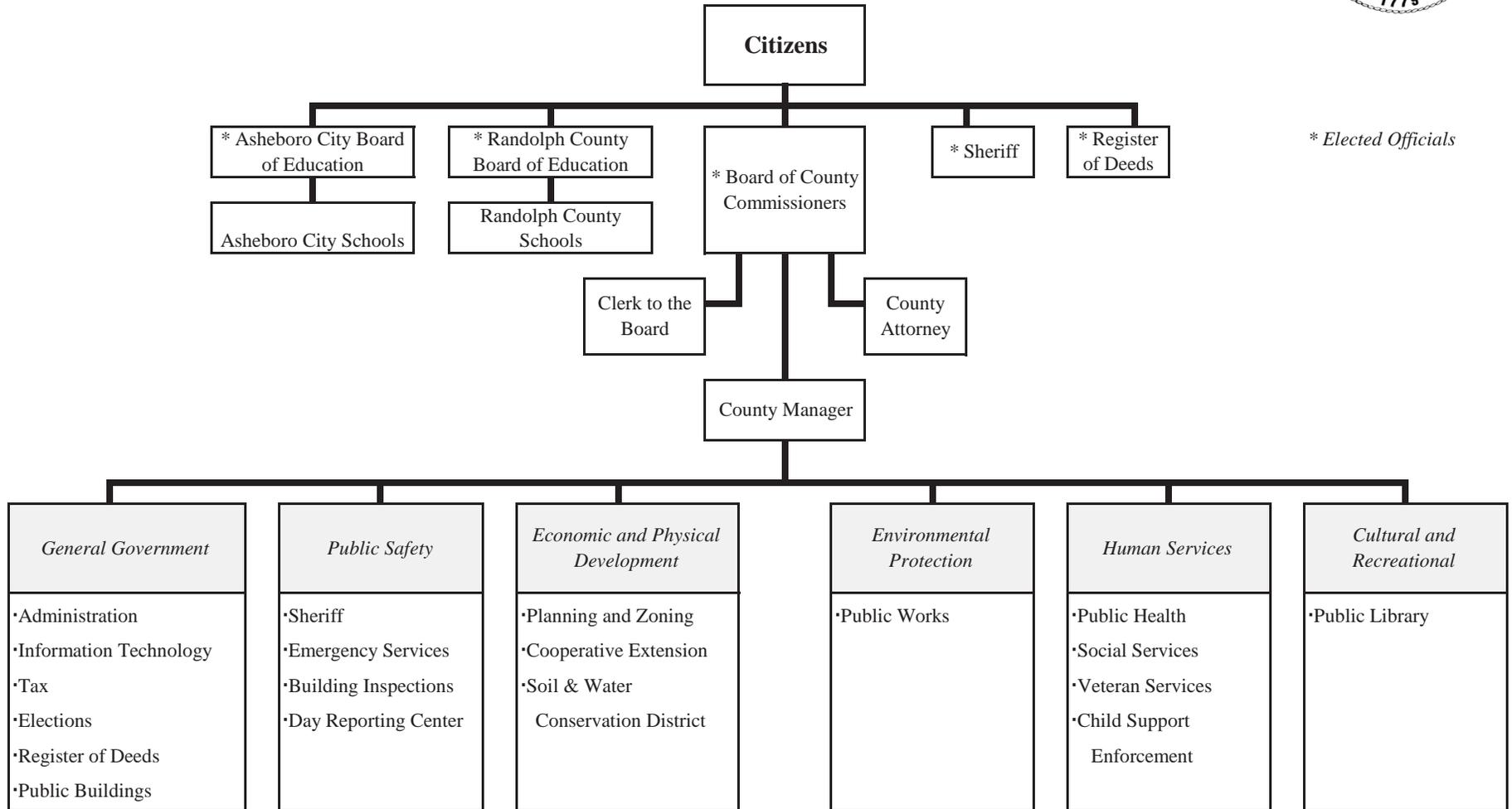
*William L. Massie*  
William L. Massie, CPA  
Assistant County Manager / Finance Officer

# RANDOLPH COUNTY, NORTH CAROLINA

## ORGANIZATION CHART



*\* Elected Officials*



**Randolph County, North Carolina**  
**List of Principal Officials**



**Elected Officials**

County Commissioner	J. Harold Holmes, <i>Chairman</i>
County Commissioner	Darrell L. Frye, <i>Vice Chairman</i>
County Commissioner	Stan Haywood
County Commissioner	Phil Kemp
County Commissioner	Arnold Lanier
Sheriff	Maynard Reid
Register of Deeds	Krista Lowe

**Appointed County Officials**

County Manager	Richard Wells
Assistant County Manager / Finance Officer	William Massie
Clerk to the Board	Amanda Varner
Deputy Clerk	Dana Crisco
Associate County Attorney	Aimee Scotton
Tax Administrator	Debra Hill

**Department Heads**

Building Inspections	David Bryant
Child Support Enforcement	Damon Brown
Cooperative Extension	Jonathon Black
Adult Day Reporting Center	Pam Smith
Juvenile Day Reporting Center	Megan McKinnon
Information Technology	Michael Rowland
Elections	Melissa Johnson
Emergency Services	Donovan Davis
Planning /Zoning	Hal Johnson
Public Buildings	James Chriscoe
Public Health	Mimi Cooper
Public Library	Ross Holt
Public Works	Paxton Arthurs
Soil & Water Conservation District	Jenny Parks
Social Services	Beth Duncan
Veteran Services	Terry Van Vliet



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Randolph County  
North Carolina**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2013**

Executive Director/CEO



## **FINANCIAL SECTION**

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## Report of Independent Auditor

To the Board of County Commissioners  
Randolph County, North Carolina

### Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Randolph County, North Carolina (the "County"), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions 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 the 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 from material misstatement. The financial statements of the Randolph County Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of June 30, 2014, and the respective changes in financial position and cash flows, thereof and the respective budgetary comparison for the General Fund and the Landfill Closure Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Required Supplementary Information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the County. The introductory section, combining and individual fund statements and schedules, other supplemental information and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules and other supplemental information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and other supplemental information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 2014 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Asheboro, North Carolina  
November 24, 2014

# Randolph County, North Carolina

## Management's Discussion and Analysis

As management of Randolph County, we offer readers of Randolph County's financial statements this narrative overview and analysis of the financial activities of Randolph County for the fiscal year ended June 30, 2014. 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 FOR FISCAL YEAR ENDED JUNE 30, 2014**

- The assets of the County exceeded its liabilities at the close of the fiscal year, resulting in net position of \$3,364,230. Under North Carolina law, counties are responsible for providing public school facilities. At June 30, 2014, Randolph County had outstanding debt of \$86,542,654 associated with assets owned by the Randolph County Board of Education, the Asheboro City Board of Education, and Randolph Community College. Although this debt is reported in the financial statements as liabilities of Randolph County, the school facilities are not considered capital assets of the County and are not included in the financial statements. This has the effect of reducing total net position for the County.
- The government's total net position increased by \$14,688,680, primarily due to the principal payments made on outstanding debt for the year.
- As of the close of the current fiscal year, Randolph County's governmental funds reported combined ending fund balances of \$46,617,518, an increase of \$6,851,736 in comparison with the prior year. Approximately thirty-one percent of this total amount, or \$14,375,213, is restricted. Another \$3,604,230 is authoritatively committed for specific purposes. The Board of Commissioners has also assigned \$6,855,350 for future budgets.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$21,761,527 or 20 percent of total general fund expenditures for the fiscal year.
- Randolph County maintains a Water Fund to account for the bulk sale of treated water to local municipal water systems. Randolph County is a member of the Piedmont Triad Regional Water Authority, and has an allotment of 1.25 million gallons of treated water per day.
- The County's total debt for governmental activities decreased by \$12,241,649 (11.3%) primarily as a result of required principal payments. Debt for business-type activities decreased \$677,764 as a result of payments on the contract commitment with the Piedmont Triad Regional Water Authority.
- Randolph County maintained its Aa2 bond rating from Moody's Investor Service (which was upgraded in 2013) and its AA- rating from Standard and Poor's Corporation (13<sup>th</sup> consecutive year). The County has also been given a rating of 86 by the North Carolina Municipal Council.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to Randolph 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. 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 Randolph County.

## **BASIC FINANCIAL STATEMENTS**

**Government-wide Financial Statements** - The first two statements (Exhibits 1 and 2) in the basic financial statements are the Statement of Net Position and the Statement of Activities. The government-wide financial statements are designed to provide the reader with a broad overview of the County's finances and provide short- and long-term information about the County's financial status as a whole. The government-wide statements are reported under the accrual basis of accounting and are similar in format to a financial statement of a private-sector business.

The two government-wide statements report the County's net position and how it has changed. Net position is the difference between the County's total assets and total liabilities. Measuring net position is one way to gage the County's financial condition. The Statement of Net Position reports the financial condition at year end.

Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the County is improving or deteriorating. The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation or sick leave).

The government-wide statements are divided into three categories:

- 1) Governmental activities of the primary government (the County) include most of the County's basic services such as public safety, human services, and general administration. Property taxes, sales taxes, and state and federal grant funds finance most of these activities.
- 2) The business-type activities are those that the County charges customers to provide. These consist of the bulk sale of treated water to municipal water systems.
- 3) Component units over which the County exercises some degree of control. Financial information for component units is reported separately from the financial information presented for the primary government itself. Randolph

County Tourism Development Authority (TDA) is a public authority created by the County to promote tourism and is funded primarily by an occupancy tax assessed by the County. The County Commissioners appoint the board of directors for the TDA.

**Fund Financial Statements** - The next statements (Exhibits 3 through 10) focus on the activities of the individual parts of the County's government. 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. Randolph 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 Randolph County can be classified within the governmental funds, proprietary funds, or fiduciary funds categories.

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 governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities*. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions.

Randolph County maintains twelve individual governmental funds, including the General Fund, six special revenue funds, and five capital projects. The General Fund and the Landfill Closure Fund meet the definition of a major fund for reporting purposes. Information is presented separately in the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances for this major fund.

As required by N.C. General Statutes, the Board of County Commissioners adopts an annual budget for the General Fund, which is the primary operating fund of the County. The budget is a legally adopted document that incorporates recommendations from the management of the County, input from citizens, and the priorities 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. To account for the difference between the budgetary basis of accounting and the modified accrual basis, a reconciliation showing the differences in the reported activities is shown at the end of the budgetary statement.

Financial information for the other governmental funds is combined into single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds – Randolph 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. Randolph County uses enterprise funds to account for its water activity. This fund is the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. Randolph County has twenty fiduciary funds, which are agency funds.

**Notes to the Financial Statements** - The notes explain in detail some of the data contained in those statements and provide additional financial disclosures that are necessary to fully understand the financial status of the County. The notes to the financial statements start on page 31 of this report.

**Other Information** - Following the notes is the required supplementary information. This section contains funding information about the County's Law Enforcement Separation Allowance plan and Post-employment Health Benefits. Required supplementary information can be found beginning on page 80 of this report.

Next, additional supplemental information is provided to show details about the County's non-major governmental funds, all of which are added together in one column and carried forward to the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. However, Randolph County's statutory obligation to finance school construction results in significant liabilities without any corresponding assets. As with many counties in North Carolina, the County's deficit in unrestricted net position is due primarily to the portion of the County's outstanding debt incurred for the two Boards of Education within Randolph County and the Community College. Under North Carolina law, the County is responsible for providing capital funding for these school systems. The County meets its legal obligation to provide school system capital funding through both current appropriations and issuance of general obligation and installment purchase debt. Although certain asset purchases and construction projects are funded by the County, all such facilities are owned and utilized by the school systems.

Since the County, as the issuing government, acquires no capital assets, the County has incurred liability without a corresponding increase in assets. As of June 30, 2014, \$86,542,654 of the outstanding debt on the County's financial statements was related to assets included in the school systems' financial statements.

The assets and deferred outflows of resources of Randolph County exceeded liabilities and deferred inflows of resources by \$3,364,230 as of June 30, 2014. The County's net position increased by \$14,688,680 for the fiscal year then ended.

One of the largest portions of net position, \$45,050,909 reflects the County's net investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt still outstanding that was issued to acquire those items. Randolph County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Randolph 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.

An additional portion of Randolph County's net position, \$14,375,513, represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$(56,062,192) is unrestricted.

Current and other assets increased by 16%, primarily due to an initial collection of \$3.5 million under the new contract with Waste Industries allowing them to construct and operate a regional landfill, as well as the accumulation of resources for Randolph Community College capital purposes. Capital assets declined slightly; long term liabilities decreased 9% due to debt principal payments.

Overall, net position provided from revenues and expenses improved by \$14,688,680 over the prior year due to strong property tax collections and the reduction of construction spending. The County's financial operations were positively influenced by continued diligence in the collection of property taxes by maintaining a collection percentage of 98.84%, higher than the 2013 statewide average of 97.34%. Expenditures on public school construction decreased by \$1,423,212, as the Asheboro City School capital project concluded. The RCC Capital Project was completed in 2013, resulting in another reduction of \$3,018,773.

## Randolph County's Net Position

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 53,465,210	\$ 45,617,445	\$ 41,203	\$ 480,529	\$ 53,506,413	\$ 46,097,974
Capital assets	<u>51,688,434</u>	<u>52,691,723</u>	<u>12,431,974</u>	<u>12,718,315</u>	<u>64,120,408</u>	<u>65,410,038</u>
Total assets	<u>105,153,644</u>	<u>98,309,168</u>	<u>12,473,177</u>	<u>13,198,844</u>	<u>117,626,821</u>	<u>111,508,012</u>
Deferred outflows of resources	<u>8,349,906</u>	<u>9,574,913</u>	<u>414,769</u>	<u>443,374</u>	<u>8,764,675</u>	<u>10,018,287</u>
Long-term liabilities outstanding	105,287,530	116,632,238	12,223,498	12,901,262	117,511,028	129,533,500
Other liabilities	<u>5,312,315</u>	<u>2,818,193</u>	<u>34,125</u>	<u>33,000</u>	<u>5,346,440</u>	<u>2,851,193</u>
Total liabilities	<u>110,599,845</u>	<u>119,450,431</u>	<u>12,257,623</u>	<u>12,934,262</u>	<u>122,857,468</u>	<u>132,384,693</u>
Deferred inflows of resources	<u>169,798</u>	<u>466,056</u>	<u>-</u>	<u>-</u>	<u>169,798</u>	<u>466,056</u>
Net position:						
Net investment in capital assets	44,427,664	44,000,991	623,245	260,427	45,050,909	44,261,418
Restricted	14,375,513	10,185,471	-	-	14,375,513	10,185,471
Unrestricted	<u>(56,069,270)</u>	<u>(66,218,868)</u>	<u>7,078</u>	<u>447,529</u>	<u>(56,062,192)</u>	<u>(65,771,339)</u>
Total net position	<u>\$ 2,733,907</u>	<u>\$ (12,032,406)</u>	<u>\$ 630,323</u>	<u>\$ 707,956</u>	<u>\$ 3,364,230</u>	<u>\$ (11,324,450)</u>

The following schedule reflects the portion of governmental net position attributable to school facilities, capital assets, and the portion from all other governmental activities:

		Net investment in capital assets	Other governmental activities	Total net position related to school facilities	Total
Net Position of Governmental Activities, restated	6/30/2013	\$ 44,000,991	\$ 31,561,957	\$ (87,595,354)	\$ (12,032,406)
Increase (decrease) in net position		<u>426,673</u>	<u>5,299,085</u>	<u>9,040,555</u>	<u>14,766,313</u>
Net Position of Governmental Activities	6/30/2014	<u>\$ 44,427,664</u>	<u>\$ 36,861,042</u>	<u>\$ (78,554,799)</u>	<u>\$ 2,733,907</u>

## Randolph County Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 12,427,124	\$ 10,497,364	\$ 222,665	\$ 221,342	\$ 12,649,789	\$ 10,718,706
Operating grants and contributions	19,777,439	19,871,964	-	-	19,777,439	19,871,964
Capital grants and contributions	3,536	1,667,758	-	-	3,536	1,667,758
General revenues:						
Property taxes	72,065,266	67,339,523	-	-	72,065,266	67,339,523
Sales taxes	17,832,216	17,003,924	-	-	17,832,216	17,003,924
Other taxes	1,177,728	1,116,331	-	-	1,177,728	1,116,331
Investment earnings	222,395	54,476	185	1,659	222,580	56,135
Other	1,339,227	726,016	-	-	1,339,227	726,016
Total revenues	124,844,931	118,277,356	222,850	223,001	125,067,781	118,500,357
Expenses:						
General government	10,938,321	10,239,377			10,938,321	10,239,377
Public safety	31,203,537	30,330,052			31,203,537	30,330,052
Economic and physical development	2,432,409	2,903,442			2,432,409	2,903,442
Environmental protection	3,018,066	3,675,802			3,018,066	3,675,802
Human services	27,064,585	26,731,438			27,064,585	26,731,438
Culture and recreation	2,046,411	1,896,047			2,046,411	1,896,047
Education	27,880,435	32,322,420			27,880,435	32,322,420
Interest on long-term debt	3,973,067	4,680,205			3,973,067	4,680,205
Water	-	-	1,822,270	1,275,505	1,822,270	1,275,505
Total expenses	108,556,831	112,778,783	1,822,270	1,275,505	110,379,101	114,054,288
Increase (decrease) in net position before transfer	16,288,100	5,498,573	(1,599,420)	(1,052,504)	14,688,680	4,446,069
Transfers	(1,521,787)	(1,500,000)	1,521,787	1,500,000	-	-
Increase (decrease) in net position after transfer	14,766,313	3,998,573	(77,633)	447,496	14,688,680	4,446,069
Net position July 1	(12,032,406)	(14,845,466)	707,956	260,460	(11,324,450)	(14,585,006)
Restatement	-	(1,185,513)	-	-	-	(1,185,513)
Net position, June 30	\$ 2,733,907	\$ (12,032,406)	\$ 630,323	\$ 707,956	\$ 3,364,230	\$ (11,324,450)

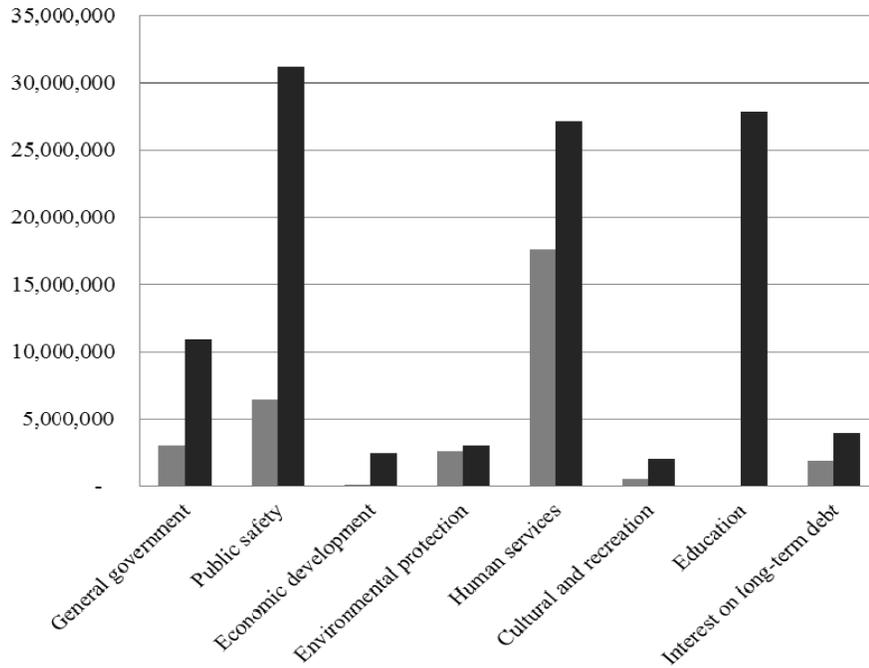
**Governmental activities.** Governmental activities increased the County's net position \$14,766,313 for the year. Key elements in several areas affected the County's 2014 results:

- Total Revenues increased 5.55%. Property taxes rose 7.02% due to several reasons, including rising property values and improvements to motor vehicle tax collection. The new Tag and Tax program was implemented in September 2013, resulting in full collection of property taxes when a vehicle registration is renewed. Sales taxes increased 4.87%.
- Charges for services covered 11.4% and federal and state operating grants funded 18.2% of governmental expenses in 2014 compared to 9.3% and 17.6% in 2013, respectively.
- Randolph County granted a franchise to Waste Management to construct and operate a regional landfill facility and received a \$3.5 million initial payment in June. To reflect reimbursement of project costs, \$1.5 million was recognized as revenue in the General Fund, \$500,000 as revenue in the Landfill Closure Fund, and \$1.5 million as a refundable obligation in the event the permit is not issued.
- In 2013, Randolph County received a \$1,666,667 economic development grant from the North Carolina Department of Commerce to acquire land for a potential mega-site for advanced manufacturing. As of June 30, 2014, only \$99,968 had been spent for legal services.
- Total Expenses decreased by \$3,675,187 primarily due to much lower school and community college construction spending. Education decreased as a result of these expenditures. Environmental Protection dropped by nearly 18% due to less development costs for the regional landfill. Interest expenses were lower as a result of declining debt balances. Other expense categories combined were slightly higher.

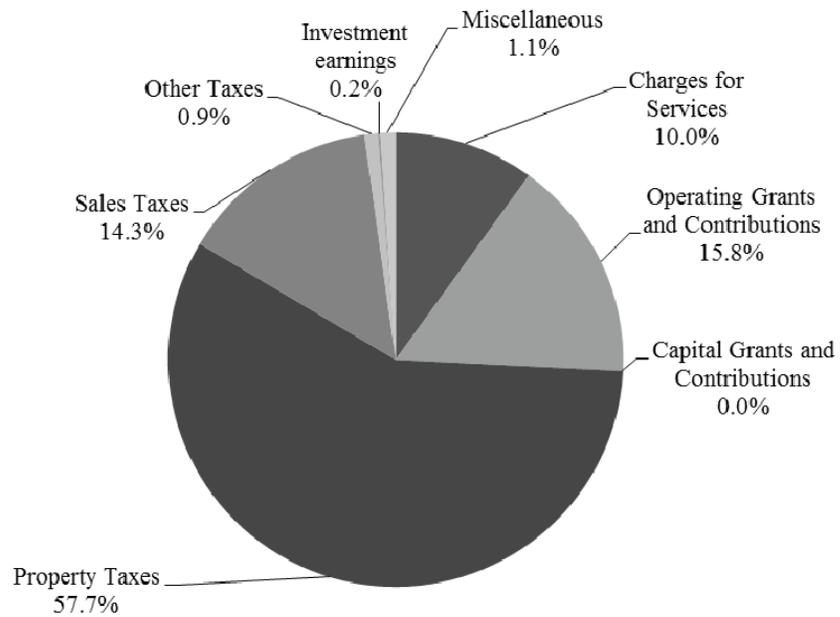
**Business-type activities.** Business-type activities began in October 2010 with the establishment of the Water Fund to account for the transactions related the County's allotment of treated water. The County currently has a contract with the City of Archdale to sell 250,000 gallons per day, with the option of another 500,000 as needed.

## Expenses and Program Revenues - Governmental Activities

■ Program Revenues ■ Expenses



## Revenues By Source - Governmental Activities



## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

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

### General Fund [Major Fund]

The General Fund is the primary operating fund of Randolph County, and is always reported as a major fund. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$21,761,527, while total fund balance increased to \$41,968,104. The Randolph County Board of Commissioners has determined that the County should maintain an unassigned fund balance of 20% of general fund expenditures in case of unforeseen needs or opportunities, in addition to meeting the cash flow needs of the County. The County currently has an unassigned fund balance of 20.0% of general fund expenditures, while total fund balance represents 38.6% of that same amount. Not all fund balance is available for appropriation. Under state statutes, available fund balance represents 25.7 percent of total expenditures (including transfers), with \$3,355,350 of that amount (3% of total expenditures) assigned for use in the 2014-15 budget ordinance and another \$3,500,000 assigned for economic development.

Revenues for the General Fund increased by \$8,070,580 in the fiscal year.

- Property tax revenues increased strongly, with 3.9% growth in the property tax base over the prior year, partially due to higher motor vehicle collections. The total tax rate was 61.0 cents per \$100 valuation. The County maintained a high tax collection rate of 98.84%.
- Sales tax collections increased by 4.87%. This included Medicaid hold-harmless payments from the state.
- The additional voter-approved quarter-cent sales tax for the community college resulted in \$2,162,992 in revenues. The County advanced \$2,000,000 for this project in 2012 to expedite construction and was reimbursed from collections of sales tax. After repayment of this advance, \$1,157,271 was transferred to the Community College Capital Project for future projects.
- The financial crisis and related decline in construction resulted in substantially less revenues from deed fees, building inspection permits, and environmental health fees. Conditions began to improve in 2013. Building inspection fees grew by 12% during the past year. However, register of deed fees dropped by 8 percent, substantially due to fewer mortgage refinancings.
- Sales and services rose by 14%, partially due to an initial payment from Waste Management. The County's ambulance service fees collected were seven percent lower in 2014.
- Randolph County sold its former Randleman ambulance base property for \$535,000, which is reflected in the increase in Miscellaneous revenues.

General Fund expenditures decreased \$1,231,093 or 1.12% in 2014. Total expenditures were \$5,359,587 under budget. By continuing to enforce budgetary restraint, departments operated far below fiscal limits, yet maintained most existing services.

- General government increased \$499,012 due in part to higher unemployment insurance costs and additional costs for the upcoming property reappraisal, and makes up 9.1% of total expenditures.
- Public safety expenditures are 20.8% of the total budget; total expenditures decreased slightly from the prior year due to less expenditure on capital needs.
- The 14% decrease in environmental protection expenditures reflects the 2013 acquisition of additional land for the proposed regional landfill.
- Human services expenditures increased \$141,995. These costs are substantially dependent on federal and state funding.
- The annual appropriations to public schools and the community college were unchanged from the prior year.
- Debt service decreased \$991,070; interest expense declines as principal is paid down on outstanding debt. Also, there were bond issuance costs for the three refundings that occurred in 2013. The County maintained its strong bond rating, which allows issuance of debt at a lower interest cost.

#### Special Revenue Funds

Total revenues rose by \$953,071. This was primarily attributable to the increase the property tax rates in several fire districts, and the payment from Waste Management. Expenditures decreased by \$531,561. Fund balances at year end were \$1,591,351.

#### Capital Project Funds

Revenues and spending for capital projects fluctuates from year to year due to the cycle of projects being started and completed. For 2013, the Community College Capital Project was completed. The Asheboro City School Capital Project began in 2012 and was completed in the fall of 2013; it was financed with debt proceeds. Randolph County received a \$1,666,667 economic development grant from the North Carolina Department of Commerce to acquire land for a potential mega-site for advanced manufacturing. At June 30, 2014, there was a balance of \$1,567,790 remaining.

**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. Total amendments to the General Fund which increased revenues and expenditures were \$3,175,113 or 2.8 percent of the original adopted budget. These changes were primarily to record increased federal and state financial assistance, purchase and sale of land, and encumbrances carried forward from 2012-13.

Randolph County traditionally takes a conservative approach to financial management, budgeting revenues prudently and operating within budgetary limits for expenditures. However, the County had budgeted \$2,840,600 as an appropriation of available fund balance to fund certain appropriations, encumbrances, and other expenditures. Nevertheless, during the year, departmental expenditures were substantially less than budgetary levels and certain revenue collections exceeded projections. As a result, no use of reserves was required for departmental operations.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets.** Randolph County's capital assets for its governmental-type activities as of June 30, 2014, totals \$51,688,434 (net of accumulated depreciation). These assets include buildings, land, land improvements, machinery and equipment, and vehicles. It also includes intangible assets such as water rights and computer software.

Major capital asset transactions during the year include:

- Purchased new ambulance vehicles for Emergency Services and patrol cars for the Sheriff's Office.
- Upgraded technology infrastructure.
- Replaced the Randleman ambulance base.
- Acquired additional land for the solid waste facility.

### **Randolph County's Capital Assets (net of depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2014	2013	2014	2013	2014	2013
Land	\$ 4,389,339	\$ 4,111,727	\$ -	\$ -	\$ 4,389,339	\$ 4,111,727
Water rights	17,021,952	17,021,952	12,431,974	12,718,315	29,453,926	29,740,267
Land improvements	186,806	218,439	-	-	186,806	218,439
Buildings	23,511,104	24,300,350	-	-	23,511,104	24,300,350
Machinery and equipment	3,073,548	3,159,548	-	-	3,073,548	3,159,548
Software	1,192,019	1,364,491	-	-	1,192,019	1,364,491
Vehicles	2,295,491	2,323,005	-	-	2,295,491	2,323,005
Construction in progress	<u>18,175</u>	<u>192,211</u>	<u>-</u>	<u>-</u>	<u>18,175</u>	<u>192,211</u>
Total	<u>\$ 51,688,434</u>	<u>\$ 52,691,723</u>	<u>\$ 12,431,974</u>	<u>\$ 12,718,315</u>	<u>\$ 64,120,408</u>	<u>\$ 65,410,038</u>

Additional information on the County's capital assets can be found in note II.A.6 of the Basic Financial Statements.

**Long-term Debt.** As of June 30, 2014, Randolph County had no outstanding bonded debt, which is debt backed by the full faith and credit of the County. However, the County was obligated under several installment purchase agreements and a Clean Drinking Water note payable to the State of North Carolina. In order to encourage economic development in rural areas, Randolph County assists local municipalities with certain water line projects; debt service for those commitments is included with governmental activities.

### Randolph County's Outstanding Debt

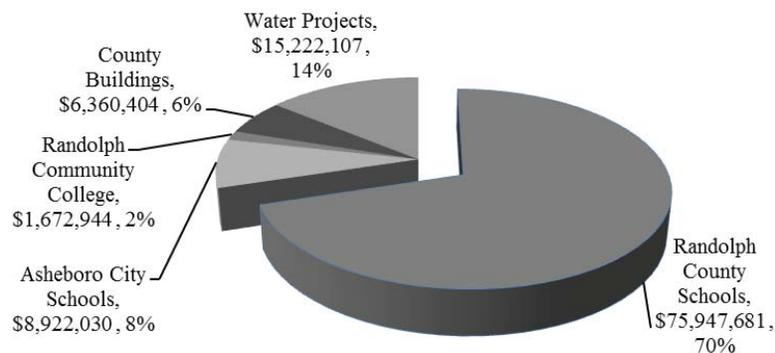
	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Installment purchase obligations	\$ 87,615,458	\$ 98,801,355	\$ -	\$ -	\$ 87,615,458	\$ 98,801,355
Unamortized premium on debt	7,985,055	8,997,785	-	-	7,985,055	8,997,785
Notes payable - State of N.C.	301,154	344,176			301,154	344,176
Contract payable	-	-	12,223,498	12,901,262	12,223,498	12,901,262
	<u>\$ 95,901,667</u>	<u>\$ 108,143,316</u>	<u>\$ 12,223,498</u>	<u>\$ 12,901,262</u>	<u>\$108,125,165</u>	<u>\$121,044,578</u>

During the past fiscal year, Randolph County's governmental debt decreased by \$12,241,649:

New debt issued	\$ -
Required principal payments	(11,228,919)
Amortization of premium	<u>(1,012,730)</u>
	<u>\$ (12,241,649)</u>

Business-type debt decreased by \$677,764, the amount of principal payments.

### Outstanding County Debt By Purpose



As mentioned in the financial highlights section of this document, Randolph County maintained its bond rating from Moody's Investor Service of Aa2 and for the 13<sup>th</sup> consecutive year, maintained its AA- rating from Standard and Poor's Corporation. These bond ratings are a clear indication of the sound financial condition of Randolph County. This achievement is a primary factor in keeping interest costs low on the County's outstanding debt.

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 Randolph County is \$750,670,711. The County has no bonds authorized but unissued at June 30, 2014.

For any outstanding debt that is general obligation debt, the full faith, credit and taxing power of the County is responsible for ensuring repayment. Accordingly, the County is authorized and required by state law to levy ad valorem taxes, without limit as to rate or amount, as may be necessary to pay the debt service on its general obligation bonds. All of the County's debt, however, is installment purchase obligations, which uses the asset itself as collateral for the outstanding debt balances. Regardless of the type of financing, the County is responsible for all repayment of issued debt.

Additional information regarding Randolph County's long-term debt can be found in note II.B.9, beginning on page 66 of this audited financial report.

## **ECONOMIC FACTORS**

The following key economic indicators reflect the growth and prosperity of the County.

- The County maintains a moderate property tax rate.
- Randolph County completed the process of selecting a partner to construct and operate a regional landfill, which will lower local solid waste disposal costs and also provide a stable new revenue source. Once the facility is permitted, a trucking hub is expected to locate adjacent to the landfill facility.
- Recognizing Randolph's central location in the state, the N.C. Department of Commerce awarded the County an economic development grant to acquire and control at least 1,000 acres of property to serve a large advanced manufacturing operation. Efforts over the past two years have resulted in control of more than this targeted acreage. The site certification process will begin shortly. If this manufacturing development were to occur, the citizens of the County would have the opportunity for stable jobs that will lead to a higher standard of living.
- In addition, the Randolph County Economic Development Corporation has identified sixteen sites for possible development. They were evaluated on land characteristics, transportation, utilities, community, and workforce.
- Technimark, a local plastics manufacturer, has announced plans to expand its facility with a \$46 million project, promising to add 224 employees. Thomas Built Buses, which manufactures school buses at a site in Archdale, has announced a \$4 million expansion in Randolph County as part of an \$11.8 million project. A total of 236 new jobs are expected.
- Reflecting the improvement in the economy, hotel occupancy has reflected more strength than other areas. During the fiscal year, occupancy tax collections increased 8%.

## **BUDGET HIGHLIGHTS FOR THE FISCAL YEAR ENDING JUNE 30, 2015**

### **Governmental Activities:**

The Final 2014-15 General Fund Budget totals \$117,406,325, a 3.14% increase over last year. The 2014-15 Budget levies a 65.5¢ property tax rate with a countywide valuation of \$10,060,000,000. The tax base declined as a result of the reappraisal of real property on January 1, 2014. The revenue neutral property tax rate was 63.61¢.

For several years, the Emergency Services department has reported the need to upgrade its personnel, equipment, and facilities to effectively process 911 calls and respond with timely ambulance services. Response times to the southern half of the County have been inadequate, since there is currently no base south of Asheboro. New bases require new crews, which is an expensive recurring cost. At the past Board retreat in April, a two-cent property tax increase was proposed to fund the one-time facility construction costs and related equipment upgrades, along with the additional recurring personnel costs. Later, a portion of the tax proceeds can be used for debt service payments on the new 911 Communication Center. The final adopted property tax rate included 1.5 cents for emergency services modernization, postponing the other half-cent until next year.

With the exception of the Emergency Services Modernization program, the Proposed Budget was presented as a primarily "hold-the-line" budget, with any new employees and increased departmental costs absorbed through cuts in other areas. As part of the budget resolution process, the Board of Commissioners rounded the tax rate, increased the budget for several revenue collections, and added appropriations to public schools and jail maintenance funding for the Sheriff. The Board added a 1.5% cost of living increase for County employees.

County departments continue to manage resources, but the increased operating costs have overtaken the amount that can be saved by frugal operations. By maintaining discipline over the past few years, several "bubbles" have built up that are getting very difficult to manage. One is capital replacement of essential equipment and vehicles; another is maintenance and upkeep of our facilities. In many departments, the increase in workload is stretching our employees thin, and additional personnel are needed.

### **Business-type Activities:**

Bulk water sales are budgeted at \$226,300 for 2014-15, as the County continues to work on contracts to sell our allotment of treated water.

## **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 requests for additional information should be directed to the Finance Officer, Randolph County, 725 McDowell Road, Asheboro, NC 27205. This report and additional information is available on the County's website [www.co.randolph.nc.us](http://www.co.randolph.nc.us).



**Randolph County, North Carolina**  
**Statement of Net Position**  
**June 30, 2014**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Randolph County Tourism Development Authority
<b>ASSETS</b>				
Cash and cash equivalents	\$ 37,633,845	\$ 22,891	\$ 37,656,736	\$ 471,399
Receivables (net)	12,082,296	18,312	12,100,608	77,388
Prepaid items	21,198		21,198	
Notes receivable	558,151		558,151	
Restricted cash	3,169,720		3,169,720	
Capital assets:				
Intangible assets	17,021,952	12,431,974	29,453,926	
Land, improvements, and construction in progress	4,407,514		4,407,514	
Other capital assets, net of depreciation	30,258,968	-	30,258,968	-
Total capital assets	51,688,434	12,431,974	64,120,408	-
Total assets	105,153,644	12,473,177	117,626,821	548,787
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	 8,349,906	 414,769	 8,764,675	 -
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	3,042,129	34,125	3,076,254	13,266
Liabilities payable from restricted assets	1,500,150		1,500,150	
Accrued interest payable	770,036		770,036	
Long-term liabilities:				
Due within one year	14,537,200	696,529	15,233,729	21,791
Due in more than one year	90,750,330	11,526,969	102,277,299	23,647
Total liabilities	110,599,845	12,257,623	122,857,468	58,704
 <b>DEFERRED INFLOWS OF RESOURCES</b>	 169,798	 -	 169,798	 -
<b>NET POSITION</b>				
Net investment in capital assets	44,427,664	623,245	45,050,909	
Restricted for:				
General government	516,832		516,832	
Public safety	872,060		872,060	
Human services	631,447		631,447	
Cultural and recreational	68,874		68,874	
Stabilization by State Statute	12,286,300		12,286,300	106,361
Unrestricted (deficit)	(56,069,270)	7,078	(56,062,192)	383,722
Total net position	\$ 2,733,907	\$ 630,323	\$ 3,364,230	\$ 490,083

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

**Randolph County, North Carolina**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2014**

Functions/Programs	Program Revenues			
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government:</b>				
Governmental Activities:				
General government	\$ 10,938,321	\$ 3,024,158	\$ -	\$ -
Public safety	31,203,537	5,322,556	1,097,419	-
Economic and physical development	2,432,409	19,948	38,238	3,536
Environmental protection	3,018,066	2,601,884	38,220	-
Human services	27,064,585	1,217,026	16,426,267	-
Cultural and recreation	2,046,411	241,552	277,295	-
Education	27,880,435	-	-	-
Interest on long-term debt	3,973,067	-	1,900,000	-
Total governmental activities	108,556,831	12,427,124	19,777,439	3,536
Business-type activities:				
Water and Sewer	1,822,270	222,665	-	-
Total business-type activities	1,822,270	222,665	-	-
	\$ 110,379,101	\$ 12,649,789	\$ 19,777,439	\$ 3,536
<b>Component unit:</b>				
Randolph County Tourism Development Authority	\$ 880,215	\$ -	\$ 185,716	\$ -

General revenues:

Taxes:

Property taxes, levied for general purpose

Local option sales tax

Other taxes and licenses

Investment earnings, unrestricted

Miscellaneous, unrestricted

Total general revenues

Transfers

Change in net position

Net position, beginning

Net position, ending

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

<b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Primary Government</b>			<b>Component Unit</b>
<b>Governmental</b>	<b>Business-type</b>	<b>Total</b>	<b>Randolph County</b>
<b>Activities</b>	<b>Activities</b>		<b>Tourism</b>
			<b>Development</b>
			<b>Authority</b>
\$ (7,914,163)	\$ -	\$ (7,914,163)	
(24,783,562)		(24,783,562)	
(2,370,687)		(2,370,687)	
(377,962)		(377,962)	
(9,421,292)		(9,421,292)	
(1,527,564)		(1,527,564)	
(27,880,435)		(27,880,435)	
(2,073,067)	-	(2,073,067)	
(76,348,732)	-	(76,348,732)	
-	(1,599,605)	(1,599,605)	
-	(1,599,605)	(1,599,605)	
(76,348,732)	(1,599,605)	(77,948,337)	
			\$ (694,499)
72,065,266	-	72,065,266	
17,832,216	-	17,832,216	
1,177,728	-	1,177,728	757,062
222,395	185	222,580	969
1,339,227	-	1,339,227	250
92,636,832	185	92,637,017	758,281
(1,521,787)	1,521,787	-	-
14,766,313	(77,633)	14,688,680	63,782
(12,032,406)	707,956	(11,324,450)	426,301
\$ 2,733,907	\$ 630,323	\$ 3,364,230	\$ 490,083

Randolph County, North Carolina  
 Balance Sheet  
 Governmental Funds  
 June 30, 2014

	Major Funds		Non-Major Funds	Total Governmental Funds
	General Fund	Landfill Closure Fund	Other Governmental Funds	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 33,550,726	\$ 334,345	\$ 3,748,774	\$ 37,633,845
Accounts receivables, net	833,904	77	108,457	942,438
Taxes receivable, net	866,675		103,066	969,741
Due from other governments	10,114,015			10,114,015
Due from other funds	-		586,039	586,039
Prepaid items	21,198			21,198
Notes receivable	558,151			558,151
Restricted cash and cash equivalents	1,669,720	1,500,000	-	3,169,720
Total assets	<u>\$ 47,614,389</u>	<u>\$ 1,834,422</u>	<u>\$ 4,546,336</u>	<u>\$ 53,995,147</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 2,917,063	\$ 21,201	\$ 103,865	\$ 3,042,129
Due to other funds	586,039		-	586,039
Liabilities payable from restricted assets	150	1,500,000	-	1,500,150
Total liabilities	<u>3,503,252</u>	<u>1,521,201</u>	<u>103,865</u>	<u>5,128,318</u>
Deferred Inflows of Resources	<u>2,143,033</u>	<u>-</u>	<u>106,278</u>	<u>2,249,311</u>
Fund balances:				
Nonspendable:				
Prepaid items	21,198			21,198
Restricted:				
Stabilization by state statute	11,660,822	77	625,401	12,286,300
Register of deeds	516,532			516,532
Public safety	521,228		350,832	872,060
Health services	631,447			631,447
Library services			68,874	68,874
Committed:				
Solid waste management		313,144	-	313,144
Community development			8,017	8,017
Economic development			811,726	811,726
Water improvements			117,078	117,078
Capital improvements			1,782,899	1,782,899
Community college capital improvements			571,366	571,366
Assigned:				
Economic development	3,500,000			3,500,000
Subsequent year's expenditures	3,355,350			3,355,350
Unassigned	<u>21,761,527</u>	<u>-</u>	<u>-</u>	<u>21,761,527</u>
Total fund balances	<u>41,968,104</u>	<u>313,221</u>	<u>4,336,193</u>	<u>46,617,518</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 47,614,389</u>	<u>\$ 1,834,422</u>	<u>\$ 4,546,336</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	34,666,482
The investment in water rights is reported as an intangible asset but are not considered financial resources in the funds.	17,021,952
Other long-term assets are not available to pay for current-period expenditures and therefore are unavailable in the funds.	8,406,008
Deferred inflows of resources for taxes and accounts receivable	2,079,513
Some liabilities, including long-term debt, are not due and payable in the current period and therefore are not reported in the funds.	(106,057,566)

Net position of governmental activities \$ 2,733,907

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

**Randolph County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2014**

	<u>Major Funds</u>		<u>Non-Major Funds</u>	
	<u>General Fund</u>	<u>Landfill Closure Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Ad valorem taxes	\$ 65,509,173		\$ 7,448,953	\$ 72,958,126
Local option sales taxes	17,832,216			17,832,216
Other taxes and licenses	1,400,353			1,400,353
Unrestricted intergovernmental	402,331			402,331
Restricted intergovernmental	19,498,117		459,167	19,957,284
Permits and fees	977,555			977,555
Sales and services	10,485,683			10,485,683
Investment earnings	244,674	332	7,580	252,586
Miscellaneous	1,089,368	500,000	10,727	1,600,095
Total revenues	<u>117,439,470</u>	<u>500,332</u>	<u>7,926,427</u>	<u>125,866,229</u>
<b>EXPENDITURES</b>				
Current:				
General government	9,862,298			9,862,298
Public safety	22,590,474		7,912,236	30,502,710
Economic and physical development	2,415,822		4,882	2,420,704
Environmental protection	2,896,020	407,688	-	3,303,708
Human services	26,669,281			26,669,281
Culture and recreation	2,021,863		13,230	2,035,093
Intergovernmental:				
Education	27,592,041			27,592,041
Capital outlay			342,596	342,596
Debt service:				
Principal	11,228,919			11,228,919
Interest and other charges	3,535,356	-	-	3,535,356
Total expenditures	<u>108,812,074</u>	<u>407,688</u>	<u>8,272,944</u>	<u>117,492,706</u>
Excess (deficiency) of revenues over expenditures	<u>8,627,396</u>	<u>92,644</u>	<u>(346,517)</u>	<u>8,373,523</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	135,754		1,168,811	1,304,565
Transfers to other funds	(2,690,598)	-	(135,754)	(2,826,352)
Total other financing sources and uses	<u>(2,554,844)</u>	<u>-</u>	<u>1,033,057</u>	<u>(1,521,787)</u>
Net change in fund balances	6,072,552	92,644	686,540	6,851,736
Fund balances - beginning	35,895,552	220,577	3,649,653	39,765,782
Fund balances - ending	<u>\$ 41,968,104</u>	<u>\$ 313,221</u>	<u>\$ 4,336,193</u>	<u>\$ 46,617,518</u>

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

**Randolph County, North Carolina**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds**  
**To the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2014**

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

Net changes in fund balances - total governmental funds	\$ 6,851,736
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 depreciation exceeded capital outlays in the current period.	(899,592)
Net book value of capital assets disposed of during the year, not recognized on modified accrual basis.	(103,697)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(976,401)
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 position. This amount is the net effect of these differences in the treatment of long-term debt and related items.	11,016,642
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.	<u>(1,122,375)</u>
Total changes in net position of governmental activities	<u>\$ 14,766,313</u>

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

**Randolph County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2014**

	General Fund			Variance With Final Positive Negative
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Ad valorem taxes	\$ 62,368,940	\$ 62,368,940	\$ 65,509,173	\$ 3,140,233
Local option sales tax	17,020,000	17,020,000	17,832,216	812,216
Other taxes and licenses	1,360,000	1,360,000	1,400,353	40,353
Unrestricted intergovernmental	405,000	405,000	402,331	(2,669)
Restricted intergovernmental	19,378,915	20,105,146	19,498,117	(607,029)
Permits and fees	961,314	961,314	977,555	16,241
Sales and services	9,104,163	10,604,163	10,485,683	(118,480)
Investment earnings	85,000	85,000	244,674	159,674
Miscellaneous	333,349	1,095,571	1,089,368	(6,203)
Total revenues	<u>111,016,681</u>	<u>114,005,134</u>	<u>117,439,470</u>	<u>3,434,336</u>
<b>Expenditures</b>				
<b>Current:</b>				
General government	10,598,640	10,882,235	9,862,298	1,019,937
Public safety	22,886,384	24,158,231	22,590,474	1,567,757
Economic and physical development	2,516,065	2,632,405	2,415,822	216,583
Environmental protection	2,750,938	3,003,459	2,896,020	107,439
Human services	28,741,068	29,072,700	26,669,281	2,403,419
Culture and recreation	1,844,812	2,063,450	2,021,863	41,587
<b>Intergovernmental:</b>				
Education	27,592,041	27,592,041	27,592,041	-
<b>Debt service:</b>				
Principal retirement	11,228,920	11,228,919	11,228,919	-
Interest and other charges	3,538,220	3,538,221	3,535,356	2,865
Total expenditures	<u>111,697,088</u>	<u>114,171,661</u>	<u>108,812,074</u>	<u>5,359,587</u>
Revenues over (under) expenditures	<u>(680,407)</u>	<u>(166,527)</u>	<u>8,627,396</u>	<u>8,793,923</u>
<b>Other financing sources (uses):</b>				
Transfers from other funds	55,625	159,254	135,754	(23,500)
Transfers to other funds	<u>(2,132,787)</u>	<u>(2,833,327)</u>	<u>(2,690,598)</u>	<u>142,729</u>
Total other financing sources (uses)	<u>(2,077,162)</u>	<u>(2,674,073)</u>	<u>(2,554,844)</u>	<u>119,229</u>
Fund Balance Appropriated	<u>2,757,569</u>	<u>2,840,600</u>	<u>-</u>	<u>(2,840,600)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>6,072,552</u>	<u>\$ 6,072,552</u>
Beginning of year, July 1			<u>35,895,552</u>	
End of year, June 30			<u>\$ 41,968,104</u>	

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

**Randolph County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual - Landfill Closure Fund**  
**For the Fiscal Year Ended June 30, 2014**

	Landfill Closure Fund			Variance With Final Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Investment earnings	\$ 1,000	\$ 1,000	\$ 332	\$ (668)
Miscellaneous	-	2,000,000	500,000	(1,500,000)
Total revenues	<u>1,000</u>	<u>2,001,000</u>	<u>500,332</u>	<u>(1,500,668)</u>
Expenditures				
Current:				
Environmental protection	<u>186,500</u>	<u>2,001,000</u>	<u>407,688</u>	<u>1,593,312</u>
Total expenditures	<u>186,500</u>	<u>2,001,000</u>	<u>407,688</u>	<u>1,593,312</u>
Revenues over (under) expenditures	<u>(185,500)</u>	<u>-</u>	<u>92,644</u>	<u>92,644</u>
Fund Balance Appropriated	<u>185,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	92,644	<u>\$ 92,644</u>
Beginning of year, July 1			<u>220,577</u>	
End of year, June 30			<u>\$ 313,221</u>	

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

**Randolph County, North Carolina**  
**Statement of Net Position**  
**Proprietary Fund**  
**June 30, 2014**

	<b>Major</b>
	<b>Water Fund</b>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 22,891
Receivables, net	18,312
Total current assets	41,203
Noncurrent assets:	
Capital assets:	
Intangible asset, net of amortization	12,431,974
Total noncurrent assets	12,431,974
Total assets	12,473,177
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	 414,769
 <b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	34,125
Current portion of contract payable	696,529
Total current liabilities	730,654
Noncurrent liabilities:	
Contract payable	11,526,969
Total noncurrent liabilities	11,526,969
Total liabilities	12,257,623
 <b>NET POSITION</b>	
Net investment in capital assets	623,245
Unrestricted	7,078
Total net position	\$ 630,323

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

**Randolph County, North Carolina**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Fund**  
**For the Year Ended June 30, 2014**

	<b>Major</b>
	<b>Water Fund</b>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 222,665
Total operating revenues	222,665
<b>OPERATING EXPENSES</b>	
Administration	741,979
Bulk water purchases	415,188
Amortization	286,341
Total operating expenses	1,443,508
Operating income (loss)	(1,220,843)
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest paid on contract commitment	(378,762)
Interest and investment revenue	185
Total nonoperating revenues (expenses)	(378,577)
Income (loss) before transfers	(1,599,420)
Transfers from other funds	1,521,787
Change in net position	(77,633)
Total net position, beginning	707,956
Total net position, ending	\$ 630,323

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

**Randolph County, North Carolina  
Statement of Cash Flows  
Enterprise Fund  
For The Fiscal Year Ended June 30, 2014**

	<b>Major Water Fund</b>
<b>Cash flows from operating activities:</b>	
Cash received from customers	\$ 222,492
Cash paid for goods and services	(1,156,042)
Net cash provided (used) by operating activities	(933,550)
<b>Cash flows from noncapital financing</b>	
Transfers in	1,521,787
<b>Cash flows from capital and related financing activities:</b>	
Interest paid on contract commitments	(350,157)
Principal paid on contract commitments	(677,764)
Net cash used by capital and related financing activities	(1,027,921)
<b>Cash flows from investing activities:</b>	
Interest on investments	296
<b>Net increase (decrease) in cash and cash equivalents</b>	(439,388)
Cash and cash equivalents, beginning	462,279
Cash and cash equivalents, ending	\$ 22,891
<b>Reconciliation of operating income to net cash provided by operating activities:</b>	
Operating income (loss)	\$ (1,220,843)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Amortization	286,341
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(173)
Increase (decrease) in accounts payable and accrued liabilities	1,125
Total adjustments	287,293
Net cash provided (used) by operating activities	\$ (933,550)

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

**Randolph County, North Carolina  
Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2014**

	Agency Funds
<b>Assets</b>	
Cash and cash equivalents	\$ 733,766
Due from other governments	177,394
Taxes receivable, net	571,979
 Total assets	 1,483,139
 <b>Liabilities</b>	
Liabilities:	
Miscellaneous liabilities	616,661
Intergovernmental payables	866,478
 Total liabilities	 \$ 1,483,139

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

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies**

The accounting policies of Randolph County, North Carolina (the County) and its component units conform to generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

**A. Reporting Entity**

Randolph County was created from a portion of Guilford County in 1779, and is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. Randolph County's governing body is a five-member Board of Commissioners elected at large; the County operates under a county manager form of government. The County provides services which are classified into the following functions in the financial statements: General Government, Public Safety, Economic and Physical Development, Environmental Protection, Human Services, Culture and Recreation, and Education.

Many public services are provided by other governmental agencies that are supported through County appropriations. Mental health programs are provided in part through the County's contribution to Sandhill Center. Elementary and secondary education is provided by two public school systems; professional, technical and vocational training beyond the secondary level is available through the community college.

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. Randolph County Industrial Facility and Pollution Control Financing Authority (the *Financing Authority*) exists to issue and service revenue bond debt of private businesses for economic development purposes. The Financing Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements.

The Randolph County Tourism Development Authority (the *Tourism Development Authority*) is a public authority under the North Carolina General Statutes, created to promote activities and programs which encourage travel and tourism to the area. The County is financially accountable for the Tourism Development Authority because it appoints board members and levies the occupancy tax which is the major source of the Authority's revenues. The Tourism Development Authority has a June 30 year-end and is presented as if it is a separate governmental fund of the County (discrete presentation).

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**A. Reporting Entity (concluded)**

In February 2008, the Board of County Commissioners authorized the formation of four county water and sewer districts: the Eastern Randolph Water and Sewer District, the Northwest Randolph Water and Sewer District, the Randleman Lake Water and Sewer District, and the Uwharrie Water and Sewer District. These four districts exist to provide and maintain water and sewer systems for the County residents within the district; however, the districts have not conducted any operations since their formation. These four districts have no financial transactions or account balances; accordingly, they are not presented in the basic financial statements.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statements
Eastern Randolph Water and Sewer District	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District.	None issued.
Northwest Randolph Water and Sewer District	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District.	None issued.
Randleman Lake Water and Sewer District	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District.	None issued.
Uwharrie Water and Sewer District	Blended	Under State law [NCGS 162A-89], the County's board of commissioners also serve as the governing board for the District.	None issued.
Randolph 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 commissioner of the Authority with or without cause.	None issued.
Randolph County Tourism Development Authority	Discrete	The Randolph County Tourism Development Authority was created to promote travel and tourism within the County. Its primary revenue is a room occupancy tax. The County is financially accountable for the Authority. The Authority is governed by a nine-member board, all of which are appointed by the Randolph County Board of Commissioners. Randolph County collects the occupancy tax for the Authority, and performs administrative functions. However, the County does not provide any direct financial support to the Authority.	Randolph County Tourism Development Authority 145-B Worth Street Asheboro, N.C. 27203

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**B. Basis of Presentation, Basis of Accounting**

**Basis of Presentation, Measurement Focus – Basis of Accounting**

*Government-wide Statements:* The statement of net position and the statement of activities display information about the primary government net position (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 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.

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

*Landfill Closure Fund* - Accounts for certain solid waste management costs, including the monitoring costs associated with closure and postclosure of the County's landfill, which closed in December 1997.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**B. Basis of Presentation, Basis of Accounting (continued)**

The County reports the following major enterprise fund:

*Water Fund.* This fund is used to account for wholesale water operations within the County.

The County reports the following fund types:

*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 Custodial Fund, which accounts for monies deposited with the Department of Social Services for the benefit of certain individuals; the Fines and Forfeitures Fund – Public Schools, which accounts for various legal fines and forfeitures that the County is required to remit to Randolph County and Asheboro City Boards of Education; the Fines and Forfeitures Fund – State of NC, which accounts for 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 Municipal Tax Districts Funds and the School Tax Districts Funds, which account for ad valorem property taxes that are billed and collected by the County for the respective municipalities and special school districts within the County but that are not revenues to the County; the Town Library Fund which accounts for monies held by the County as trustee for certain town libraries in the County; the Detention Center Commissary Fund, which accounts for monies held by the County as agent for inmates of the Detention Center; the Deed of Trust Fee Fund which accounts for the five dollars of each fee collected by the register of deeds for registering or filing a deed of trust or mortgage and remitted to the State Treasurer on a monthly basis; and the Tourism Authority Trust Fund which accounts for the unused occupancy taxes held by the County until disbursed by the Tourism Authority.

*Nonmajor Funds.* The County maintains another eight legally budgeted funds. The Fire District Fund and the Emergency Telephone System Fund are reported as annually budgeted nonmajor special revenue funds. The Community Development Block Grant Fund and the Economic Development Reserve Fund are multi-year non-major special revenue funds. The Library Trust is not required to have an annually adopted budget. The Rural Water Infrastructure Capital Project Fund, the Randolph Community College Capital Project, the Technology Capital Project Fund, and the Site Development Capital Project Fund are reported as capital projects funds.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

- I. Summary of Significant Accounting Policies (continued)**  
**B. Basis of Presentation, Basis of Accounting (continued)**

**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, 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.

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 non-operating 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 fund are charges to wholesale customers for sales and services. 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 non-operating revenues and expenses.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**B. Basis of Presentation, Basis of Accounting (continued)**

*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 revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. As of September 1, 2013, 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, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013 and for limited registration plates are shown as a receivable in these financial statements and are offset by deferred inflows of resources.

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 is both restricted and unrestricted net position 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.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**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 Emergency Telephone System, Fire Districts, and Landfill Closure Special Revenue Funds. All annual appropriations lapse at the fiscal year-end.

Project ordinances are adopted for the Community Development Block Grant Fund, the Economic Development Reserve, the Rural Water Infrastructure Capital Project, the Randolph Community College Capital Project Fund, the Technology Capital Project Fund, and the Site Development Capital Project Fund.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for all annually budgeted funds and at the object level for the multi-year funds. The County Manager is authorized to transfer appropriations within a department; however, all revisions that alter the total expenditures of any department must be approved by the governing board. 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.

During the year, several amendments to the original budget were necessary.

Encumbrance carryovers from prior year	\$	610,209
Federal and State grants and reimbursements		731,674
Interfund transfers in		103,629
Interfund transfers out		700,540
Library renovation project		117,969
Purchase of land		252,000
Sale of land		535,000
Other		124,092
	<u>\$</u>	<u>3,175,113</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity**

**1. Deposits and Investments**

All deposits of the County and Randolph County Tourism Development Authority are made in board-designated official depositories and are secured as required by G.S. 159-31. The County and the Tourism Development Authority may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the County and the Tourism Development Authority 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 Tourism Development Authority to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the State of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances and the North Carolina Capital Management Trust (NCCMT).

The securities of the NCCMT Cash Portfolio, an 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.

**2. Cash and Cash Equivalents**

The County pools monies 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. The Randolph County Tourism Development Authority considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

**3. Restricted Assets**

Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected. Monies set aside for future debt service payments are held by trustees for only that purpose, and are also reported as restricted. Register of Deeds, Public Safety, and Public Health monies are also classified as restricted assets because their use is restricted by revenue source for specific program expenditures.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (continued)**

**4. 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, 2013. 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.

**5. Allowances 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.

**6. Prepaid Items**

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. These costs are recorded as expenditures when consumed.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (continued)**

**7. 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 \$5,000 for the following types of assets: land, buildings, land improvements, equipment, software and vehicles. 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.

The County holds title to certain Randolph County Board of Education and Randolph Community College properties that have not been included in capital assets. The properties have been deeded to the County to permit installment purchase financing of acquisition and construction costs and to permit the County to receive refunds of sales tax paid for construction costs. Agreements between the County and the Board of Education and the College give these organizations full use of the facilities, full responsibility for maintenance of the facilities, and provide that the County will convey title to the property back to them, once all restrictions of the financing agreements and all sales tax reimbursement requirements have been met. The properties are reflected as capital assets in the financial statements of the Randolph County Board of Education and the Randolph Community College, respectively.

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

- Buildings - 40 years
- Improvements - 15 years
- Furniture and equipment – 10 years
- Computer equipment – 3 years
- Computer software – 10 years
- Vehicles – 5 years

Capital assets include raw water rights, which are not amortized since they have an indefinite useful life. Rights to treated water are amortized over the term of the delivery contract with the Piedmont Triad Regional Water Authority, which is 47 years.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (continued)**

**8. Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has one item that meets this criterion - a charge on refunding that had previously been classified as an asset. In addition to liabilities, the statement of financial position can also report a separate section for deferred inflows of resources. This separate financial statement element, Deferred Inflows of Resources, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The County has several items that meet the criterion for this category - prepaid property taxes, annuity receipts, and deposits.

**9. 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 on the statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed in the reporting period in which they are incurred.

In fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (continued)**

**10. Compensated Absences**

The vacation policies of the County and the Tourism Development Authority provide for the accumulation of up to thirty days earned vacation leave with such leave being fully vested when earned. For the County's government-wide funds and the Tourism Development Authority, 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 Tourism Development Authority 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 none of the entities have any obligation for accumulated sick leave until it is actually taken, no accrual for sick leave has been made by the County or its component unit.

**11. Net Position/Fund Balances**

**Net Position**

Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets, restricted and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

**Fund Balances**

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent. The governmental fund types classify fund balances as follows:

Nonspendable Fund Balance - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

- Prepaid items - portion of fund balance that is not an available resource because it represents the year-end balance of prepaid expenses, which are not spendable resources.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (continued)**

**11. Net Position/Fund Balances (continued)**

Restricted Fund Balance - This classification includes revenue sources that are restricted to specific purposes externally imposed by creditors or imposed by law.

- Restricted for Stabilization by State Statute - portion of fund balance that is restricted by State Statute [G.S. 159-8(a)].
- Restricted for Register of Deeds - portion of fund balance that is restricted by revenue source to pay for the computer equipment and imaging technology for the Register of Deeds office.
- Restricted for Public Safety - portion of fund balance that was restricted by revenue sources to improve law enforcement operations and provide upgrades to 911 emergency telephone technology.
- Restricted for Health Services - portion of fund balance that is restricted by revenue source for public health purposes.
- Restricted for Library Services - portion of fund balance that is restricted by revenue source for fire protection expenditures.

Committed Fund Balance - Portion of fund balance that can only be used for specific purpose imposed by ordinance or resolution through majority vote of Randolph County's governing body (highest level of decision-making authority). Any changes or removal of specific purposes requires majority action by the governing body by ordinance or resolution.

- Committed for Solid Waste Management – Portion of fund balance remaining from past service fees, committed for solid waste management, including post-closure costs at the former landfill.
- Committed for Community Development - Portion of fund balance remaining from various federal and state grants to assist in rehabilitating area housing.
- Committed for Economic Development – Portion of fund balance remaining from dedicated revenues, committed for financial incentive programs, site development, and other economic development initiatives.
- Committed for Capital Improvements – Portion of fund balance committed for specific County capital projects.
- Committed for Water Improvements – Portion of fund balance committed for future County water line projects.
- Committed for Community College Capital Improvements - Portion of fund balance committed to future facility improvements at the community college.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (continued)**

**11. Net Position/Fund Balances (concluded)**

Assigned Fund Balance - portion of fund balance that the Randolph County governing board or management has identified for a particular purpose.

- Assigned for Economic Development – portion of fund balance dedicated to financial incentive programs, site development, and other economic development initiatives that was committed by the governing board after year end.
- Assigned for Subsequent Year's Expenditures - portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The governing body approves the appropriation.

Unassigned Fund Balance - Portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

Randolph County has a revenue spending policy that provides guidance for programs with multiple revenue sources. The Finance Officer will use resources in the following hierarchy: bond proceeds, federal funds, State funds, local non-county funds, and county funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The Finance Officer has the authority to deviate from this policy if it is in the best interest of the County.

Randolph County has also adopted a minimum fund balance policy for the General Fund which instructs management to conduct the business of the County in such a manner that unassigned fund balance is at least equal to or greater than 20% of budgeted expenditures in the subsequent year.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**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 position.**

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net position for governmental activities as reported in the government-wide statement of net position. The net adjustment of \$(43,883,611) consists of several elements as follows:

Description	Amount
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)	\$ 64,202,434
Less Accumulated Depreciation	( 29,535,952)
Net Capital Assets	34,666,482
Water rights are an intangible asset reported in governmental activities, but is not a financial resource and is therefore not reported in the fund statements	17,021,952
Deferred charges related to debt issuance costs - included on government-wide statement of net assets but are not current financial resources	8,349,906
Accrued interest receivable less the amount claimed as unearned revenue in the government-wide statements as these funds are not available in the fund statements	56,102
Liabilities for deferred inflows of resources reported in the fund statements but not the government-wide statements	2,079,513
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not recorded in the fund statements:	
Bonds, capital leases, and installment financing	(95,901,667)
Accrued interest payable	(770,036)
Compensated absences	(2,755,967)
Net pension obligation	(1,094,101)
Postemployment benefits	(3,927,416)
Accrued landfill post-closure costs	(1,608,379)
Total Adjustment	\$ (43,883,611)

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**E. Reconciliation of Government-wide and Fund Financial Statements (continued)**

**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 reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$7,914,577 as follows:

(continued on next page)

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**I. Summary of Significant Accounting Policies (continued)**

**E. Reconciliation of Government-wide and Fund Financial Statements (continued)**

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the government-wide statement of net assets	\$ 1,696,962
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.	(2,655,354)
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 position	-
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements	11,228,919
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)	(437,711)
Compensated absences are accrued in the government-wide statements but not in the fund statements because they do not use current resources	(92,364)
Increase in net pension obligation	(89,047)
Increase in postemployment benefits	(788,733)
Landfill post-closure costs are accrued in the government-wide statements but not in the fund statements because they do not use current resources	73,203
Cost of capital assets disposed of during the year	(103,697)
Revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements:	
Fair value of assets donated that is not recorded in the fund statements but is recorded in the government-wide statements	58,800
Decrease in deferred inflows of resources - taxes receivable - at end of year	(892,860)
Increase in accrued interest on taxes receivable	11,436
Decrease in accrued interest receivable on investments	(36,155)
Decrease in unavailable service revenues	(58,822)
Total adjustment	<u>\$ 7,914,577</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds**

**A. Assets**

**1. Deposits**

All of the County's and the Tourism Development Authority'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 and the Tourism Development Authority'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 Tourism Development Authority, these deposits are considered to be held by their agents in the entities' names. 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 or the Tourism Development Authority or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County or the Tourism Development Authority under the Pooling Method, the potential exists for undercollateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each 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 and Authority rely on the State Treasurer to monitor those financial institutions. The County analyzes the financial soundness of any other financial institution used by the County. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2014, the County's deposits had a carrying amount of \$29,171,280 and a bank balance of \$29,996,178. Of the bank balance, \$646,331 was covered by federal depository insurance, and \$29,349,847 in interest bearing deposits were covered by collateral held under the Pooling Method.

At June 30, 2014, Randolph County had \$5,545 cash on hand.

At June 30, 2014, the carrying amount of deposits for Randolph County Tourism Development Authority was \$471,299 and the bank balance was \$471,299. All of the bank balance was covered by collateral held under the Pooling Method. At June 30, 2014, the Authority had \$100 cash on hand.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**A. Assets (continued)**

**2. Investments**

At June 30, 2014, the County's investments consisted of the North Carolina Capital Management Trust's Cash Portfolio, which carried a credit rating of AAAM by Standard and Poor's, and the NC Capital Management Trust Term Portfolio, which is not rated. Because the NC Capital Management Trust Term Portfolio had a duration of 0.23 years, it was presented as an investment with a maturity of less than 6 months. The County has no policy on credit risk.

Investment Type	Fair Value	Less Than 6 Months	6-12 Months	1 - 3 Years
NC Capital Management Trust-Cash Portfolio	\$ 2,359,637	N/A	N/A	N/A
NC Capital Management Trust-Term Portfolio*	10,023,760	\$ 10,023,760	\$ -	\$ -
Total:	\$ 12,383,397	\$ 10,023,760	\$ -	\$ -

*Credit Risk.* The County's investments in the NC Capital Management Trust Cash Portfolio carried a credit rating of AAAM by Standard & Poor's as of June 30, 2014. The County's investment in the NC Capital Management Trust Term Portfolio is unrated. The Term Portfolio is authorized to invest in obligations of the US government and agencies, and in high grade money market instruments as permitted under North Carolina General Statutes 159-30 as amended.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**A. Assets (continued)**

**3. Receivables**

Receivables at the government-wide level at June 30, 2014 were as follows:

	Accounts	Taxes and Related Accrued Interest	Due from Other Governments	Total
Governmental Activities:				
General	\$ 1,887,107	\$ 1,785,474	\$ 10,114,015	\$ 13,786,596
Other Governmental	<u>108,534</u>	<u>169,366</u>	<u>-</u>	<u>277,900</u>
Total receivables	1,995,641	1,954,840	10,114,015	14,064,496
Allowance for doubtful accounts	<u>(1,035,900)</u>	<u>(946,300)</u>	<u>-</u>	<u>(1,982,200)</u>
Total-governmental activities	<u>\$ 959,741</u>	<u>\$ 1,008,540</u>	<u>\$ 10,114,015</u>	<u>\$ 12,082,296</u>
Business-type Activities:				
Water	<u>\$ 18,312</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,312</u>

The County's accounts receivable are presented net of the allowance for uncollectible accounts of:

Ambulance Billings	\$ 949,800
Landfill tipping fees	14,900
Health service fees	<u>71,200</u>
Total allowance for uncollectible accounts	<u>\$ 1,035,900</u>

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

Local option sales tax	\$ 4,937,005
Motor vehicle taxes and interest	672,795
Social service grant reimbursements	1,436,869
Other grants and reimbursements	2,881,541
Refund of sales and use tax	<u>185,805</u>
Total due from other governments	<u>\$ 10,114,015</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**A. Assets (continued)**

**4. Notes Receivable**

The note from Davidson Water, Inc. was a loan to construct water lines in the Glenola area of Randolph County. The funds were provided by a State Clean Drinking Water Revolving Loan to the County. The terms for Davidson Water are the same as the repayment terms for the state's loan to the County. The promissory note from Family Healthcare at MERCE, Inc. is a loan up to \$215,000 for operating capital. The note contains no interest and is due in monthly payments of \$2,986 beginning September 15, 2015. In addition, four volunteer fire departments requested financial assistance to purchase emergency communication equipment; these loans will be paid back over three years.

A summary of changes in notes receivable follows:

Due from	Balance <u>July 1, 2013</u>	<u>Advances</u>	<u>Collections</u>	Balance <u>June 30, 2014</u>
Davidson Water, Inc.	\$ 344,176	\$ -	\$ 43,022	\$ 301,154
Family Healthcare	214,998	-	-	214,998
Volunteer Fire Departments	-	41,999	-	41,999
Total	<u>\$ 559,174</u>	<u>\$ 41,999</u>	<u>\$ 43,022</u>	<u>\$ 558,151</u>

**5. 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
2010 - 11	\$2,461,503	\$805,950	\$3,267,453
2011 - 12	2,579,539	612,641	3,192,180
2012 - 13	2,659,074	392,213	3,051,287
2013 - 14	2,709,334	155,787	2,865,121

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**A. Assets (continued)**

**6. Capital Assets**

Capital asset activity for the year ended June 30, 2014, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Water rights	\$ 17,021,952	\$ -	\$ -	\$ 17,021,952
Land	4,111,727	320,612	43,000	4,389,339
Construction in progress	192,211	18,175	192,211	18,175
Total capital assets not being depreciated	<u>21,325,890</u>	<u>338,787</u>	<u>235,211</u>	<u>21,429,466</u>
Capital assets being depreciated:				
Buildings	39,852,255	260,733	102,691	40,010,297
Land improvements	592,124			592,124
Equipment	9,120,827	416,587	566,195	8,971,219
Software	2,317,567	38,009		2,355,576
Vehicles and motor equipment	7,465,001	893,857	493,154	7,865,704
Total capital assets being depreciated	<u>59,347,774</u>	<u>1,609,186</u>	<u>1,162,040</u>	<u>59,794,920</u>
Less accumulated depreciation for:				
Buildings	15,551,905	1,002,698	55,410	16,499,193
Land improvements	373,685	31,633		405,318
Equipment	5,961,279	493,823	557,431	5,897,671
Software	953,076	210,481		1,163,557
Vehicles and motor equipment	5,141,996	916,719	488,502	5,570,213
Total accumulated depreciation	<u>27,981,941</u>	<u>2,655,354</u>	<u>1,101,343</u>	<u>29,535,952</u>
Total capital assets being depreciated, net	<u>31,365,833</u>	<u>\$ (1,046,168)</u>	<u>\$ 60,697</u>	<u>30,258,968</u>
Governmental activity capital assets, net	<u>\$ 52,691,723</u>			<u>\$ 51,688,434</u>

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

General government	\$ 978,252
Public safety	1,498,884
Economic and physical development	4,501
Environmental protection	51,788
Human services	91,020
Cultural and recreational	30,909
Total depreciation expense	<u>\$ 2,655,354</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**A. Assets (concluded)**

**6. Capital Assets (concluded)**

As disclosed further in Note V, the County is a member of the Piedmont Triad Regional Water Authority. According to the joint governmental agreement, the participating governments have rights to a pre-determined portion of water in the reservoir, but no equity interest. Accordingly, a \$17,021,952 intangible asset has been recorded at cost in the government-wide financial statements. No amortization has been charged against this asset.

Capital assets of business-type activities are as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type activities:				
Capital assets being depreciated:				
Intangible asset- treated water rights	\$ 13,505,753	\$ -	\$ -	\$ 13,505,753
Less accumulated depreciation for:				
Intangible asset- treated water rights	787,438	286,341	-	1,073,779
Total capital assets being depreciated, net	12,718,315	(286,341)	-	12,431,974
Business-type activities capital assets, net	\$ 12,718,315	\$ (286,341)	\$ -	\$ 12,431,974

**B. Liabilities**

**1. Payables**

Payables at the government-wide level at June 30, 2014, were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Payable from Restricted Assets	Total
Governmental Activities:					
General	\$ 2,427,576	\$ 489,487	\$ 770,036	\$ 150	\$ 3,687,249
Other Governmental	125,066	-	-	1,500,000	1,625,066
Total - governmental activities	\$ 2,552,642	\$ 489,487	\$ 770,036	\$ 1,500,150	\$ 5,312,315
Business-type Activities:					
Water Fund	\$ 34,125	\$ -	\$ -	\$ -	\$ 34,125

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**2. Pension Plan Obligations**

**a. Local Governmental Employees' Retirement System**

*Plan Description.* Randolph County and the Randolph County Tourism Development Authority contribute to the statewide Local Governmental 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 and the Randolph County Tourism Development Authority are 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 7.07% and 7.28%, respectively, of annual covered payroll. For the Authority, the current rate for employees not engaged in law enforcement is 7.07% of annual covered payroll. The contribution requirements of members and of Randolph County and the Randolph County Tourism Development Authority are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2014, 2013, and 2012 were \$1,932,135, \$1,810,897, and \$1,844,416, respectively. The Authority's contributions to LGERS for the years ended June 30, 2014, 2013, and 2012 were \$15,834, \$11,784, and \$7,990, respectively. The contributions made by the County and the Tourism Development Authority equaled the required contributions for each year.

**b. Law Enforcement Officers' Special Separation Allowance**

**(1) *Plan Description.***

Randolph 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

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**2. Pension Plan Obligations (continued)**

**b. Law Enforcement Officers' Special Separation Allowance (continued)**

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 provisions to the North Carolina General Assembly. A separate report was not issued for the plan.

All full-time County law enforcement officers are covered by the Separation Allowance. At December 31, 2013, the Separation Allowance's membership consisted of:

Retirees receiving benefits	8
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	<u>175</u>
Total	<u>183</u>

**(2) *Summary of Significant Accounting Policies.***

*Basis of Accounting.* The County has chosen to fund the Separation Allowance on a pay as you go basis. Pension expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting.

*Method Used to Value Investments.* No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due.

**(3) *Contributions.***

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the benefit payments on a pay as you go basis through appropriations made in the General Fund operating budget. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. There were no contributions made by employees.

The annual required contribution for the current year was determined as part of the December 31, 2012 actuarial valuation using the projected unit credit actuarial cost method.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**2. Pension Plan Obligations (continued)**

**b. Law Enforcement Officers' Special Separation Allowance (continued)**

The actuarial assumptions included (a) 5.0% investment rate of return (net of administrative expenses) and (b) projected salary increases ranging from 4.25% to 7.85% per year. Both (a) and (b) included an inflation component of 3.00%. The assumptions did not include postretirement benefit increases. 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, 2012 was 18 years.

*Annual Pension Cost and Net Pension Obligation.* The County's annual pension cost and net pension obligation to the Separation Allowance for the current year were as follows:

Annual required contribution	\$ 235,895
Interest on net pension obligation	50,253
Adjustment to annual required contribution	<u>(81,884)</u>
Annual pension cost	204,264
Contributions made	<u>115,217</u>
Increase in net pension obligation	89,047
Net pension obligation beginning of year	<u>1,005,054</u>
Net pension obligation end of year	<u><u>\$ 1,094,101</u></u>

3 Year Trend Information

For Year	Annual	Percentage of	Net Pension
Ended	Pension Cost	APC Contributed	Obligation
June 30	(APC)	APC Contributed	Obligation
2012	\$ 212,349	69.69%	\$ 940,244
2013	212,439	69.49%	1,005,054
2014	204,264	56.41%	1,094,101

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**2. Pension Plan Obligations (continued)**

**b. Law Enforcement Officers' Special Separation Allowance (concluded)**

***(4) Funded Status and Funding Progress.***

As of December 31 2013, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and the unfunded actuarial accrued liability (UAAL) was \$1,909,651. The covered payroll (annual payroll of active employees covered by the plan) was \$6,632,203, and the ratio of the UAAL to the covered payroll was 28.79 percent. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**c. Supplemental Retirement Income Plan**

*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 employees covered under the Local Government Employees Retirement System. 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 the 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 law enforcement officer's salary. All covered employees may make voluntary contributions to the plan. For general employees who elect to contribute to the plan, the County also matches up to two percent of their salary. The County's contributions for each employee (and interest allocated to the employee's account) are fully vested immediately. Contributions for the year ended June 30, 2014 were \$1,393,556, which consisted of \$689,911 from the County and \$703,645 from employees.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**2. Pension Plan Obligations (continued)**

**d. Registers of Deeds' Supplemental Pension Fund**

*Plan Description.* Randolph County also contributes to the Registers 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 financial statements and required supplementary information for the Register of Deeds' Supplemental Pension Fund. 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, 2014, the County's required and actual contributions were \$9,623.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**2. Pension Plan Obligations (concluded)**

**e. 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 to be immaterial.

**3. Other Postemployment Benefits (OPEB)**

*Plan Description.* Under the terms of a County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). As of July 1, 1998, this plan provides postemployment healthcare benefits to retirees of the County until they are eligible for Medicare coverage, provided they participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least twenty years of creditable service with the County. The retiree pays a portion of the cost of coverage for these benefits unless they have at least thirty years of service.

<b>Years of Service at Retirement</b>	<b>Age at Retirement</b>	<b>County Contribution</b>
30 or more	Any age	100%
25 – 29	50	75%
20 – 24	50	50%

The HCB Plan is available to qualified retirees until the age of 65 or until Medicare eligible, whichever is sooner. Also, the County's retirees can purchase coverage for their dependents at the County's group rates while the retiree remains eligible. The County Commissioners may amend the benefit provisions. A separate report was not issued for the plan.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**3. Other Postemployment Benefits (OPEB) (continued)**

Membership of the HCB Plan consisted of the following at December 31, 2013, the date of the latest actuarial valuation:

	<u>General Employees</u>	<u>Law Enforcement Officers</u>
Retirees and dependents receiving benefits	27	12
Terminated plan members entitled to but not yet receiving benefits	-	-
Active plan members	<u>557</u>	<u>161</u>
Total	<u>584</u>	<u>173</u>

*Funding Policy.* With the exception of retiree premium costs based upon the applicable years of service, the County pays the full cost of coverage for the healthcare benefits paid to qualified retirees under a County resolution that can be amended by County Commissioners. The County's members paid between \$278 and \$536 per month for dependent coverage. The County has chosen to fund the healthcare benefits on a pay as you go basis.

The current ARC rate is 4.80% of annual covered payroll. For the current year, the County contributed \$316,733 and the retirees' contributed \$86,297 in premiums, representing 1.21% and 0.33% of annual covered payroll, respectively. The County's obligation to contribute to HCB Plan is established and may be amended by the County Commissioners.

*Summary of Significant Accounting Policies.* Postemployment expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting. No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due.

*Annual OPEB Cost and Net OPEB Obligation.* The County's annual OPEB cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**3. Other Postemployment Benefits (OPEB) (continued)**

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation for the healthcare benefits:

Annual required contribution	\$ 1,186,153
Interest on net OPEB obligation	125,547
Adjustment to annual required contribution	<u>(119,937)</u>
Annual OPEB cost (expense)	1,191,763
Contributions made	<u>(403,030)</u>
Increase in net OPEB obligation	788,733
Net OPEB obligation, beginning of year	<u>3,138,683</u>
Net OPEB obligation, end of year	<u><u>\$ 3,927,416</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 and the preceding years were as follows:

For Year Ended June 30	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2012	\$ 986,720	37.23%	\$ 2,637,333
2013	986,720	49.19%	3,138,683
2014	1,191,763	33.82%	3,927,416

*Funded Status and Funding Progress.* As of December 31, 2013, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and, thus, the unfunded actuarial accrued liability (UAAL) was \$12,155,159. The covered payroll (annual payroll of active employees covered by the plan) was \$ 26,240,384, and the ratio of the UAAL to the covered payroll was 46.3 percent. Employees of the Tourism Development Authority were included in the study. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**3. Other Postemployment Benefits (OPEB) (concluded)**

*Actuarial Methods and Assumptions.* Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members at that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value assets, consistent with the long-term perspective of the calculations.

In the December 31, 2013 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.00 percent investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual medical cost trend increase of 7.75 to 5.00 percent annually. The return rate included a 3.00 percent inflation assumption. The actuarial value of assets, if any, was determined using techniques that spread the effects of short-term volatility in the market value of investments over a 5 year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2013, was 30 years.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**4. Closure and Postclosure Care Costs – Closed Landfill Facility**

State and federal laws and regulations required the County to place a final cover on its Landfill Facility when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The County closed its only landfill on December 31, 1997 and completed closure requirements in 2000. Since 1998, solid waste collections have been transferred to a privately operated facility.

The County has met the requirements of a local government financial test that is one option under State and federal laws and regulations that helps determine if a unit is financially able to meet closure and postclosure care requirements. In addition, the County has elected to establish a reserve fund to accumulate resources for the payment of closure and postclosure care costs. The County expects that future inflation costs will be paid from the interest earnings on these designated funds. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or by future tax revenues.

**5. Regional Landfill Facility**

For several years, Randolph County has been developing plans for a regional landfill on County-owned property. In June, 2014, the County signed a contract with Waste Management of Carolinas, Inc. and awarded the company a thirty year franchise to operate the landfill. Completion of the permitting process and construction of the facility may take two more years. The County will retain ownership of the land throughout the term of the contract and will not be involved in setting rates, obtaining customers, or other operational aspects of the facility. Accordingly, the contract does not meet the definition of a service concession arrangement and will be reported as an operating lease.

The contract required an initial payment of \$3.5 million in June 2014, of which \$1.5 million is refundable in the event the company does not receive all necessary permits. This amount will be reported as a liability until the facility is open. Future lease payments will be recognized when received.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**6. Deferred Outflows and Inflows of Resources**

The amount of deferred outflows of resources for governmental activities is a charge on refunding of debt of \$8,349,906. The amount of deferred outflows of resources for business-type activities is a charge on refunding of debt of \$414,769.

	<u>Unavailable Revenue</u>	<u>Unearned Revenue</u>
Prepaid taxes not yet earned (General)		\$ 52,473
Prepaid taxes not yet earned (Special Revenue)		3,212
Deferred annuity on Drinking Water Loan (General)		100,617
Other collections (General)		13,496
Taxes receivable, net (General)	\$ 866,675	
Taxes receivable, net (Special Revenue)	103,066	
Ambulance service receivables, net (General)	607,450	
Health service receivables, net (General)	48,136	
Landfill tipping fees receivable, net (General)	149,775	
Dog license receivables (General)	3,257	
Notes receivable (General)	301,154	
Total	<u>\$ 2,079,513</u>	<u>\$ 169,798</u>

**7. 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 two 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 \$87 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, and workers' compensation coverage up to the statutory limits.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**7. Risk Management (continued)**

The pools are audited annually by certified public accountants, and the audited financial statements are available to the County upon request. Both 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, and \$1,750,000 of each loss in excess of a \$250,000 per occurrence retention for property, and auto physical damage. For workers compensation there is a per occurrence retention of \$750,000.

The County's employees, eligible retirees, and covered dependents are covered through a self-funded health care program to pay claims administration, medical services, and pharmacy costs. To limit the County's losses for the overall program, the County has specific stop-loss insurance for individual losses in excess of \$75,000 and aggregate annual losses in excess of 120% of expected claims.

The Randolph County Multi-jurisdictional Hazard Mitigation Plan, completed in August 2004, inventoried all County-owned property and determined that no County property was located in a Flood Plain. Accordingly, Randolph County has not obtained flood insurance on any of its property.

County employees are bonded in accordance with NC General Statutes. The Finance Officer and Deputy Finance Officer are individually bonded for \$500,000. The Tax Collector is individually bonded for \$300,000 and deputy tax collectors are each individually bonded for \$200,000. The Sheriff and Register of Deeds are bonded at the statutory limits. The remaining employees that have access to funds are bonded under a blanket bond for \$250,000.

The County has recorded accrued medical claims at June 30 based on the requirements of GASB Standard No. 10. The claims liability is not actuarially determined but includes an estimate for claims incurred but not reported. The entire amount is considered current and is recorded in both the fund financial statements and the government-wide statements.

Balance 6/30/12	\$ 290,389	Balance 6/30/13	\$ 493,206
Change in estimates	<u>202,817</u>	Change in estimates	<u>380,901</u>
Balance 6/30/13	<u>\$ 493,206</u>	Balance 6/30/14	<u>\$ 874,107</u>

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.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**7. Risk Management (concluded)**

The Randolph County Tourism Development Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Authority is included under Randolph County's insurance for property, general liability, auto liability, workers' compensation, and employee health coverage. The Finance Officer is individually bonded for \$100,000.

**8. Contingent Liabilities**

At June 30, 2014, the County was a defendant to various lawsuits. In the opinion of the 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.

**9. Long-Term Obligations**

**a. Note Payable – Revolving Loan**

In 1999, the County received an \$860,440 State Clean Drinking Water Revolving Loan granted for the development of water lines to an area of the County. The funds were provided to Davidson Water, Inc., who will repay the County under the same repayment terms as those under the state loan. The agreement was executed on May 1, 2002 and requires twenty annual payments of \$43,022, plus interest at 2.550%. The outstanding balance at year end was \$301,154. The debt service requirements of the loan as of June 30, 2014 are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 43,022	\$ 7,679
2016	43,022	6,582
2017	43,022	5,485
2018	43,022	4,388
2019	43,022	3,291
2020-2021	<u>86,044</u>	<u>3,292</u>
Totals	<u>\$ 301,154</u>	<u>\$ 30,717</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (continued)**

**b. Installment Purchases**

As authorized by State law (G.S. 160A-20 and 153A-158.1), the County financed various property acquisitions for use by Randolph County Board of Education during the fiscal year ended June 30, 1996, by installment purchase. The installment purchase was issued pursuant to a deed of trust, which requires that legal title remain with the County as long as the debt is outstanding. The County has entered into a lease with Randolph County Board of Education, which transfers the rights and responsibilities for maintenance and insurance of the property to the Board of Education. The lease calls for nominal annual lease payments and also contains a bargain purchase option. The lease term is the same as that of the installment purchase obligation. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded by the Board of Education.

The installment purchase was executed on November 15, 1995, for various property improvements for use by Randolph County Board of Education and the Randolph County Mental Health Program. The transaction required principal payments by the County ranging from \$1,370,000 in 2003 to \$2,365,000 in 2015 and semi-annual interest payments at rates from 4.50% to 5.3%. This debt was included as part of the advance refunding conducted in December 2003. As of June 30, 2014, there is no remaining outstanding obligation under this agreement.

The 2003 refunding installment purchase (\$22,325,000) requires principal payments, which increase from \$195,000 in 2004 to \$2,510,000 through 2018. Semi-annual interest payments have rates ranging from 2.0% to 5.0%. The outstanding balance at year end was \$3,165,000.

Another installment purchase was issued in April 2000 and is also authorized by G.S. 160A-20 and 153A-158.1. The County financed the acquisition, construction and renovation of facilities for the Asheboro City and Randolph County Boards of Education, the Randolph Community College, and the Randolph County Courthouse. The installment purchase was issued pursuant to a deed of trust which requires that legal title for certain Randolph County Board of Education and Randolph Community College property remain with the County as long as the debt is outstanding. The County has entered into leases with the Randolph County Board of Education and Randolph Community College, which transfer the rights and responsibilities for maintenance and insurance of the properties to them. The leases call for nominal annual lease payments and also contain a bargain purchase option. The lease term is the same as that of the installment purchase obligation. Due to the economic substance of the transaction, the capital assets associated with the Boards of Education and the RCC projects are recorded by those organizations.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (continued)**

**b. Installment Purchases (continued)**

The original installment purchase required principal payments, which increased from \$925,000 in 2003 to \$3,235,000 through 2022. Semi-annual interest payments have rates ranging from 5.0% to 5.75%. This debt was included as part of the advance refundings conducted in March and May 2004. As of June 30, 2014, there is no remaining outstanding obligation under this agreement.

The 2004 refunding installment purchase (\$20,155,000) requires principal payments, which increase from \$245,000 in 2005 to \$3,350,000 through 2015. Semi-annual interest payments have rates ranging from 2.0% to 5.0%. The outstanding balance at year end was \$3,220,000.

The 2004A refunding installment purchase (\$24,950,000) requires principal payments, which increase from \$135,000 in 2005 to \$3,410,000 through 2022. Semi-annual interest payments have rates ranging from 2.0% to 5.0%. A portion of this debt was included as part of the advance refundings conducted in April 2013. The remaining balance outstanding at year end was \$170,000.

The 2013A refunding installment purchase (\$25,195,000) requires principal payments, which increase from \$420,000 in 2014 to \$3,160,000 through 2022. Semi-annual interest payments have rates ranging from 0.758% to 2.924%. The outstanding balance at year end was \$24,775,000.

An installment purchase (\$6,230,000) was issued in January 2005 to finance the acquisition of additional water rights in the Randleman Lake, construction of a new library, and renovation to two other county office buildings. Biannual payments of \$330,000 are required, including interest of 3.59%. The outstanding balance at year end was \$1,642,314.

Another installment purchase (\$41,195,000) was issued in August 2006 and is also authorized by G.S. 160A-20 and 153A-158.1. The County financed the acquisition, construction and renovation of facilities for the Asheboro City and Randolph County Boards of Education. The installment purchase was issued pursuant to a deed of trust which requires that legal title for certain Randolph County Board of Education property remain with the County as long as the debt is outstanding. The County has entered into leases with the Randolph County and Asheboro City Boards of Education, which transfer the rights and responsibilities for maintenance and insurance of the properties to them. The leases call for nominal annual lease payments and also contain a bargain purchase option. The lease term is the same as that of the installment purchase obligation. Due to the economic substance of the transaction, the capital assets associated with the Boards of Education are recorded by those organizations.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (continued)**

**b. Installment Purchases (continued)**

The original 2006 installment purchase required principal payments of \$2,060,000 from 2008 to 2026 and \$2,055,000 in 2027. Semi-annual interest payments have rates ranging from 4.0% to 5.0%. A portion of this debt was included as part of the advance refundings conducted in May 2013. The remaining balance outstanding at year end was \$4,120,000.

The 2013B refunding installment purchase (\$21,555,000) requires principal payments, which increase from \$1,970,000 in 2017 to \$1,980,000 through 2027. Semi-annual interest payments have rates ranging from 3.0% to 5.0%. The outstanding balance at year end was \$21,555,000.

Another installment purchase (\$36,345,000) was issued in September 2007 and is also authorized by G.S. 160A-20 and 153A-158.1. The County financed the acquisition, construction and renovation of facilities for the Randolph County Boards of Education and to provide financial assistance to the Town of Franklinville for the construction of a water line to two county schools. The installment purchase was issued pursuant to a deed of trust which requires that legal title for certain Randolph County Board of Education property remain with the County as long as the debt is outstanding. The County has entered into a lease with the Randolph County Board of Education, which transfer the rights and responsibilities for maintenance and insurance of the properties to them. The lease calls for nominal annual lease payments and also contains a bargain purchase option. The lease term is the same as that of the installment purchase obligation. Due to the economic substance of the transaction, the capital assets associated with the installment purchase obligation are recorded by the Board of Education.

The original 2007 installment purchase required principal payments, which increased from \$915,000 in 2009 to \$1,910,000 through 2028. Semi-annual interest payments have rates ranging from 4.0% to 5.0%. A portion of this debt was included as part of the advance refundings conducted in June 2013. The remaining balance outstanding at year end was \$5,745,000.

The 2013C refunding installment purchase (\$21,310,000) requires principal payments, which increase from \$175,000 in 2014 to \$1,895,000 through 2028. Semi-annual interest payments have rates ranging from 2.0% to 5.0%. The outstanding balance at year end was \$21,135,000.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (continued)**

**b. Installment Purchases (concluded)**

An installment purchase (\$2,000,000) was issued in October 2012 to finance the renovation of a former elementary school into the Early Childhood Development Center. Biannual payments of \$66,667 are required for fifteen years, including interest of 2.42%. The outstanding balance at year end was \$1,800,000.

An installment purchase (\$411,635) was issued in October 2012 to finance the acquisition of ten replacement cardiac monitors for ambulances. Biannual payments of \$41,164 are required for five years, including interest of 1.69%. The outstanding balance at year end was \$288,144.

The debt service requirements for installment purchases as of June 30, 2014, are:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2015	\$ 11,117,096	\$ 3,325,114
2016	8,864,062	2,853,318
2017	8,433,137	2,543,257
2018	7,894,496	2,273,263
2019	7,493,333	2,035,431
2020-2024	29,791,667	6,184,452
2025-2028	14,021,667	1,096,562
Totals	<u>\$ 87,615,458</u>	<u>\$ 20,311,397</u>

**c. General Obligation Indebtedness**

At June 30, 2014, Randolph County had no bonds authorized but unissued and a legal debt margin of \$750,670,711.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (continued)**

**d. Other Commitments**

Randolph County is party to an agreement with the other members of the Piedmont Triad Regional Water Authority to purchase treated water in a take or pay contract. The County's share of payments to be made for the water treatment plant are regarded as the value of the rights to treated water. The Water Authority refinanced the debt in June 2012. The future obligations under this agreement as of June 30, 2014 are:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 696,529	\$ 331,390
2016	715,817	312,104
2017	735,637	292,284
2018	756,005	271,915
2019	776,938	250,982
2020-2024	4,219,548	920,054
2025-2029	4,323,024	302,618
Totals	<u>\$ 12,223,498</u>	<u>\$ 2,681,347</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (continued)**

**f. Long-Term Obligation Activity**

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2014:

	Balance			Balance	Current Portion
	June 30, 2013	Increases	Decreases	June 30, 2014	of Balance
Governmental activities:					
Installment purchase	\$ 98,801,355	\$ -	\$ 11,185,897	\$ 87,615,458	\$ 11,117,096
Unamortized premium on debt	8,997,785	-	1,012,730	7,985,055	1,085,209
Note Payable - State of NC	344,176	-	43,022	301,154	43,022
Compensated absences	2,663,603	2,197,737	2,105,373	2,755,967	2,105,373
Net pension obligation	1,005,054	204,264	115,217	1,094,101	-
Net OPEB obligation	3,138,683	1,191,763	403,030	3,927,416	-
Accrued landfill postclosure costs	1,681,582	23,769	96,972	1,608,379	186,500
Total governmental activities	<u>\$ 116,632,238</u>	<u>\$ 3,617,533</u>	<u>\$ 14,962,241</u>	<u>\$ 105,287,530</u>	<u>\$ 14,537,200</u>
Business-type activities:					
Contract payable	\$ 12,901,262	\$ -	\$ 677,764	\$ 12,223,498	\$ 696,529
Total business-type activities	<u>\$ 12,901,262</u>	<u>\$ -</u>	<u>\$ 677,764</u>	<u>\$ 12,223,498</u>	<u>\$ 696,529</u>

Compensated absences, net pension obligations, and other post-employment benefit obligations typically have been liquidated in the General Fund.

Debt Related to Capital Activities - Of the total Governmental Activities debt listed only \$7,260,770 relates to assets the County holds title. For Business-type activities, \$11,808,729 of the total debt relates to assets the County holds title.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**B. Liabilities (continued)**

**9. Long-Term Obligations (concluded)**

**g. Conduit Debt Obligations**

Randolph County Industrial Facility and Pollution Control Authority has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed as well as letters of credit and are payable solely from payments received from the private businesses involved. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the County, the Authority, the State, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2014, there were no industrial revenue bonds outstanding.

**C. Interfund Balances and Activity**

**1. Interfund Receivables and Payables**

The interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These interfund balances as of June 30, 2014 will be reimbursed when grant and other applicable funds are received, as follows:

Receivable Fund	Payable Fund	Amount
Randolph Community College Capital Project Fund	General Fund	<u>\$ 586,039</u>

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (continued)**

**C. Interfund Balances and Activity (concluded)**

**2. Transfers to/from other funds**

Transfers to/from other funds during the fiscal year ended June 30, 2014, consist of the following:

From the General Fund to the Randolph Community College Capital Project proceeds from the Article 46 sales tax to accumulate resources for the construction of facilities	\$ 1,157,271
From the General Fund to the Water Fund to accumulate resources for the enterprise fund	1,521,787
From the General Fund to the Emergency Telephone System Fund to reimburse certain costs	11,540
From the Economic Development Reserve Fund to the General Fund to transfer resources for the payment of economic development projects	135,754
	\$ 2,826,352
Total Interfund Transfers	\$ 2,826,352

	<b>Transfers In</b>				
<b>Transfers Out</b>	<b>General Fund</b>	<b>RCC Capital Project</b>	<b>Emergency Telephone System Fund</b>	<b>Water Fund</b>	<b>Totals</b>
General Fund		\$ 1,157,271	\$ 11,540	\$ 1,521,787	\$ 2,690,598
Economic Development Reserve	\$ 135,754				135,754
	\$ 135,754	\$ 1,157,271	\$ 11,540	\$ 1,521,787	\$ 2,826,352

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**II. Detail Notes on All Funds (concluded)**

**D. Fund Balance**

The following schedule provides management and citizens with information on the portion of General fund balance that is available for appropriation:

Total fund balance - General Fund	\$41,968,104
Less:	
Prepaid items	21,198
Stabilization by State Statute	11,660,822
Restricted for Register of Deeds	516,532
Restricted for public safety	521,228
Restricted for health services	631,447
Future transfer to Economic Development Reserve	3,500,000
Appropriated Fund Balance in 2014 budget	3,355,350
Fund Balance Policy	<u>21,761,527</u>
Remaining Fund Balance	\$ -

Randolph County has adopted a minimum fund balance policy for the General Fund which instructs management to conduct the business of the County in such a manner that unassigned fund balance is at least equal to or greater than 20% of budgeted expenditures.

The outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at year-end.

	<i>General Fund</i>	<i>Non-Major Funds</i>
<i>Encumbrances</i>	\$ 1,264,524	\$ -

**III. Related Organization**

The Seagrove-Ulah Metropolitan Water District of Randolph County was established in 1989 to provide local water and sewer services. Its primary revenues are customer fees for these services. Three of the four members of the District's governing board are appointed by Randolph County; however, the County's responsibility for this organization does not extend beyond making these appointments. The County is not responsible for any debt issued by the District, nor is it required to fund any operating deficits.

The Randolph County Health Development Authority, Inc. is a non-stock corporation established in 1982. The Authority's board of directors is appointed by the County Board of Commissioners; however, the County provides no funding to the Authority, guarantees no debt of the Authority, and does not maintain a significant continuing relationship with the Authority board.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**IV. Jointly Governed Organization**

The County is a member of the Piedmont Triad Regional Council (PTRC), a voluntary association of municipal and county governments, enabled by state law to promote regional issues and cooperation among members. The PTRC serves 73 member governments in and around the Greensboro/Winston-Salem/High Point metro including the following twelve counties: Alamance, Caswell, Davidson, Davie, Forsyth, Guilford, Montgomery, Randolph, Rockingham, Stokes, Surry, and Yadkin Counties. 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 County paid membership fees of \$46,051 to the Council during the fiscal year ended June 30, 2014. The County was the subrecipient of grants for \$809,530 from the U.S. Department of Health and Human Services, the U.S. Department of Agriculture, and the Division of Aging of the North Carolina Department of Human Resources, which was passed through the Council.

**V. Joint Ventures**

The County, in conjunction with the State of North Carolina, the Asheboro City Board of Education, and the Randolph County Board of Education, participates in a joint venture to operate the Randolph County Community College. The County and the State appoint four members of the thirteen-member board of trustees of the community college. The Boards of Education each appoint two members. 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. In addition to providing annual appropriations for the facilities, the County periodically issues general obligation bonds to provide financing for new and restructured facilities. As of June 30, 2014, the County has no outstanding general obligation bond debt for this purpose. The County has \$ 1,672,944 debt outstanding for an installment purchase obligation to construct a training facility at the community college. The County has an ongoing financial responsibility for the community college because of the statutory responsibilities to provide funding for the community college's facilities. The County contributed \$2,328,000 and \$1,486,129 to the community college for operating and capital purposes, respectively, during the fiscal year ended June 30, 2014. In addition, the County made debt service payments of \$277,135 during the fiscal year on the installment purchase obligations issued for community college capital facilities. 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, 2014. Complete financial statements for the community college may be obtained from the community college's administrative offices at 629 Industrial Park Avenue, Asheboro, NC 27205.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**V. Joint Ventures (concluded)**

The County, in conjunction with five other governments, participates in the Piedmont Triad Regional Water Authority. The Authority was established to construct a dam facility, water treatment plant and related transmission lines. The participating governments were legally obligated under the intergovernmental agreement that created the Authority to contribute a pre-determined share of the construction costs on the dam, which was completed in 2003. The County's share of support is 18.75%. According to the joint governmental agreement, the participating governments do not have an equity interest in the joint venture, but rather rights to water in the reservoir.

The Authority's treated water is purchased by the participating governments based upon a pre-determined share, according to a uniform rate structure set by the Authority. The County purchases 1.25 million gallons per day; the County will sell its allotment in bulk to other water systems. For the year, the County paid the Authority \$301,354 in operating support, \$440,625 for a legal settlement, \$415,188 for treated water, and \$1,027,921 for debt service commitments. At June 30, 2013, the County's share of debt issued by the Authority totals \$12,223,498.

Complete financial statements for the Authority can be obtained from the Authority's administrative offices at 7297 Adams Farm Road, Randleman, NC 27317.

**VI. Component Unit – Randolph County Tourism Development Authority**

Randolph County assesses a five percent occupancy tax on lodging fees. In accordance with the enabling legislation, the County remits these tax collections to the Randolph County Tourism Development Authority, less a three percent collection fee. For the year ended June 30, 2014, the net collections remitted were \$757,062 and the collection fee retained was \$23,414. In addition, the Authority rents office space from the County, which totaled \$13,800 for the year. By contract, the Authority reimburses the County for administrative financial and human resource services, which were \$21,828 for the year ended June 30, 2014.

**Randolph County, North Carolina**  
**Notes to Financial Statements**  
**For the Fiscal Year Ended June 30, 2014**

**VII. 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, which 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	State
Women, infants and children	\$ 3,075,565	\$ -
State Children's Insurance Program	3,275,332	1,034,174
Medicaid	110,063,857	59,898,865
Supplemental Nutrition Assistance Program	37,226,915	
Temporary Assistance for Needy Families	930,462	(5)
Energy assistance	422,000	
Adoption assistance	506,378	134,019
Adult assistance	44,533	938,901
Title IV-E, foster care	543,728	198,380
Total	<u>\$ 156,088,770</u>	<u>\$ 62,204,334</u>

**VIII. 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 moneys 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 moneys.

**IX. Subsequent Events**

The County has evaluated subsequent events in connection with the preparation of these financial statements through November 24, 2014, which is the date the financial statements were issued.

On November 3, 2014, the Board of County Commissioners passed a resolution to use \$3.5 million of General Fund fund balance for economic development. This amount has been presented as assigned fund balance as of June 30, 2014.



## **Required Supplemental Financial Data**

This section contains additional information required by generally accepted accounting principles.

### **Law Enforcement Officers' Special Separation Allowance**

- Schedule of Funding Progress
- Schedule of Employer Contributions
- Notes to the Required Schedules

### **Other Postemployment Benefits**

- Schedule of Funding Progress
- Schedule of Employer Contributions
- Notes to the Required Schedules

**Randolph 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)
12/31/04	\$ 239,981	\$ 986,598	\$ 746,617	24.32%	\$ 4,546,681	16.42%
12/31/05	224,371	982,797	758,426	22.83%	4,854,299	15.62%
12/31/06	282,981	1,139,681	856,700	24.83%	5,186,879	16.52%
12/31/07	243,662	1,258,093	1,014,431	19.37%	5,804,398	17.48%
12/31/08	-	1,353,408	1,353,408	0.00%	6,203,610	21.82%
12/31/09	-	1,920,838	1,920,838	0.00%	6,056,227	31.72%
12/31/10	-	1,911,516	1,911,516	0.00%	6,023,842	31.73%
12/31/11	-	1,876,812	1,876,812	0.00%	6,022,433	31.16%
12/31/12	-	1,897,545	1,897,545	0.00%	6,327,746	29.99%
12/31/13	-	1,909,651	1,909,651	0.00%	6,632,203	28.79%

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

Year Ending June 30	Annual Required Contributions	Percentage Contributed
2005	\$ 101,953	4.90%
2006	117,651	45.05%
2007	114,126	26.29%
2008	126,022	31.74%
2009	143,036	27.96%
2010	158,001	70.43%
2011	227,377	61.43%
2012	220,806	67.02%
2013	223,940	65.92%
2014	235,895	48.84%

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	12/31/13
Actuarial cost method	Projected unit credit
Amortization method	Level percent closed
Remaining amortization period	17 Years
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return*	5.0%
Projected salary increases*	From 4.25% to 7.85%
*Includes inflation at	3.00%
Cost of living adjustments	None

**Randolph County, North Carolina  
Other Postemployment Benefits  
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)
12/31/07	\$ -	\$ 7,863,167	\$ 7,863,167	0.00%	\$ 25,146,244	31.3%
12/31/09	-	8,796,871	8,796,871	0.00%	26,608,312	33.1%
12/31/11	-	10,810,517	10,810,517	0.00%	26,729,114	40.4%
12/31/13		12,155,159	12,155,159	0.00%	26,240,384	46.3%

**Randolph County, North Carolina  
Other Postemployment Benefits  
Required Supplementary Information  
Schedule of Employer Contributions**

Year Ending June 30	Annual Required Contributions	Percentage Contributed
2012	\$ 986,720	37.23%
2013	986,720	49.19%
2014	1,191,763	33.82%

Notes to the Required Schedules:

The information presented in the required supplementary schedules was determined as part of the actuarial valuations follows:

Valuation date	12/31/13
Actuarial cost method	Projected unit credit
Amortization method	Level percentage of pay, open
Remaining amortization period	30 Years
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return*	4.0%
Medical cost trend rate	7.75% - 5.0%
Year of ultimate trend rate	2019
*Includes inflation at	3.00%





## **Major Governmental Funds Budgetary Comparison Schedules**

### **General Fund**

Accounts for the general operations of Randolph County. It is used to account for all financial resources except those required to be accounted for in another fund.

### **Landfill Closure Fund**

Accounts for certain solid waste management costs, including the monitoring costs associated with closure and postclosure of the County's landfill, which closed in December 1997.

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Ad valorem taxes:			
Taxes		\$ 65,091,847	
Penalties and interest		417,326	
Total	\$ 62,368,940	65,509,173	\$ 3,140,233
Local option sales taxes:			
Article 39 one percent		5,304,908	
Article 40 one - half of one percent		6,125,880	
Article 42 one - half of one percent		3,885,471	
Article 44 one - half of one percent		8,568	
Article 46 one - half of one percent		2,162,992	
Medicaid Hold Harmless distribution		344,397	
Total	17,020,000	17,832,216	812,216
Other taxes and licenses:			
Animal tax		76,568	
Occupancy tax		757,062	
Gross receipts tax		31,706	
Solid waste disposal tax		65,639	
White goods disposal tax		43,867	
Scrap tire disposal tax		171,786	
Electronic recycling tax		9,425	
Deed stamp excise tax		244,300	
Total	1,360,000	1,400,353	40,353
Unrestricted intergovernmental:			
Payments in lieu of taxes-outside sources		25,114	
Video programming services tax		377,217	
Total	405,000	402,331	(2,669)
Restricted intergovernmental:			
Federal and State grants			
Public safety services		405,284	
Health services		1,659,898	
Social services		12,834,413	
Child support enforcement		823,918	
Aging services		1,090,928	
Library services		277,119	
Public School Building Capital Funds - Lottery		1,900,000	
All other		69,855	
Court facility fees		204,622	
Controlled substance tax		74,197	
Treasury Department forfeitures		139,646	
ABC bottles taxes		18,237	
Total	20,105,146	19,498,117	(607,029)

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues (concluded):</b>			
Permits and fees:			
Register of deeds fees		\$ 534,011	
Inspection and zoning fees		329,521	
Environmental health fees		109,638	
All other		4,385	
Total	\$ 961,314	977,555	\$ 16,241
Sales and services:			
Tax department fees		287,153	
Officer and jail fees		289,889	
Other public safety		646,189	
School resource officer reimbursements		670,595	
Ambulance and rescue squad fees		3,257,228	
Solid waste fees		2,097,192	
Health department fees		1,012,781	
Library fees		125,756	
Lease payments		1,970,156	
All other		128,744	
Total	10,604,163	10,485,683	(118,480)
Investment earnings	85,000	244,674	159,674
Miscellaneous:			
Sale of property and materials		619,048	
Other		470,320	
Total	1,095,571	1,089,368	(6,203)
Total revenues	114,005,134	117,439,470	3,434,336
<b>Expenditures:</b>			
General government:			
Governing body:			
Salaries		43,200	
Employee benefits		22,241	
Other operating expenditures		87,869	
Total	154,363	153,310	1,053
Administration:			
Salaries		1,027,195	
Employee benefits		296,149	
Other operating expenditures		190,415	
Insurance and bonds		1,351,757	
Total	3,119,812	2,865,516	254,296

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
General Government (concluded):			
Information Technology:			
Salaries		\$ 680,903	
Employee benefits		201,264	
Other operating expenditures		576,122	
Total	\$ 1,609,473	1,458,289	\$ 151,184
Tax:			
Salaries		1,179,825	
Employee benefits		383,182	
Other operating expenditures		689,741	
Total	2,438,512	2,252,748	185,764
Elections:			
Salaries		171,130	
Employee benefits		45,131	
Other operating expenditures		184,560	
Total	421,569	400,821	20,748
Register of deeds:			
Salaries		319,404	
Employee benefits		120,879	
Other operating expenditures		151,041	
Total	728,694	591,324	137,370
Public buildings:			
Salaries		455,234	
Employee benefits		161,625	
Utilities and telephone		926,418	
Other operating expenditures		547,416	
Capital outlay		49,597	
Total	2,409,812	2,140,290	269,522
Total general government	10,882,235	9,862,298	1,019,937

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
Public Safety:			
Sheriff and Jail			
Sheriff:			
Salaries		\$ 6,521,731	
Employee benefits		2,301,595	
Other operating expenditures		1,149,103	
Capital outlay		577,489	
Total		<u>10,549,918</u>	
Jail:			
Salaries		2,580,546	
Employee benefits		838,155	
Other operating expenditures		1,318,688	
Capital outlay		34,205	
Total		<u>4,771,594</u>	
Total Sheriff and Jail	<u>\$ 15,776,158</u>	<u>15,321,512</u>	<u>\$ 454,646</u>
Emergency Services:			
Emergency medical services:			
Salaries		2,233,504	
Employee benefits		638,032	
Other operating expenditures		809,613	
Capital outlay		537,366	
Total		<u>4,218,515</u>	
Emergency communications:			
Salaries		900,448	
Employee benefits		266,813	
Other operating expenditures		40,537	
Total		<u>1,207,798</u>	
Emergency management:			
Salaries		121,841	
Employee benefits		34,393	
Other operating expenditures		43,247	
Total		<u>199,481</u>	

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
Public Safety (concluded):			
Emergency Services (concluded):			
Fire Inspections:			
Salaries		\$ 173,387	
Employee benefits		53,142	
Other operating expenditures		60,460	
Total		<u>286,989</u>	
Total Emergency Services	<u>\$ 6,915,108</u>	<u>5,912,783</u>	<u>\$ 1,002,325</u>
Building inspections:			
Salaries		405,130	
Employee benefits		120,669	
Other operating expenditures		69,557	
Capital outlay		16,730	
Total	<u>677,778</u>	<u>612,086</u>	<u>65,692</u>
Adult and juvenile day reporting:			
Adult			
Salaries		99,060	
Employee benefits		26,649	
Other operating expenditures		13,085	
Total		<u>138,794</u>	
Juvenile			
Salaries		228,668	
Employee benefits		66,131	
Other operating expenditures		67,707	
Capital outlay		7,457	
Total		<u>369,963</u>	<u>(369,963)</u>
Total adult and juvenile day reporting	<u>543,053</u>	<u>508,757</u>	<u>34,296</u>
Other public safety appropriations:			
Juvenile detention services		45,750	
Jury commission		5,552	
Medical examiner		56,900	
Contributions to:			
N.C. Forestry Program		110,184	
Ashe-Rand Rescue Squad		16,000	
Piedmont Triad Ambulance Service		950	
Total	<u>246,134</u>	<u>235,336</u>	<u>10,798</u>
Total public safety	<u>24,158,231</u>	<u>22,590,474</u>	<u>1,567,757</u>

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
Economic and physical development:			
Planning and zoning:			
Salaries		\$ 384,519	
Employee benefits		114,480	
Other operating expenditures		53,460	
Capital outlay		24,549	
Total	\$ 633,475	577,008	\$ 56,467
Cooperative Extension Service:			
Salaries		224,066	
Employee benefits		74,393	
Other operating expenditures		64,775	
Total	468,252	363,234	105,018
Soil and Water Conservation:			
Salaries		121,335	
Employee benefits		37,973	
Other operating expenditures		13,956	
Total	188,131	173,264	14,867
Other economic and physical development appropriations:			
Contributions to:			
Randolph Economic Development Corporation		312,129	
Economic development incentives:			
Technimark		7,500	
Americhem		28,125	
MOM Brands		197,500	
Pass-through grants to other agencies:			
Rural Center Building Reuse Project - FPE		-	
Distributions of occupancy tax to:			
Randolph Tourism Development Authority		757,062	
Total	1,342,547	1,302,316	40,231
Total economic and physical development	2,632,405	2,415,822	216,583

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
Environmental protection:			
Public Works:			
Administrative and engineering:			
Salaries		\$ 58,004	
Employee benefits		17,464	
Other operating expenditures		8,014	
Total		<u>83,482</u>	
Solid waste transfer station:			
Salaries		91,623	
Employee benefits		30,839	
Transfer station operations		1,589,839	
Other operating expenditures		313,768	
Capital outlay		253,235	
Total		<u>2,279,304</u>	
Recycling and convenience site operations:			
Salaries		66,518	
Employee benefits		21,025	
Other recycling costs		278,204	
Other operating expenditures		137,166	
Capital outlay		30,321	
Total		<u>533,234</u>	
Total environmental protection	<u>\$ 3,003,459</u>	<u>2,896,020</u>	<u>\$ 107,439</u>
Human services:			
Health:			
Public health services:			
Salaries		1,783,385	
Employee benefits		555,082	
Other operating expenditures		602,891	
Capital outlay		5,717	
Total		<u>2,947,075</u>	
Animal control:			
Salaries		295,505	
Employee benefits		100,853	
Other operating expenditures		97,611	
Total		<u>493,969</u>	

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
Human Services (continued):			
Health (concluded):			
Environmental health:			
Salaries		\$ 560,149	
Employee benefits		171,383	
Other operating expenditures		66,833	
Total		<u>798,365</u>	
Women, infants, and children			
Salaries		525,460	
Employee benefits		186,108	
Other operating expenditures		80,243	
Total		<u>791,811</u>	
Total health	<u>\$ 5,638,888</u>	<u>5,031,220</u>	<u>\$ 607,668</u>
Social services:			
Administration:			
Salaries		6,054,081	
Employee benefits		1,940,547	
Other operating expenditures		869,310	
Capital outlay		25,944	
Total		<u>8,889,882</u>	
Assistance programs:			
Adoption programs		307,000	
Child day care		5,304,697	
Energy programs		1,000,769	
Foster care		1,722,409	
Workfirst		139,348	
Total		<u>8,474,223</u>	
Special assistance to adults:			
County share of assistance payments		<u>938,900</u>	
Total social services	<u>19,901,536</u>	<u>18,303,005</u>	<u>1,598,531</u>

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (continued):</b>			
Human services (concluded):			
Veteran Services:			
Salaries		\$ 65,663	
Employee benefits		19,314	
Other operating expenditures		3,359	
Total	\$ 91,501	88,336	\$ 3,165
Child Support Enforcement			
Salaries		394,882	
Employee benefits		140,980	
Other operating expenditures		346,745	
Total	1,035,440	882,607	152,833
Other human service appropriations:			
Contributions to other agencies:			
Family Crisis Center		41,000	
Randolph County Senior Adults Assn.		242,585	
Randolph County Senior Adults Assn.- capital		100,000	
Sandhills Center		844,000	
Central Boys and Girls Club		25,000	
Randolph Vocational Industries		15,000	
Pass-through grants to other agencies:			
Home and Community Care Block Grant		809,530	
Rural Operating Assistance Program		281,398	
Juvenile Justice programs		5,600	
Total other human service appropriations	2,405,335	2,364,113	41,222
Total human services	29,072,700	26,669,281	2,403,419
Culture and recreation:			
Library			
Salaries		1,172,277	
Employee benefits		339,688	
Other operating expenditures		468,685	
Capital outlay		21,213	
Total	2,043,450	2,001,863	41,587
Other culture and recreation appropriations:			
Randolph Arts Guild		20,000	
Total	20,000	20,000	-
Total culture and recreation	2,063,450	2,021,863	41,587

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Expenditures (concluded):</b>			
Education:			
Contributions to other agencies:			
Public schools:			
Current Expense:			
Asheboro City Schools		\$ 4,490,951	
Randolph County Schools		17,173,066	
Randolph Community College		2,328,000	
Capital Outlay:			
Asheboro City Schools		829,408	
Randolph County Schools		2,215,616	
Randolph Community College		485,000	
Communities in Schools		70,000	
Total Education	\$ 27,592,041	27,592,041	\$ -
Debt service:			
Principal retirement		11,228,919	
Interest and other charges		3,535,356	
Total debt service	14,767,140	14,764,275	2,865
Total expenditures	114,171,661	108,812,074	5,359,587
Revenues over (under) expenditures	(166,527)	8,627,396	8,793,923

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	2014		Variance Positive (Negative)
	Budget	Actual	
<b>Other financing sources (uses):</b>			
Transfers from other funds:			
From Economic Development Reserve	\$ 159,254	\$ 135,754	\$ (23,500)
Transfers to other funds:			
Capital Project Funds:			
To RCC Capital Project Fund	(1,300,000)	(1,157,271)	142,729
To Emergency Telephone System Fund	(11,540)	(11,540)	-
To Water Fund	(1,521,787)	(1,521,787)	-
Total other financing sources (uses)	<u>(2,674,073)</u>	<u>(2,554,844)</u>	<u>119,229</u>
Fund Balance Appropriated	<u>2,840,600</u>	<u>-</u>	<u>2,840,600</u>
Net change in fund balance	<u>\$ -</u>	6,072,552	<u>\$ 6,072,552</u>
Fund balances:			
Beginning of year, July 1		<u>35,895,552</u>	
End of year, June 30		<u>\$ 41,968,104</u>	

**Randolph County, North Carolina**  
**Landfill Closure Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Contract payment - Waste Management	\$ 2,000,000	\$ 500,000	\$(1,500,000)
Investment earnings	1,000	332	(668)
Total revenues	2,001,000	500,332	(1,500,668)
Expenditures:			
Current:			
Environmental protection:			
Solid waste management:			
Operating expenditures	2,001,000	407,688	1,593,312
Fund Balance Appropriated	-	-	-
Revenues over (under) expenditures	\$ -	92,644	\$ 92,644
Fund balances:			
Beginning of year, July 1		220,577	
End of year, June 30		\$ 313,221	





## **Non-Major Governmental Funds Budgetary Comparison Schedules**

### **Special Revenue Funds:**

<b>Fire District Fund</b>	Accounts for voter-approved property taxes levied to provide fire protection for nineteen districts.
<b>Emergency Telephone System Fund</b>	Established in accordance with North Carolina law to account for the accumulation of telephone surcharges to be used for emergency telephone systems.
<b>Library Trust Fund</b>	Accounts for contributions from bequests specifically restricted for the public library.
<b>Community Development Block Grant</b>	Accounts for various federal and state grants to assist in rehabilitating area housing.
<b>Economic Development Reserve</b>	Accounts for funds accumulated for infrastructure development and incentive payments.

### **Capital Project Funds:**

<b>Rural Water Infrastructure Capital Project Fund</b>	Accounts for the construction of water distribution lines into targeted rural areas.
<b>Asheboro City Schools Capital Project Fund</b>	Accounts for the construction and renovation of the Early Childhood Development Center, funded through an installment finance agreement.
<b>Randolph Community College Capital Project</b>	Accounts for the costs of facility improvements at the community college, funded with the proceeds of a quarter-cent sales tax.
<b>Technology Capital Project Fund</b>	Accounts for the implementation costs to upgrade county technology services, financed by transfers from the General Fund.
<b>Site Development Capital Project Fund</b>	Accounts for costs to develop a site for large-scale manufacturing, financed by a grant from the N.C. Department of Commerce.

**Randolph County, North Carolina**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2014**

	<b>Special Revenue Funds</b>					
	Fire Districts Fund	Emergency Telephone System Fund	Library Trust Fund	Community Development Fund	Economic Development Reserve	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ 36,882	\$ 351,952	\$ 68,854	\$ 8,017	\$ 811,726	\$ 1,277,431
Accounts receivable, net	69,075	38,406	20	38	237	107,776
Taxes receivable, net	103,066					103,066
Due from other funds	-	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 209,023</u></b>	<b><u>\$ 390,358</u></b>	<b><u>\$ 68,874</u></b>	<b><u>\$ 8,055</u></b>	<b><u>\$ 811,963</u></b>	<b><u>\$ 1,488,273</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
Liabilities:						
Accounts payable and accrued liabilities	\$ 102,745	\$ 1,120	\$ -	\$ -	\$ -	\$ 103,865
<b>Total liabilities</b>	<b><u>102,745</u></b>	<b><u>1,120</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>103,865</u></b>
Deferred Inflows of Resources:						
Property taxes	106,278	-	-	-	-	106,278
	<u>106,278</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106,278</u>
Fund balances:						
Restricted:						
Stabilization by State Statute		38,406		38	237	38,681
Public safety		350,832				350,832
Library services			68,874			68,874
Committed:						
Community development				8,017		8,017
Economic development					811,726	811,726
Water improvements						-
Capital improvements						-
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b><u>-</u></b>	<b><u>389,238</u></b>	<b><u>68,874</u></b>	<b><u>8,055</u></b>	<b><u>811,963</u></b>	<b><u>1,278,130</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 209,023</u></b>	<b><u>\$ 390,358</u></b>	<b><u>\$ 68,874</u></b>	<b><u>\$ 8,055</u></b>	<b><u>\$ 811,963</u></b>	<b><u>\$ 1,488,273</u></b>

**Capital Project Funds**

Rural Water Infrastructure Capital Project Fund	Randolph Community College Capital Project	Asheboro City Schools Capital Project	Technology Capital Project Fund	Site Development Capital Project Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
\$ 117,078	\$ 571,366	\$ -	\$ 212,026	\$ 1,570,873	\$ 2,471,343	\$ 3,748,774
34	133		61	453	681	108,457
						103,066
-	586,039	-	-	-	586,039	586,039
<u>\$ 117,112</u>	<u>\$ 1,157,538</u>	<u>\$ -</u>	<u>\$ 212,087</u>	<u>\$ 1,571,326</u>	<u>\$ 3,058,063</u>	<u>\$ 4,546,336</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 103,865
-	-	-	-	-	-	103,865
-	-	-	-	-	-	106,278
-	-	-	-	-	-	106,278
34	586,172		61	453	586,720	625,401
						350,832
						68,874
						8,017
						811,726
117,078			212,026	1,570,873	117,078	117,078
	571,366				2,354,265	2,354,265
-	-	-	-	-	-	-
<u>117,112</u>	<u>1,157,538</u>	<u>-</u>	<u>212,087</u>	<u>1,571,326</u>	<u>3,058,063</u>	<u>4,336,193</u>
<u>\$ 117,112</u>	<u>\$ 1,157,538</u>	<u>\$ -</u>	<u>\$ 212,087</u>	<u>\$ 1,571,326</u>	<u>\$ 3,058,063</u>	<u>\$ 4,546,336</u>

**Randolph County, North Carolina**  
**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended June 30, 2014**

<b>Special Revenue Funds</b>						
	Fire Districts Fund	Emergency Telephone System Fund	Library Trust Fund	Community Development Fund	Economic Development Reserve	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>						
Ad valorem taxes	\$ 7,448,953	\$ -	\$ -	\$ -	\$ -	\$ 7,448,953
Restricted intergovernmental		459,167				459,167
Investment earnings		886	177		1,905	2,968
Miscellaneous	-	-	-	8,055	-	8,055
Total revenues	<u>7,448,953</u>	<u>460,053</u>	<u>177</u>	<u>8,055</u>	<u>1,905</u>	<u>7,919,143</u>
<b>EXPENDITURES</b>						
Current:						
Public safety	7,448,953	463,283				7,912,236
Economic and physical development				-		-
Cultural and recreational			13,230			13,230
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>7,448,953</u>	<u>463,283</u>	<u>13,230</u>	<u>-</u>	<u>-</u>	<u>7,925,466</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(3,230)</u>	<u>(13,053)</u>	<u>8,055</u>	<u>1,905</u>	<u>(6,323)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers from other funds		11,540			-	11,540
Transfers to other funds	-	-	-	-	(135,754)	(135,754)
Total other financing sources and uses	<u>-</u>	<u>11,540</u>	<u>-</u>	<u>-</u>	<u>(135,754)</u>	<u>(124,214)</u>
Net change in fund balances	-	8,310	(13,053)	8,055	(133,849)	(130,537)
Fund balances - beginning	<u>-</u>	<u>380,928</u>	<u>81,927</u>	<u>-</u>	<u>945,812</u>	<u>1,408,667</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 389,238</u>	<u>\$ 68,874</u>	<u>\$ 8,055</u>	<u>\$ 811,963</u>	<u>\$ 1,278,130</u>

**Capital Project Funds**

Rural Water Infrastructure Capital Project Fund	Randolph Community College Capital Project	Asheboro City Schools Capital Project	Technology Capital Project Fund	Site Development Capital Project Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,448,953
-	-	-	-	-	-	459,167
272	262	-	542	3,536	4,612	7,580
<u>2,672</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,672</u>	<u>10,727</u>
<u>2,944</u>	<u>262</u>	<u>-</u>	<u>542</u>	<u>3,536</u>	<u>7,284</u>	<u>7,926,427</u>
					-	7,912,236
4,882					4,882	4,882
-	-	288,394	54,202	-	-	13,230
<u>-</u>	<u>-</u>	<u>288,394</u>	<u>54,202</u>	<u>-</u>	<u>342,596</u>	<u>342,596</u>
<u>4,882</u>	<u>-</u>	<u>288,394</u>	<u>54,202</u>	<u>-</u>	<u>347,478</u>	<u>8,272,944</u>
<u>(1,938)</u>	<u>262</u>	<u>(288,394)</u>	<u>(53,660)</u>	<u>3,536</u>	<u>(340,194)</u>	<u>(346,517)</u>
-	1,157,271	-	-	-	1,157,271	1,168,811
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(135,754)</u>
<u>-</u>	<u>1,157,271</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,157,271</u>	<u>1,033,057</u>
(1,938)	1,157,533	(288,394)	(53,660)	3,536	817,077	686,540
<u>119,050</u>	<u>5</u>	<u>288,394</u>	<u>265,747</u>	<u>1,567,790</u>	<u>2,240,986</u>	<u>3,649,653</u>
<u>\$ 117,112</u>	<u>\$ 1,157,538</u>	<u>\$ -</u>	<u>\$ 212,087</u>	<u>\$ 1,571,326</u>	<u>\$ 3,058,063</u>	<u>\$ 4,336,193</u>

**Randolph County, North Carolina**  
**Fire Districts Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Ad valorem taxes:			
Current year		\$ 7,293,616	
Prior year		155,337	
Total revenues	<u>\$ 7,711,386</u>	<u>7,448,953</u>	<u>\$ (262,433)</u>
Expenditures:			
Current:			
Public safety:			
Fire Districts:			
Bennett		33,083	
Climax		584,566	
Coleridge		181,873	
Eastside		428,420	
Fairgrove		318,226	
Farmer		164,717	
Franklinville		506,904	
Guil-Rand		2,517,466	
Julian		92,190	
Level Cross		249,758	
Northeast		120,559	
Randleman		257,056	
Seagrove		202,609	
Sophia		133,802	
Southwest		86,576	
Staley		159,674	
Tabernacle		361,067	
Ulah		361,427	
Westside		688,980	
Total expenditures	<u>7,711,386</u>	<u>7,448,953</u>	<u>262,433</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances:			
Beginning of year, July 1		<u>-</u>	
End of year, June 30		<u>\$ -</u>	

**Randolph County, North Carolina**  
**Emergency Telephone System Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**For the Fiscal Year Ended June 30, 2014**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Restricted Intergovernmental:			
911 Board distributions	\$ 459,167	\$ 459,167	\$ -
Investment earnings	2,000	886	(1,114)
Total revenues	<u>461,167</u>	<u>460,053</u>	<u>(1,114)</u>
Expenditures:			
Public Safety:			
911 System			
Operating expenditures			
Telephone		98,796	
Furniture		-	
Software maintenance		139,102	
Hardware maintenance		55,390	
Training		3,084	
Implemental functions		166,911	
Total expenditures	<u>515,229</u>	<u>463,283</u>	<u>51,946</u>
Revenues over (under) expenditures	<u>(54,062)</u>	<u>(3,230)</u>	<u>50,832</u>
Other financing sources:			
Transfer in	<u>11,540</u>	<u>11,540</u>	<u>-</u>
Fund Balance Appropriated	<u>42,522</u>	<u>-</u>	<u>(42,522)</u>
Revenues and other financing sources over (under) expenditures	<u>\$ -</u>	<u>8,310</u>	<u>\$ 8,310</u>
Fund Balance:			
Beginning of year, July 1		<u>380,928</u>	
End of year, June 30		<u>\$ 389,238</u>	

**Randolph County, North Carolina**  
**Community Development Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
<b>Revenues</b>					
Restricted Intergovernmental:					
Community Development Block Grant					
Scattered Site Housing - 2012	\$ 225,000	\$ 38	\$ -	\$ 38	\$ (224,962)
Miscellaneous	-	-	8,055	8,055	8,055
Total revenues	<u>225,000</u>	<u>38</u>	<u>8,055</u>	<u>8,093</u>	<u>(216,907)</u>
<b>Expenditures</b>					
Scattered Housing Grant - 2009					
Rehabilitation assistance	206,000	38		38	205,962
Administration	19,000	-		-	19,000
Total expenditures	<u>225,000</u>	<u>38</u>	<u>-</u>	<u>38</u>	<u>224,962</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	8,055	<u>\$ 8,055</u>	<u>\$ 8,055</u>
Fund balances:					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ 8,055</u>		

**Randolph County, North Carolina**  
**Economic Development Reserve**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Year	Actual Current Year	Total to Date	Variance Positive (Negative)
Revenues					
Investment earnings	\$ -	\$ 295,949	\$ 1,905	\$ 297,854	\$ 297,854
Other financing sources (uses):					
Transfers in:					
General Fund	3,400,000	2,570,940	-	2,570,940	(829,060)
Transfers out:					
General Fund	(3,400,000)	(1,921,077)	(135,754)	(2,056,831)	1,343,169
Total other financing sources (uses)	-	649,863	(135,754)	514,109	514,109
Revenues and other financing sources over uses	\$ -	\$ 945,812	(133,849)	\$ 811,963	\$ 811,963
Fund balance:					
Beginning of year, July 1			945,812		
End of year, June 30			\$ 811,963		

**Randolph County, North Carolina**  
**Rural Water Infrastructure Capital Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
<b>Revenues</b>					
Restricted intergovernmental					
Rural Center Grant	\$ 500,000	\$ 500,000	\$ -	\$ 500,000	\$ -
DENR Trust Fund	338,508	338,508	-	338,508	-
Investment earnings	11,700	33,334	272	33,606	21,906
Miscellaneous					
Contribution - City of Asheboro	133,683	3,231	2,672	5,903	(127,780)
Total revenues	<u>983,891</u>	<u>875,073</u>	<u>2,944</u>	<u>878,017</u>	<u>(105,874)</u>
<b>Expenditures</b>					
Administrative and engineering	259,500	91,357	4,882	96,239	163,261
Contribution to Town of Franklinville					
Highway 22 water line	2,235,542	2,200,850		2,200,850	34,692
Contribution to City of Asheboro					
Highway 64 Water Line	1,000,000	974,967	-	974,967	25,033
Less sales tax	(27,809)	(27,809)		(27,809)	-
Total expenditures	<u>3,467,233</u>	<u>3,239,365</u>	<u>4,882</u>	<u>3,244,247</u>	<u>222,986</u>
Revenues under expenditures	<u>(2,483,342)</u>	<u>(2,364,292)</u>	<u>(1,938)</u>	<u>(2,366,230)</u>	<u>117,112</u>
Other financing sources:					
Installment purchase debt issued	1,801,842	1,801,842		1,801,842	-
Transfers from General Fund	559,500	259,500		259,500	(300,000)
Transfer from County Schools					
Project	422,000	422,000		422,000	-
Transfers to General Fund	(300,000)	-	-	-	300,000
Total other financing sources	<u>2,483,342</u>	<u>2,483,342</u>	<u>-</u>	<u>2,483,342</u>	<u>-</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	<u>\$ 119,050</u>	<u>(1,938)</u>	<u>\$ 117,112</u>	<u>\$ 117,112</u>
Fund balances:					
Beginning of year, July 1			<u>119,050</u>		
End of year, June 30			<u>\$ 117,112</u>		

**Randolph County, North Carolina**  
**Randolph Community College Capital Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
<b>Revenues</b>					
Investment earnings	\$ -	\$ 5,836	\$ 262	\$ 6,098	\$ 6,098
Total revenues	<u>-</u>	<u>5,836</u>	<u>262</u>	<u>6,098</u>	<u>6,098</u>
<b>Expenditures</b>					
Education:					
Equipment	615,000	203,227		203,227	411,773
Construction	7,051,820	7,046,139		7,046,139	5,681
Total expenditures	<u>7,666,820</u>	<u>7,249,366</u>	<u>-</u>	<u>7,249,366</u>	<u>417,454</u>
Revenues over (under) expenditures	<u>(7,666,820)</u>	<u>(7,243,530)</u>	<u>262</u>	<u>(7,243,268)</u>	<u>423,552</u>
Other financing sources:					
Transfer from General Fund	<u>7,666,820</u>	<u>7,243,535</u>	<u>1,157,271</u>	<u>8,400,806</u>	<u>733,986</u>
Total other financing sources	<u>7,666,820</u>	<u>7,243,535</u>	<u>1,157,271</u>	<u>8,400,806</u>	<u>733,986</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	<u>\$ 5</u>	<u>1,157,533</u>	<u>\$ 1,157,538</u>	<u>\$ 1,157,538</u>
Fund balances:					
Beginning of year, July 1			<u>5</u>		
End of year, June 30			<u>\$ 1,157,538</u>		

**Randolph County, North Carolina**  
**Asheboro City Schools Capital Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
<b>Revenues</b>					
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>					
Education:					
Early Childhood Development Center					
Issuance costs	12,000	11,338		11,338	662
General construction	2,030,000	1,700,268	326,972	2,027,240	2,760
Less sales tax	(42,000)		(38,578)	(38,578)	(3,422)
Total expenditures	<u>2,000,000</u>	<u>1,711,606</u>	<u>288,394</u>	<u>2,000,000</u>	<u>-</u>
Revenues over (under) expenditures	<u>(2,000,000)</u>	<u>(1,711,606)</u>	<u>(288,394)</u>	<u>(2,000,000)</u>	<u>-</u>
Other financing sources (uses):					
Installment Purchase Debt Issued	<u>2,000,000</u>	<u>2,000,000</u>	-	<u>2,000,000</u>	<u>-</u>
Total other financing sources (uses)	<u>2,000,000</u>	<u>2,000,000</u>	-	<u>2,000,000</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 288,394</u>	(288,394)	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			<u>288,394</u>		
End of year, June 30			<u>\$ -</u>		

**Randolph County, North Carolina**  
**Technology Capital Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
<b>Revenues</b>					
Restricted intergovernmental	\$ 39,324	\$ 39,324	\$ -	\$ 39,324	\$ -
Investment earnings	209,000	210,159	542	210,701	1,701
Miscellaneous	32,588	32,588	-	32,588	-
Total revenues	<u>280,912</u>	<u>282,071</u>	<u>542</u>	<u>282,613</u>	<u>1,701</u>
<b>Expenditures</b>					
Capital Outlay:					
2005 Work Plan	585,501	485,584		485,584	99,917
2006 Work Plan	534,115	534,115		534,115	-
2007 Work Plan	652,383	627,476		627,476	24,907
2008 Work Plan	759,196	710,026	-	710,026	49,170
2009 Work Plan	78,217	78,216	-	78,216	1
2012 Work Plan	17,000	196	-	196	16,804
2013 Work Plan	266,000	192,211	54,202	246,413	19,587
Total expenditures	<u>2,892,412</u>	<u>2,627,824</u>	<u>54,202</u>	<u>2,682,026</u>	<u>210,386</u>
Revenues over (under) expenditures	<u>(2,611,500)</u>	<u>(2,345,753)</u>	<u>(53,660)</u>	<u>(2,399,413)</u>	<u>212,087</u>
Other financing sources:					
Transfer from General Fund	<u>2,611,500</u>	<u>2,611,500</u>	<u>-</u>	<u>2,611,500</u>	<u>-</u>
Total other financing sources	<u>2,611,500</u>	<u>2,611,500</u>	<u>-</u>	<u>2,611,500</u>	<u>-</u>
Revenues and other sources over (under) expenditures	<u>\$ -</u>	<u>\$ 265,747</u>	<u>(53,660)</u>	<u>\$ 212,087</u>	<u>\$ 212,087</u>
Fund balances:					
Beginning of year, July 1			<u>265,747</u>		
End of year, June 30			<u>\$ 212,087</u>		

**Randolph County, North Carolina**  
**Site Development Capital Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2014**

	Project Authorization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
<b>Revenues</b>					
Restricted Intergovernmental					
NC Dept. of Commerce grant	\$ 1,666,667	\$ 1,666,667	\$ -	\$ 1,666,667	\$ -
Investment income	-	1,091	3,536	4,627	4,627
Total revenues	<u>1,666,667</u>	<u>1,667,758</u>	<u>3,536</u>	<u>1,671,294</u>	<u>4,627</u>
<b>Expenditures</b>					
Capital Outlay:					
Professional services		99,968	-	99,968	
Land acquisition		-	-	-	
Total expenditures	<u>1,666,667</u>	<u>99,968</u>	<u>-</u>	<u>99,968</u>	<u>1,566,699</u>
Revenues over expenditures	<u>\$ -</u>	<u>\$ 1,567,790</u>	3,536	<u>\$ 1,571,326</u>	<u>\$ 1,571,326</u>
Fund balances:					
Beginning of year, July 1			<u>1,567,790</u>		
End of year, June 30			<u>\$ 1,571,326</u>		



## Proprietary Funds

**Water Fund.** This fund is used to account for wholesale water operations within the County.

**Randolph County, North Carolina**  
**Water Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**For the Fiscal Year Ended June 30, 2014**

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for services:			
Water sales:			
Bulk sales - City of Archdale		\$ 222,665	
Total	\$ 222,750	222,665	\$ (85)
Nonoperating revenues:			
Interest earnings	-	185	185
Total revenues	222,750	222,850	100
Expenditures:			
Piedmont Triad Regional Water Authority			
Administration		741,979	
Bulk Water Purchases		415,188	
Contract payments on water treatment plant		1,027,921	
Total expenditures	2,185,162	2,185,088	74
Revenues over (under) expenditures	(1,962,412)	(1,962,238)	174
Other financing sources:			
Appropriated Fund Balance	440,625	-	(440,625)
Transfer from General Fund	1,521,787	1,521,787	-
Total other financing sources	1,962,412	1,521,787	(440,625)
Revenues and other financing sources over expenditures	\$ -	(440,451)	\$ (440,451)
Reconciling items:			
Debt principal		677,764	
Amortization - intangible asset		(286,341)	
Amortization - deferred refunding		(28,605)	
Total reconciling items		362,818	
Change in net position		\$ (77,633)	



## Agency Funds

Agency Funds account for transactions related to assets held by the County as trustee or agent for other governments, individuals, private organizations or other funds.

### AGENCY FUNDS

**Social Services Custodial Fund** - accounts for monies held by the Department of Social Services as agent for the benefit of certain individuals in the County.

**Fines and Forfeitures - Public Schools** - accounts for fines and forfeitures collected by the County that are required to be remitted to the Asheboro City and Randolph County Boards of Education.

**Fines and Forfeitures - State of NC** - accounts for 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.

**City of Archdale Tax Fund, City of Asheboro Tax Fund, City of Randleman Tax Fund, Town of Liberty Tax Fund, Town of Seagrove Tax Fund, Town of Staley Tax Fund, Town of Ramseur Tax Fund, City of High Point Tax Fund, Town of Franklinville Tax Fund, City of Trinity Tax Fund, and City of Thomasville Tax Fund** - account for the collection and disbursement of taxes levied by the Cities and Towns.

**Asheboro School District Tax Fund and Archdale-Trinity School District Tax Fund** - account for voter-approved supplemental property taxes levied to provide additional school needs.

**Town Library Fund** - accounts for monies held by the County as trustee for certain town libraries in the County.

**Detention Center Commissary Fund** - accounts for monies held by the County as agent for inmates of the County jail.

**Deed of Trust Fund** - accounts for the five dollars of each fee collected by the register of deeds for registering or filing a deed of trust or mortgage and remitted to the State Treasurer on a monthly basis.

**Tourism Authority Trust Fund** - accounts for the unused occupancy taxes held by the County until disbursed by the Authority.

**Randolph County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2014**

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
<u>Social Services Custodial Fund</u>				
ASSETS				
Cash and Investments	\$ 123,022	\$ 1,012,869	\$ 1,032,085	\$ 103,806
LIABILITIES				
Miscellaneous Liabilities	\$ 123,022	\$ 1,012,869	\$ 1,032,085	\$ 103,806
<u>Fines and Forfeitures - Public Schools</u>				
ASSETS				
Cash and Investments	\$ 1,500.00	\$ 817,650	\$ 803,102	\$ 16,048
LIABILITIES				
Intergovernmental Payables	\$ 1,500.00	\$ 817,650	\$ 803,102	\$ 16,048
<u>Fines and Forfeitures - State of N.C.</u>				
ASSETS				
Cash and Investments	\$ 4,734	\$ -	\$ 4,734	\$ -
LIABILITIES				
Intergovernmental Payables	\$ 4,734	\$ -	\$ 4,734	\$ -
<u>City of Asheboro Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 76,326	\$ 13,392,012	\$ 13,425,099	\$ 43,239
Due from other governments	-	\$ 647,219	\$ 570,829	76,390
Taxes Receivable	386,884	12,408,416	12,507,631	287,669
Total Assets	\$ 463,210	\$ 26,447,647	\$ 26,503,559	\$ 407,298
LIABILITIES				
Intergovernmental Payables	\$ 463,210	\$ 26,447,647	\$ 26,503,559	\$ 407,298

**Randolph County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2014**

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
<u>City of Archdale Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 31,298	\$ 3,264,228	\$ 3,289,033	\$ 6,493
Due from other governments	-	\$ 169,086	\$ 145,781	23,305
Taxes Receivable	73,955	2,598,669	2,626,072	46,552
Total Assets	<u>\$ 105,253</u>	<u>\$ 6,031,983</u>	<u>\$ 6,060,886</u>	<u>\$ 76,350</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 105,253</u>	<u>\$ 6,031,983</u>	<u>\$ 6,060,886</u>	<u>\$ 76,350</u>
<u>Town of Franklinville Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 2,666	\$ 183,069	\$ 184,529	\$ 1,206
Due from other governments	-	\$ 12,429	\$ 11,065	1,364
Taxes Receivable	15,798	144,289	149,071	11,016
Total Assets	<u>\$ 18,464</u>	<u>\$ 339,787</u>	<u>\$ 344,665</u>	<u>\$ 13,586</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 18,464</u>	<u>\$ 339,787</u>	<u>\$ 344,665</u>	<u>\$ 13,586</u>
<u>Town of Liberty Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 8,648	\$ 1,120,757	\$ 1,123,237	\$ 6,168
Due from other governments	\$ -	\$ 68,726	\$ 60,896	7,830
Taxes Receivable	43,881	877,279	890,614	30,546
Total Assets	<u>\$ 52,529</u>	<u>\$ 2,066,762</u>	<u>\$ 2,074,747</u>	<u>\$ 44,544</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 52,529</u>	<u>\$ 2,066,762</u>	<u>\$ 2,074,747</u>	<u>\$ 44,544</u>
<u>Town of Ramseur Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 9,114	\$ 879,243	\$ 886,043	\$ 2,314
Due from other governments	\$ -	\$ 36,321	\$ 30,968	5,353
Taxes Receivable	26,291	683,620	692,889	17,022
Total Assets	<u>\$ 35,405</u>	<u>\$ 1,599,184</u>	<u>\$ 1,609,900</u>	<u>\$ 24,689</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 35,405</u>	<u>\$ 1,599,184</u>	<u>\$ 1,609,900</u>	<u>\$ 24,689</u>

**Randolph County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2014**

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
<u>City of Randleman Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 12,558	\$ 2,592,385	\$ 2,599,657	\$ 5,286
Due from other governments	\$ -	\$ 104,978	\$ 92,003	12,975
Taxes Receivable	64,933	2,206,686	2,235,715	35,904
Total Assets	<u>\$ 77,491</u>	<u>\$ 4,904,049</u>	<u>\$ 4,927,375</u>	<u>\$ 54,165</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 77,491</u>	<u>\$ 4,904,049</u>	<u>\$ 4,927,375</u>	<u>\$ 54,165</u>
<u>Town of Seagrove Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 631	\$ 167,500	\$ 168,067	\$ 64
Due from other governments	\$ -	\$ 5,053	\$ 4,736	317
Taxes Receivable	6,959	142,646	145,438	4,167
Total Assets	<u>\$ 7,590</u>	<u>\$ 315,199</u>	<u>\$ 318,241</u>	<u>\$ 4,548</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 7,590</u>	<u>\$ 315,199</u>	<u>\$ 318,241</u>	<u>\$ 4,548</u>
<u>Town of Staley Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 925	\$ 29,715	\$ 30,312	\$ 328
Due from other governments	\$ -	\$ 1,689	\$ 1,535	154
Taxes Receivable	2,773	23,628	24,403	1,998
Total Assets	<u>\$ 3,698</u>	<u>\$ 55,032</u>	<u>\$ 56,250</u>	<u>\$ 2,480</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 3,698</u>	<u>\$ 55,032</u>	<u>\$ 56,250</u>	<u>\$ 2,480</u>
<u>City of High Point Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 5,242	\$ 383,705	\$ 388,406	\$ 541
Due from other governments	\$ -	\$ 3,879	\$ 3,511	\$ 368
Taxes Receivable	4,241	310,003	313,341	903
Total Assets	<u>\$ 9,483</u>	<u>\$ 697,587</u>	<u>\$ 705,258</u>	<u>\$ 1,812</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 9,483</u>	<u>\$ 697,587</u>	<u>\$ 705,258</u>	<u>\$ 1,812</u>

**Randolph County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2014**

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
<u>City of Thomasville Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 2,398	\$ 261,792	\$ 263,683	\$ 507
Due from other governments	\$ -	\$ 13,130	\$ 11,293	1,837
Taxes Receivable	4,412	206,960	207,962	3,410
Total Assets	<u>\$ 6,810</u>	<u>\$ 481,882</u>	<u>\$ 482,938</u>	<u>\$ 5,754</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 6,810</u>	<u>\$ 481,882</u>	<u>\$ 482,938</u>	<u>\$ 5,754</u>
<u>City of Trinity Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 6,949	\$ 654,401	\$ 655,917	\$ 5,433
Due from other governments	\$ -	\$ 39,261	\$ 34,691	4,570
Taxes Receivable	20,687	516,205	522,231	14,661
Total Assets	<u>\$ 27,636</u>	<u>\$ 1,209,867</u>	<u>\$ 1,212,839</u>	<u>\$ 24,664</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 27,636</u>	<u>\$ 1,209,867</u>	<u>\$ 1,212,839</u>	<u>\$ 24,664</u>
<u>Asheboro School District Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 24,896	\$ 3,805,579	\$ 3,819,456	\$ 11,019
Due from other governments	\$ -	\$ 203,178	\$ 178,944	24,234
Taxes Receivable	102,437	2,919,299	2,949,767	71,969
Total Assets	<u>\$ 127,333</u>	<u>\$ 6,928,056</u>	<u>\$ 6,948,167</u>	<u>\$ 107,222</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 127,333</u>	<u>\$ 6,928,056</u>	<u>\$ 6,948,167</u>	<u>\$ 107,222</u>
<u>Archdale-Trinity School District Tax Fund</u>				
ASSETS				
Cash and Investments	\$ 29,119	\$ 2,624,242	\$ 2,641,691	\$ 11,670
Due from other governments	\$ -	\$ 148,480	\$ 129,783	18,697
Taxes Receivable	73,418	1,999,311	2,026,567	46,162
Total Assets	<u>\$ 102,537</u>	<u>\$ 4,772,033</u>	<u>\$ 4,798,041</u>	<u>\$ 76,529</u>
LIABILITIES				
Intergovernmental Payables	<u>\$ 102,537</u>	<u>\$ 4,772,033</u>	<u>\$ 4,798,041</u>	<u>\$ 76,529</u>

**Randolph County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2014**

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
<u>Town Library Fund</u>				
ASSETS				
Cash and Investments	\$ 22,529	\$ 175,864	\$ 178,976	\$ 19,417
LIABILITIES				
Miscellaneous Liabilities	\$ 22,529	\$ 175,864	\$ 178,976	\$ 19,417
 <u>Detention Center Commissary Fund</u>				
ASSETS				
Cash and Investments	\$ 17,126	\$ 318,676	\$ 313,663	\$ 22,139
Accounts Receivable	-			-
Total Assets	\$ 17,126	\$ 318,676	\$ 313,663	\$ 22,139
LIABILITIES				
Miscellaneous Liabilities	\$ 17,126	\$ 318,676	\$ 313,663	\$ 22,139
 <u>Deed of Trust Fund</u>				
ASSETS				
Cash and Investments	\$ 7,490	\$ 84,103	\$ 84,804	\$ 6,789
LIABILITIES				
Intergovernmental Payables - State of NC	\$ 7,490	\$ 84,103	\$ 84,804	\$ 6,789
 <u>Tourism Authority Trust Fund</u>				
ASSETS				
Cash and Investments	\$ 419,306	\$ 857,636	\$ 805,643	\$ 471,299
LIABILITIES				
Miscellaneous Liabilities	\$ 419,306	\$ 857,636	\$ 805,643	\$ 471,299

**Randolph County, North Carolina**  
**Agency Funds**  
**Combining Statement of Changes in Assets and Liabilities**  
**For the Fiscal Year Ended June 30, 2014**

	<u>Balance</u> <u>June 30, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
<u>Totals - All Agency Funds</u>				
ASSETS				
Cash and Investments	\$ 806,477	\$ 32,625,426	\$ 32,698,137	\$ 733,766
Due from other governments	-	1,453,429	1,276,035	177,394
Taxes Receivable	826,669	25,037,011	25,291,701	571,979
Total Assets	<u>\$ 1,633,146</u>	<u>\$ 59,115,866</u>	<u>\$ 59,265,873</u>	<u>\$ 1,483,139</u>
LIABILITIES				
Miscellaneous Liabilities	\$ 581,983	\$ 2,365,045	\$ 2,330,367	\$ 616,661
Intergovernmental Payables	<u>1,051,163</u>	<u>56,750,821</u>	<u>56,935,506</u>	<u>866,478</u>
Total Liabilities	<u>\$ 1,633,146</u>	<u>\$ 59,115,866</u>	<u>\$ 59,265,873</u>	<u>\$ 1,483,139</u>





## **Other Supplemental Information**

The other supplemental schedules highlight various details of specific financial statement data for ad valorem property taxes and interfund transfers.

**Randolph County, North Carolina**  
**General Fund**  
**Schedule of Ad Valorem Taxes Receivable**  
**June 30, 2014**

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2013</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2014</u>
2013-2014	\$ -	\$ 65,489,995	\$ 64,731,184	\$ 758,811
2012-2013	1,178,492		957,276	221,216
2011-2012	226,209		91,705	134,504
2010-2011	154,687		8,049	146,638
2009-2010	102,961		16,501	86,460
2008-2009	91,553		8,320	83,233
2007-2008	76,683		3,993	72,690
2006-2007	65,318		2,889	62,429
2005-2006	67,654		2,097	65,557
2004-2005	79,266		1,151	78,115
2003-2004	55,192	-	55,192	-
	<u>\$ 2,098,015</u>	<u>\$ 65,489,995</u>	<u>\$ 65,878,357</u>	<u>1,709,653</u>
Plus: uncollected 2014-2015 ad valorem taxes receivable on annually registered vehicles				37,022
Less: allowance for uncollectible accounts: General Fund				<u>(880,000)</u>
Ad valorem taxes receivable - net: General Fund				<u>\$ 866,675</u>
<u>Reconciliation with revenues:</u>				
Ad valorem taxes - General Fund				\$ 65,509,173
Reconciling items:				
Interest collected				(417,326)
Discounts allowed				718,270
Releases and adjustments				13,777
Taxes written off				54,463
Total reconciling items				<u>369,184</u>
Total collections and credits				<u>\$ 65,878,357</u>

**Randolph County, North Carolina  
Analysis of Current Tax Levy  
County-wide Levy  
For the Fiscal Year Ended June 30, 2014**

	County - wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
	Original levy:				
Property taxed at current year's rate	\$ 10,353,370,911	\$ 0.610	\$ 63,155,563	\$ 57,651,184	\$ 5,504,379
Motor vehicles taxed at prior year's rate	387,304,029	\$ 0.586	2,269,602		2,269,602
Penalties	-		75,861	75,861	-
Total	10,740,674,940		65,501,026	57,727,045	7,773,981
Discoveries:					
Current year taxes	4,683,600	\$ 0.610	28,570	28,570	
Prior year taxes			15,708	2,243	13,465
Penalties			5,228	5,228	-
Total			49,506	36,041	13,465
Abatements	(10,410,085)		(60,537)	(7,715)	(52,822)
Total property valuation	\$ 10,734,948,455				
Net levy			65,489,995	57,755,371	7,734,624
Uncollected taxes at June 30, 2014			758,811	468,734	290,077
Current year's taxes collected			\$ 64,731,184	\$ 57,286,637	\$ 7,444,547
Current levy collection percentage			98.84%	99.19%	96.25%

**Secondary Market Disclosures:**

Assessed Valuation:	
Assessment Ratio <sup>1</sup>	100%
Real Property	\$ 8,089,333,722
Personal Property	2,393,334,884
Public Service Companies <sup>2</sup>	252,279,849
Total Assessed Valuation	10,734,948,455
Tax Rate per \$100	0.610
Levy (includes discoveries, releases and abatements) <sup>3</sup>	\$ 65,489,995

<sup>1</sup> Percentage of appraised value has been established by statute.

<sup>2</sup> Valuation of railroads, telephone companies and other utilities as determined by the North Carolina Property Tax Commission.

<sup>3</sup> The levy includes interest and penalties.

**Randolph County, North Carolina**  
**Schedule of Current Tax Levy -**  
**Special Districts**  
**For the Fiscal Year Ended June 30, 2014**

In addition to the County-wide rate, this table lists the levies by the County on behalf of school districts and fire protection districts for the fiscal year.

	<u>Net Valuation</u>	<u>Net Levy</u>
School Districts:		
Asheboro School District	\$ 2,259,618,289	\$ 3,132,885
Archdale-Trinity School District	<u>2,403,880,011</u>	<u>2,165,343</u>
	<u>4,663,498,300</u>	<u>5,298,228</u>
Fire Protection Districts:		
Bennett Fire District	41,301,514	32,947
Climax Fire District	487,825,675	585,803
Coleridge Fire District	249,591,753	182,417
Eastside Fire District	476,249,589	429,009
Fairgrove Fire District	398,586,813	319,046
Farmer Fire District	220,429,040	165,562
Franklinville Fire District	506,738,380	507,425
Guil-Rand Fire District	2,102,702,267	2,525,618
Julian Fire District	91,481,290	91,550
Level Cross Fire District	228,246,916	250,380
Northeast Fire District	135,012,122	121,636
Randleman Fire District	255,344,940	255,610
Seagrove Fire District	202,909,820	203,099
Sophia Fire District	134,198,090	134,330
Southwest Fire District	86,327,920	86,428
Staley Fire District	160,022,470	160,143
Tabernacle Fire District	362,235,080	362,569
Ulah Fire District	591,241,541	361,000
Westside Fire District	<u>707,280,270</u>	<u>707,636</u>
	<u>7,437,725,490</u>	<u>7,482,208</u>
 Total Special District Levies	 <u><u>\$ 12,101,223,790</u></u>	 <u><u>\$ 12,780,436</u></u>



## STATISTICAL SECTION

This section of Randolph County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

### **Financial Trends**

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

### **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

### **Operating Information**

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented Statement 34 in 2003; schedules presenting government-wide information begin in that year.

**Randolph County, North Carolina**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

	<b>Fiscal Year</b>			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Governmental activities				
Net investment in capital assets	\$ 23,461,269	\$ 25,053,217	\$ 37,308,221	\$ 37,570,452
Restricted				
General Government	79,907	109,229	134,433	185,060
Public Safety	1,954,924	2,536,333	2,866,424	1,496,175
Human Services	1,614,182	1,752,954	1,972,273	1,993,239
Cultural and Recreational	91,202	85,571	100,140	100,591
School Construction			21,136,050	27,884,465
Stabilization by state statute	12,435,226	12,400,150	12,323,887	13,537,770
Unrestricted	<u>(33,530,353)</u>	<u>(26,928,752)</u>	<u>(69,607,140)</u>	<u>(96,711,766)</u>
Total governmental activities net position	<u>6,106,357</u>	<u>15,008,702</u>	<u>6,234,288</u>	<u>(13,944,014)</u>
Business-type activities				
Net investment in capital assets	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total business-type activities net position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Primary government net position				
Net investment in capital assets	23,461,269	25,053,217	37,308,221	37,570,452
Restricted	16,175,441	16,884,237	38,533,207	45,197,300
Unrestricted	<u>(33,530,353)</u>	<u>(26,928,752)</u>	<u>(69,607,140)</u>	<u>(96,711,766)</u>
Total primary government net position	<u>\$ 6,106,357</u>	<u>\$ 15,008,702</u>	<u>\$ 6,234,288</u>	<u>\$ (13,944,014)</u>

Schedule 1

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 38,113,207	\$ 38,927,315	\$ 40,536,006	\$ 42,340,367	\$ 44,000,991	\$ 44,427,664
241,462	284,502	343,021	400,780	465,104	516,832
1,873,914	2,255,971	718,395	950,512	658,396	872,060
1,774,695	1,475,098	1,342,077	1,301,806	851,422	631,447
97,415	86,194	84,967	85,110	81,927	68,874
6,715,130	2,833,196	-	-		
9,276,140	7,302,044	10,872,061	10,660,455	8,128,622	12,286,300
<u>(86,197,138)</u>	<u>(79,649,190)</u>	<u>(72,428,988)</u>	<u>(70,584,496)</u>	<u>(66,218,868)</u>	<u>(56,069,270)</u>
<u>(28,105,175)</u>	<u>(26,484,870)</u>	<u>(18,532,461)</u>	<u>(14,845,466)</u>	<u>(12,032,406)</u>	<u>2,733,907</u>
-	-	-	(190,202)	260,427	623,245
<u>-</u>	<u>-</u>	<u>-</u>	<u>450,662</u>	<u>447,529</u>	<u>7,078</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>260,460</u>	<u>707,956</u>	<u>630,323</u>
38,113,207	38,927,315	40,536,006	42,150,165	44,261,418	45,050,909
19,978,756	14,237,005	13,360,521	13,398,663	10,185,471	14,375,513
<u>(86,197,138)</u>	<u>(79,649,190)</u>	<u>(72,428,988)</u>	<u>(70,133,834)</u>	<u>(65,771,339)</u>	<u>(56,062,192)</u>
<u><u>\$ (28,105,175)</u></u>	<u><u>\$ (26,484,870)</u></u>	<u><u>\$ (18,532,461)</u></u>	<u><u>\$ (14,585,006)</u></u>	<u><u>\$ (11,324,450)</u></u>	<u><u>\$ 3,364,230</u></u>

**Randolph County, North Carolina**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

	<b>Fiscal Year</b>			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>Expenses</b>				
Governmental activities:				
General government	\$ 8,293,182	\$ 8,919,465	\$ 9,336,160	\$ 10,101,605
Public safety	22,367,554	22,846,258	24,790,755	26,674,444
Economic and physical development	2,028,595	1,990,561	2,913,642	5,205,511
Environmental protection	3,131,299	3,092,969	3,201,875	3,275,193
Human services	25,970,858	27,234,372	30,104,317	30,742,214
Cultural and recreation	1,599,807	1,731,871	1,822,300	2,012,179
Education	22,526,568	26,074,526	43,723,899	56,508,352
Interest on long-term debt	4,470,737	4,221,094	5,454,998	6,698,265
Total governmental activities expenses	<u>90,388,600</u>	<u>96,111,116</u>	<u>121,347,946</u>	<u>141,217,763</u>
Business-type activities:				
Water	-	-	-	-
Total business-type activities expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government expenses	<u>90,388,600</u>	<u>96,111,116</u>	<u>121,347,946</u>	<u>141,217,763</u>
<b>Program Revenues</b>				
Governmental activities:				
General government	1,282,960	1,924,542	1,265,463	1,327,275
Public safety	6,577,527	6,233,343	6,306,107	5,411,795
Economic and physical development	440,103	194,116	415,544	766,152
Environmental protection	2,969,759	2,752,279	3,031,277	3,101,617
Human services	13,217,194	13,811,061	15,131,292	15,623,321
Cultural and recreation	481,088	553,818	451,901	468,157
Education	-	-	157,651	59,849
Interest on long-term debt	1,279,077	1,888,496	2,035,648	2,652,652
Total governmental activities program revenues	<u>26,247,708</u>	<u>27,357,655</u>	<u>28,794,883</u>	<u>29,410,818</u>
Business-type activities:				
Water	-	-	-	-
Total business-type program revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary governmental program revenues	<u>26,247,708</u>	<u>27,357,655</u>	<u>28,794,883</u>	<u>29,410,818</u>
<b>Net (Expense)/Revenue</b>				
Governmental activities	(64,140,892)	(68,753,461)	(92,553,063)	(111,806,945)
Business-type activities	-	-	-	-
Total primary government net (expense)/revenue	<u><u>\$ (64,140,892)</u></u>	<u><u>\$ (68,753,461)</u></u>	<u><u>\$ (92,553,063)</u></u>	<u><u>\$ (111,806,945)</u></u>

## Schedule 2

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 10,204,905	\$ 9,997,835	\$ 9,658,952	\$ 10,268,489	\$ 10,239,377	\$ 10,938,321
27,715,294	27,545,019	27,554,689	30,748,026	30,330,052	31,203,537
2,611,115	3,070,896	3,719,729	3,065,469	2,903,442	2,432,409
2,982,766	2,691,894	3,243,343	3,095,907	3,675,802	3,018,066
28,740,972	26,609,405	26,062,932	26,488,827	26,731,438	27,064,585
1,988,368	1,923,490	1,871,568	1,855,707	1,896,047	2,046,411
50,107,591	32,519,823	27,791,600	31,645,266	32,322,420	27,880,435
6,601,420	6,152,946	5,752,302	5,389,410	4,680,205	3,973,067
<u>130,952,431</u>	<u>110,511,308</u>	<u>105,655,115</u>	<u>112,557,101</u>	<u>112,778,783</u>	<u>108,556,831</u>
-	-	815,641	1,278,131	1,275,505	1,822,270
-	-	815,641	1,278,131	1,275,505	1,822,270
<u>130,952,431</u>	<u>110,511,308</u>	<u>106,470,756</u>	<u>113,835,232</u>	<u>114,054,288</u>	<u>110,379,101</u>
1,425,033	1,345,929	1,702,064	1,656,416	1,577,041	3,024,158
6,426,915	7,697,644	6,641,396	6,620,399	6,622,709	6,419,975
201,206	569,216	1,094,676	458,787	1,895,152	61,722
2,750,623	2,220,687	2,286,280	2,286,937	2,223,454	2,640,104
15,938,093	17,190,772	17,426,854	17,624,125	17,432,961	17,643,293
478,734	478,189	415,625	379,432	385,769	518,847
-	-	-	-	-	-
3,334,491	3,167,488	2,454,227	2,241,074	1,900,000	1,900,000
<u>30,555,095</u>	<u>32,669,925</u>	<u>32,021,122</u>	<u>31,267,170</u>	<u>32,037,086</u>	<u>32,208,099</u>
-	-	128,367	223,243	221,342	222,665
-	-	128,367	223,243	221,342	222,665
<u>30,555,095</u>	<u>32,669,925</u>	<u>32,149,489</u>	<u>31,490,413</u>	<u>32,258,428</u>	<u>32,430,764</u>
(100,397,336)	(77,841,383)	(73,633,993)	(81,289,931)	(80,741,697)	(76,348,732)
-	-	(687,274)	(1,054,888)	(1,054,163)	(1,599,605)
<u>\$ (100,397,336)</u>	<u>\$ (77,841,383)</u>	<u>\$ (74,321,267)</u>	<u>\$ (82,344,819)</u>	<u>\$ (81,795,860)</u>	<u>\$ (77,948,337)</u>

**Randolph County, North Carolina**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

	<b>Fiscal Year</b>			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental activities:				
Property taxes	\$ 47,490,811	\$ 50,631,937	\$ 52,455,379	\$ 59,918,658
Local option sales tax	21,496,129	22,553,119	24,373,320	24,716,613
Other taxes and licenses	1,727,065	1,880,040	1,938,657	1,829,712
Investment earnings	974,351	1,982,485	4,050,188	4,449,027
Miscellaneous	1,053,102	637,428	961,105	714,633
	<u>72,741,458</u>	<u>77,685,009</u>	<u>83,778,649</u>	<u>91,628,643</u>
Business-type activities:				
Investment earnings				
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government	<u>72,741,458</u>	<u>77,685,009</u>	<u>83,778,649</u>	<u>91,628,643</u>
Transfers				
Transfers Out - Governmental activities				
Transfers In - Business-type activities				
<b>Special Item</b>				
Contribution of assets from Randolph Mental Health to Sandhills Center				
Special Item - Return of Special Separation Allowance pension plan assets to General Fund for pay-as-you-go benefit distributions				
<b>Change in Net Position</b>				
Governmental activities	8,600,566	8,931,548	(8,774,414)	(20,178,302)
Business-type activities	-	-	-	-
Total primary government	<u>\$ 8,600,566</u>	<u>\$ 8,931,548</u>	<u>\$ (8,774,414)</u>	<u>\$ (20,178,302)</u>

Explanatory Information:

Amounts for education include school construction costs included in capital projects.

2004: Amounts for general governmental expenditures include \$1,999,728 in noncapitalized costs at the completion of the new county courthouse project.

Schedule 2

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 62,358,416	\$ 62,259,917	\$ 65,313,306	\$ 66,042,587	\$ 67,339,523	\$ 72,065,266
19,938,750	14,655,648	16,275,099	17,072,984	17,003,924	17,832,216
679,983	888,201	971,271	1,063,124	1,116,331	1,177,728
2,097,753	684,367	247,383	129,890	54,476	222,395
1,161,273	723,049	779,343	668,341	726,016	1,339,227
<u>86,236,175</u>	<u>79,211,182</u>	<u>83,586,402</u>	<u>84,976,926</u>	<u>86,240,270</u>	<u>92,636,832</u>
		1,242	1,380	1,659	185
<u>-</u>	<u>-</u>	<u>1,242</u>	<u>1,380</u>	<u>1,659</u>	<u>185</u>
<u>86,236,175</u>	<u>79,211,182</u>	<u>83,587,644</u>	<u>84,978,306</u>	<u>86,241,929</u>	<u>92,637,017</u>
		(2,000,000)		(1,500,000)	(1,521,787)
		2,000,000		1,500,000	1,521,787
	250,506				
(14,161,161)	1,620,305	7,952,409	3,686,995	3,998,573	14,766,313
-	-	1,313,968	(1,053,508)	447,496	(77,633)
<u>\$ (14,161,161)</u>	<u>\$ 1,620,305</u>	<u>\$ 9,266,377</u>	<u>\$ 2,633,487</u>	<u>\$ 4,446,069</u>	<u>\$ 14,688,680</u>

**Randolph County, North Carolina**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**

(modified accrual basis of accounting)

	<b>Fiscal Year</b>			
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>General Fund</b>				
Fund balances:				
Nonspendable:				
Prepaid items	\$ -	\$ -	\$ -	\$ -
Restricted:				
Stabilization by state statute	12,165,110	11,904,815	11,764,703	12,387,039
Register of Deeds	31,535	109,229	134,433	185,060
Law enforcement	109,662	523,174	546,428	636,938
Public Health services	1,614,182	1,752,954	1,972,273	1,993,239
Committed:				
Mental Health services				
Assigned:				
Subsequent year's expenditures	3,272,713	2,165,418	1,838,158	2,489,308
Economic Development				
Unassigned:	20,076,556	20,330,773	25,356,623	27,221,804
Total fund balances	<u>37,269,758</u>	<u>36,786,363</u>	<u>41,612,618</u>	<u>44,913,388</u>
<b>Other Governmental Funds</b>				
Fund balances:				
Restricted:				
Stabilization by state statute	270,116	495,335	559,184	1,150,731
Public safety	1,758,871	1,894,481	2,206,390	777,102
Library services	91,202	85,571	100,140	100,591
Community development	-	-	-	-
School capital projects	355,453	837,377	22,180,818	28,449,232
County capital projects	279,702			
Committed:				
Solid waste management	2,053,051	2,015,249	2,075,008	2,099,717
Economic /community development	-	831,536	1,522,205	2,252,466
Community college capital projects				
Capital improvements	532,910	827,511	1,346,932	1,625,095
Water improvements	521,838	-	242,055	235,219
Unassigned	(105,827)	(27,914)	(156,688)	(131,142)
Total fund balances	<u>5,757,316</u>	<u>6,959,146</u>	<u>30,076,044</u>	<u>36,559,011</u>
<b>Total governmental funds</b>	<b><u>\$ 43,027,074</u></b>	<b><u>\$ 43,745,509</u></b>	<b><u>\$ 71,688,662</u></b>	<b><u>\$ 81,472,399</u></b>

## Schedule 3

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ -	\$ -	\$ 12,023	\$ 5,325	\$ 19,198	\$ 21,198
8,623,270	7,080,638	7,857,855	9,018,021	8,061,317	11,660,822
241,462	284,502	343,021	400,780	465,104	516,532
612,213	551,097	459,557	595,747	343,907	521,228
1,774,695	1,475,098	1,342,077	1,301,806	851,422	631,447
7,402,270	4,167,711	5,453,500	5,752,884	2,757,569	3,355,350
					3,500,000
25,639,409	28,083,886	26,309,486	21,214,910	23,397,035	21,761,527
<u>44,293,319</u>	<u>41,642,932</u>	<u>41,777,519</u>	<u>38,289,473</u>	<u>35,895,552</u>	<u>41,968,104</u>
652,870	221,406	3,014,206	1,642,434	67,305	625,478
1,279,120	1,638,582	258,838	354,765	314,489	350,832
97,415	86,194	84,967	85,110	81,927	68,874
37,958	-	-	-	-	-
6,513,673	2,833,196	-	-	-	-
		-	-	-	-
2,139,993	2,103,956	1,523,759	540,147	220,503	313,144
1,977,355	1,660,741	1,212,383	1,092,534	945,570	819,743
		1,332,144	1,378,077	-	571,366
1,302,000	1,105,136	399,345	207,635	2,121,454	1,782,899
221,800	225,472	-	115,557	119,020	117,078
(26,912)	(135,049)	(565,525)	-	(38)	-
<u>14,195,272</u>	<u>9,739,634</u>	<u>7,260,117</u>	<u>5,416,259</u>	<u>3,870,230</u>	<u>4,649,414</u>
<u><b>\$ 58,488,591</b></u>	<u><b>\$ 51,382,566</b></u>	<u><b>\$ 49,037,636</b></u>	<u><b>\$ 43,705,732</b></u>	<u><b>\$ 39,765,782</b></u>	<u><b>\$ 46,617,518</b></u>

**Randolph County, North Carolina**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	Fiscal Year			
	2005	2006	2007	2008
<b>Revenues</b>				
Taxes:				
Property	\$ 47,521,607	\$ 50,417,045	\$ 52,463,974	\$ 59,623,841
Sales	21,496,129	22,553,119	24,373,320	24,716,613
Other	1,727,304	1,880,245	1,938,480	1,301,109
Total taxes	<u>70,745,040</u>	<u>74,850,409</u>	<u>78,775,774</u>	<u>85,641,563</u>
Intergovernmental:				
Unrestricted	73,019	88,393	265,406	500,002
Restricted	15,949,011	17,073,659	18,055,383	19,921,288
Permits and Fees	2,005,241	2,132,920	1,935,104	1,505,643
Charges for Services	7,693,815	8,027,801	8,542,506	8,945,639
Investment earnings	1,016,386	2,056,618	4,254,277	4,411,278
Miscellaneous	3,166,319	621,803	696,091	635,218
Total Revenues	<u>100,648,831</u>	<u>104,851,603</u>	<u>112,524,541</u>	<u>121,560,631</u>
<b>Expenditures</b>				
General Government	8,242,973	8,801,097	8,510,353	8,964,932
Public Safety	22,499,952	22,873,367	24,238,836	26,636,830
Economic Development	2,015,612	1,982,803	2,724,194	3,162,497
Environmental Protection	3,098,682	3,214,425	3,177,643	3,283,243
Human Services	26,176,385	27,287,657	29,792,720	30,775,875
Culture and Recreation	1,591,735	1,809,229	1,750,287	1,954,825
Education	22,136,437	23,933,525	25,367,392	26,220,356
Capital Outlay	7,888,301	3,305,038	18,674,045	32,815,295
Debt Service:				
Principal	6,359,130	7,085,198	6,811,449	9,260,753
Interest and Fees	3,944,424	3,811,626	4,901,138	6,196,563
Total Expenditures	<u>103,953,631</u>	<u>104,103,965</u>	<u>125,948,057</u>	<u>149,271,169</u>
Excess of revenues over (under) expenditures	<u>(3,304,800)</u>	<u>747,638</u>	<u>(13,423,516)</u>	<u>(27,710,538)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	4,747,361	5,878,175	7,642,093	6,453,553
Transfers out	(4,747,361)	(5,878,175)	(7,642,093)	(6,453,553)
Debt issued	6,230,000		41,195,000	36,345,000
Premium on issued debt			171,669	1,149,275
Refunding debt issued				
Payment to refunding escrow agent				
Total other financing sources (uses)	<u>6,230,000</u>	<u>-</u>	<u>41,366,669</u>	<u>37,494,275</u>
Special Items	-	-	-	-
Net change in fund balances	<u>\$ 2,925,200</u>	<u>\$ 747,638</u>	<u>\$ 27,943,153</u>	<u>\$ 9,783,737</u>
Debt service as a percentage of noncapital expenditures	10.00%	10.51%	9.36%	10.40%

Schedule 4

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 62,146,526	\$ 62,260,855	\$ 65,093,600	\$ 66,630,619	\$ 67,373,433	\$ 72,958,126
19,938,750	14,655,648	16,275,099	17,072,984	17,003,924	17,832,216
946,530	1,139,068	1,212,604	1,301,121	1,364,727	1,400,353
<u>83,031,806</u>	<u>78,055,571</u>	<u>82,581,303</u>	<u>85,004,724</u>	<u>85,742,084</u>	<u>92,190,695</u>
549,507	465,757	452,515	418,020	408,389	402,331
20,751,620	22,434,372	22,289,811	20,837,878	21,738,053	19,957,284
1,096,164	995,169	943,476	922,020	999,044	977,555
8,582,645	8,753,725	8,427,582	9,216,334	9,184,525	10,485,683
1,908,693	957,070	245,927	161,225	80,695	252,586
745,061	488,312	486,607	484,093	355,237	1,600,095
<u>116,665,496</u>	<u>112,149,976</u>	<u>115,427,221</u>	<u>117,044,294</u>	<u>118,508,027</u>	<u>125,866,229</u>
9,656,424	9,240,924	9,038,994	9,225,966	9,363,286	9,862,298
26,655,820	27,331,925	27,509,938	31,034,208	30,787,487	30,502,710
2,558,040	3,040,312	3,712,861	3,038,062	2,814,055	2,420,704
3,106,376	2,720,223	3,371,455	3,514,879	4,228,404	3,303,708
28,322,561	26,177,806	26,023,330	26,203,729	26,527,286	26,669,281
1,911,176	1,863,254	1,858,888	1,812,140	1,839,981	2,035,093
28,511,800	28,623,739	27,522,299	27,616,490	27,592,041	27,592,041
22,083,288	4,152,806	1,389,240	4,392,012	5,022,754	342,596
10,502,876	10,485,620	9,844,006	10,373,059	10,475,631	11,228,919
6,340,943	5,869,898	5,501,140	5,165,653	5,279,714	3,535,356
<u>139,649,304</u>	<u>119,506,507</u>	<u>115,772,151</u>	<u>122,376,198</u>	<u>123,930,639</u>	<u>117,492,706</u>
<u>(22,983,808)</u>	<u>(7,356,531)</u>	<u>(344,930)</u>	<u>(5,331,904)</u>	<u>(5,422,612)</u>	<u>8,373,523</u>
4,418,589	3,497,249	5,307,244	4,201,925	1,499,952	1,304,565
(4,418,589)	(3,497,249)	(7,307,244)	(4,201,925)	(2,999,952)	(2,826,352)
				2,411,635	-
				7,649,969	-
				68,060,000	-
				(75,138,942)	-
<u>-</u>	<u>-</u>	<u>(2,000,000)</u>	<u>-</u>	<u>1,482,662</u>	<u>(1,521,787)</u>
<u>-</u>	<u>250,506</u>				
<u>\$ (22,983,808)</u>	<u>\$ (7,356,531)</u>	<u>\$ (2,344,930)</u>	<u>\$ (5,331,904)</u>	<u>\$ (3,939,950)</u>	<u>\$ 6,851,736</u>
12.10%	13.72%	13.30%	12.75%	12.80%	12.66%

**Randolph County, North Carolina**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

Fiscal Year	Real Property		Personal Property	Public Service Companies (2)	Total Taxable Assessed Value
	Full Value	Present-use Value (1)			
2005	\$ 6,308,756,188	\$ 199,170,480	\$ 1,809,806,963	\$ 221,789,833	\$ 8,539,523,464
2006	6,494,657,587	130,991,780	1,878,516,653	205,321,137	8,709,487,157
2007	6,545,981,604	135,837,356	1,965,855,267	215,341,325	8,863,015,552
2008 (5)	7,646,061,860	122,477,721	2,073,856,179	246,852,696	10,089,248,456
2009	7,771,749,015	109,118,085	2,062,106,441	251,196,831	10,194,170,372
2010	7,774,912,855	120,976,572	2,071,302,687	250,137,533	10,217,329,647
2011	7,894,683,809	125,884,955	1,930,083,994	248,750,002	10,199,402,760
2012	7,929,219,307	128,179,711	1,941,060,589	247,184,679	10,245,644,286
2013	7,892,506,293	137,791,756	2,054,579,885	256,231,298	10,341,109,232
2014	7,948,710,440	140,623,282	2,393,334,884	252,279,849	10,734,948,455

Source: Annual County Report of Valuation and Property Tax Levies

Notes:

(1) Present use value property is agricultural, horticultural and forestland for which the owner has applied for the property to be taxed at its present use. The difference in taxes on the present use basis and the taxes that would have been payable are a lien on the property and are deferred. The taxes become due if the property ceases to qualify for present use value. The preceding three fiscal years taxes are then required to be paid.

(2) Public service companies valuations are provided to the County by the North Carolina Department of Revenue. These amounts include both real and personal property.

(3) Per \$100 of value.

(4) The estimated market value for real property is calculated by dividing the assessed value by an assessment-to-sales ratio determined by the State Department of Revenue. The ratio is based on actual property sales which took place during the fiscal year. The actual ratio for the most recent year is not yet available; an estimated ratio has been provided by the Randolph County Tax Department. Personal property is valued annually.

(5) Property in Randolph County is reassessed every six years. The last reassessment was on January 1, 2007 and was the basis for fiscal 2008 taxes.

Schedule 5

<b>Total Direct Tax Rate (3)</b>	<b>Estimated Actual Taxable Value (4)</b>
\$ 0.5000	\$ 9,238,603,073
0.5250	9,788,081,240
0.5350	9,950,753,522
0.5350	10,329,512,567
0.5550	10,493,568,063
0.5550	10,811,643,905
0.5860	10,405,058,369
0.5860	9,853,927,903
0.5860	9,958,714,087
0.6100	10,349,742,087

**Randolph County, North Carolina**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
(rate per \$100 of assessed property value)

	<b>Year Taxes Are Payable</b>				
	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008 (1)</b>	<b>2009</b>
<b>Randolph County (2)</b>	\$ 0.5000	\$ 0.5250	\$ 0.5350	\$ 0.5350	\$ 0.5550
<b>Municipalities:</b>					
City of Archdale	0.2600	0.2600	0.2600	0.2900	0.2900
City of Asheboro	0.5500	0.5500	0.5500	0.5500	0.5500
Town of Franklinville	0.4000	0.4000	0.4000	0.4000	0.4200
Town of Liberty	0.5125	0.5125	0.5125	0.5125	0.5125
Town of Ramseur	0.4600	0.5000	0.5000	0.5000	0.5800
City of Randleman	0.5100	0.5100	0.5800	0.5800	0.5800
Town of Seagrove	0.4000	0.4000	0.4000	0.4000	0.4000
Town of Staley	0.1250	0.1250	0.1250	0.1250	0.1250
City of Trinity	0.0500	0.0500	0.1000	0.1000	0.1000
<b>School Districts:</b>					
Asheboro School District	0.1385	0.1385	0.1385	0.1385	0.1385
Archdale/Trinity School District	0.0850	0.0850	0.0850	0.0850	0.0900
<b>Fire Protection Districts:</b>					
Fairgrove	0.0650	0.0650	0.0650	0.0650	0.0650
Guil-Rand	0.1000	0.1000	0.1000	0.1000	0.1000
Climax	0.0930	0.0930	0.0930	0.0930	0.1000
Julian	0.1000	0.1000	0.1000	0.1000	0.1000
Westside	0.0900	0.0900	0.0900	0.0900	0.0900
Eastside	0.0700	0.0700	0.0700	0.0800	0.0800
Level Cross	0.1000	0.1000	0.1000	0.1000	0.1000
Ulah	0.0610	0.0610	0.0610	0.0610	0.0610
Seagrove	0.0970	0.0970	0.0970	0.0970	0.1000
Staley	0.1000	0.1000	0.1000	0.0938	0.1000
Randleman	0.1000	0.1000	0.1000	0.1000	0.1000
Tabernacle	0.0870	0.0870	0.0870	0.0870	0.1000
Northeast	0.0680	0.0680	0.0680	0.0680	0.0900
Sophia	0.1000	0.1000	0.1000	0.1000	0.1000
Coleridge-Erect	0.0730	0.0730	0.0730	0.0730	0.0730
Franklinville	0.0650	0.0650	0.0650	0.0750	0.0850
Bennett	0.0700	0.0700	0.0700	0.0700	0.0700
Farmer	0.0750	0.0750	0.0750	0.0700	0.0750
Southwest	0.1000	0.1000	0.1000	0.1000	0.1000
<b>Fire Service Districts: (3)</b>					
Climax	-	-	-	-	-
Guil-Rand	-	-	-	-	-

Notes: (1) Real property was revalued on January 1, 2007

(2) Randolph County has no components within the general tax rate.

(3) Fire Service Districts created in the 2013-2014 fiscal year, which replace the fire protection districts.

Schedule 6

Year Taxes Are Payable				
2010	2011	2012	2013	2014
\$ 0.5550	\$ 0.5860	\$ 0.5860	\$ 0.5860	\$ 0.6100
0.2900	0.2900	0.2900	0.2900	0.2900
0.5500	0.5500	0.5500	0.5500	0.5500
0.4200	0.4200	0.4200	0.4200	0.4200
0.5125	0.5125	0.5125	0.5125	0.5125
0.5500	0.5800	0.5800	0.6100	0.6100
0.5800	0.5800	0.5800	0.5800	0.5800
0.4000	0.4000	0.4000	0.4000	0.4000
0.1250	0.1250	0.1250	0.1250	0.1250
0.1000	0.1000	0.1000	0.1000	0.1000
0.1385	0.1385	0.1385	0.1385	0.1385
0.0900	0.0900	0.0900	0.0900	0.0900
0.0650	0.0650	0.0650	0.0800	0.0800
0.1000	0.1000	0.1000	0.1200	-
0.1000	0.1000	0.1000	0.1200	-
0.1000	0.1000	0.1000	0.1000	0.1000
0.0900	0.0900	0.0900	0.1000	0.1000
0.0800	0.0800	0.0800	0.0900	0.0900
0.1000	0.1000	0.1000	0.1000	0.1100
0.0610	0.0610	0.0610	0.0610	0.0610
0.1000	0.1000	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	0.1000	0.1000
0.0900	0.0900	0.0900	0.0900	0.0900
0.1000	0.1000	0.1000	0.1000	0.1000
0.0730	0.0730	0.0730	0.0730	0.0730
0.0850	0.0850	0.0850	0.1000	0.1000
0.0700	0.0700	0.0700	0.0700	0.0800
0.0750	0.0750	0.0750	0.0750	0.0750
0.1000	0.1000	0.1000	0.1000	0.1000
0.0000	0.0000	0.0000	0.0000	0.1200
0.0000	0.0000	0.0000	0.0000	0.1200

**Randolph County, North Carolina  
Principal Property Tax Payers,  
Current Year and Nine Years Ago**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Fiscal Year 2014</b>		
		<b>Assessed Valuation</b>	<b>Rank</b>	<b>Percentage of Total Assessed Valuation</b>
Malt-O-Meal Company	Cereal Foods Production	\$ 190,016,709	1	1.77%
Energizer Battery	Battery Manufacturing	106,972,004	2	1.00%
Progress Energy / C P & L	Public Electric Company	64,038,014	3	0.60%
Technimark	Plastic Manufacturer	57,107,156	4	0.53%
Randolph Electric Membership	Membership Electric Company	53,355,685	5	0.50%
Duke Energy Corp	Public Electric Company	50,175,456	6	0.47%
Klaussner Furniture Industries	Furniture Manufacturing	47,516,757	7	0.44%
StarPet, Inc.	Plastic Manufacturer	47,287,037	8	0.44%
Timken Company	Bearings Manufacturing	46,363,516	9	0.43%
Dart Container	Foam and Plastic Manufacturer	46,045,019	10	0.43%
Ramtex	Woven Fabric			
Sealy	Mattress Manufacturer			
North State Telephone	Public Utility Company			
Central Telephone Company	Public Utility Company			
Totals		<u>\$ 708,877,353</u>		6.61%

Source: Randolph County Tax Department

Schedule 7

<b>Fiscal Year 2005</b>		
<b>Assessed Valuation</b>	<b>Rank</b>	<b>Percentage of Total Assessed Valuation</b>
\$ -		
128,794,359	1	1.51%
36,246,942	6	0.42%
42,740,268	3	0.50%
42,424,957	4	0.50%
55,217,837	2	0.65%
33,019,581	7	0.39%
36,446,951	5	0.43%
32,996,324	8	0.39%
31,871,739	9	0.37%
30,513,034	10	0.36%
<b>\$ 470,271,992</b>		<b>5.52%</b>

**Randolph County, North Carolina  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Taxes Levied for the Fiscal Year (Original Levy)</b>	<b>Adjustments</b>	<b>Total Adjusted Levy</b>	<b>Collected within the Fiscal Year of the Levy</b>	
				<b>Amount</b>	<b>Percentage of Original Levy</b>
2005	\$ 42,769,290		\$ 42,769,290	\$ 41,942,834	98.07%
2006	45,701,752		45,701,752	44,764,339	97.95%
2007	47,484,095		47,484,095	46,634,878	98.21%
2008	54,100,385		54,100,385	53,122,368	98.19%
2009	56,628,876		56,628,876	55,418,651	97.86%
2010	56,823,194		56,823,194	55,457,524	97.60%
2011	59,749,141		59,749,141	58,211,033	97.43%
2012	60,130,508		60,130,508	58,926,395	98.00%
2013	60,717,509		60,717,509	59,539,017	98.06%
2014	65,489,995		65,489,995	64,731,184	98.84%

Source: Randolph County Tax Department

Schedule 8

Collections in Subsequent Years	Total Collections to Date	
	Amount	Percentage of Adjusted Levy
\$ 748,341	\$ 42,691,175	99.82%
871,856	45,636,195	99.86%
786,788	47,421,666	99.87%
905,327	54,027,695	99.87%
1,126,992	56,545,643	99.85%
1,279,210	56,736,734	99.85%
1,391,470	59,602,503	99.75%
1,069,609	59,996,004	99.78%
957,276	60,496,293	99.64%
-	64,731,184	98.84%

**Randolph County, North Carolina**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Business-type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Installment Loans (2)	Capital Lease	Note Payable	Contract Payable			
2005	\$ 10,515,000	\$ 83,829,632	\$ 249,297	\$ 688,352	\$ -	\$ 95,282,281	2.66%	\$ 695
2006	8,260,000	78,879,627	117,221	645,330	-	87,902,178	2.35%	634
2007	6,050,000	115,510,137	-	602,308	-	122,162,445	3.10%	876
2008	3,875,000	145,636,088	-	559,286	-	150,070,374	3.66%	1,064
2009	1,735,000	137,240,471	-	516,264	-	139,491,735	3.50%	979
2010	-	128,173,903	-	473,242	-	128,647,145	3.17%	908
2011	-	118,035,148	-	430,220	13,252,752	131,718,120	3.10%	922
2012	-	107,391,984	-	387,198	13,666,837	121,446,019	2.74%	852
2013	-	107,799,140	-	344,176	12,901,262	121,044,578	2.74%	849
2014	-	95,600,513	-	301,154	12,223,498	108,125,165	2.44%	758

(1) See Schedule 13 for personal income and population data.

(2) Including bond premiums

Note: Percentages for 2013 and 2014 were calculated using the personal income amounts for 2012, the last year data is available.

Details regarding the County's outstanding debt can be found in the notes to the financial statements.

**Randolph County, North Carolina**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>General Bonded Debt Outstanding</u>	<u>Percentage of Personal Income(1)</u>	<u>Percentage of Actual Taxable Value of Property(2)</u>	<u>Per Capita(1)</u>
	<u>General Obligation Bonds</u>			
2005	\$ 10,515,000	0.29%	0.12%	\$ 77
2006	8,260,000	0.22%	0.09%	60
2007	6,050,000	0.15%	0.07%	43
2008	3,875,000	0.09%	0.04%	27
2009	1,735,000	0.04%	0.02%	12
2010	-	0.00%	0.00%	-
2011	-	0.00%	0.00%	-
2012	-	0.00%	0.00%	-
2013	-	0.00%	0.00%	-
2014	-	0.00%	0.00%	-

Notes: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

(1) See Schedule 13 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(2) See Schedule 5 for property value data.

**Randolph County, North Carolina  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years**

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Assessed Value of Property	\$8,539,523,464	\$8,709,487,157	\$8,863,015,552	\$10,089,248,456
Debt Limit, 8% of Assessed Value (Statutory Limitation)	683,161,877	696,758,973	709,041,244	807,139,876
Amount of Debt Applicable to Limit Gross debt	<u>95,282,281</u>	<u>87,902,178</u>	<u>122,162,445</u>	<u>150,070,374</u>
Legal Debt Margin	<u>\$ 587,879,596</u>	<u>\$ 608,856,795</u>	<u>\$ 586,878,799</u>	<u>\$ 657,069,502</u>
 Total net debt applicable to the limit as a percentage of debt limit	 13.95%	 12.62%	 17.23%	 18.59%

Note: NC General Statute §159-55 limits the County's outstanding debt to 8% of the appraised value of property subject to taxation. The legal debt margin is the difference between the debt limit and the County's net debt outstanding applicable to the limit, and represents the County's legal borrowing authority.

<b>Fiscal Year</b>					
<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
\$10,194,170,372	\$10,217,329,647	\$10,199,402,760	\$10,245,644,286	\$10,341,109,232	\$10,734,948,455
815,533,630	817,386,372	815,952,221	819,651,543	827,288,739	858,795,876
139,491,735	128,647,145	131,718,120	121,446,019	121,044,578	108,125,165
<u>\$ 676,041,895</u>	<u>\$ 688,739,227</u>	<u>\$ 684,234,101</u>	<u>\$ 698,205,524</u>	<u>\$ 706,244,161</u>	<u>\$ 750,670,711</u>
17.10%	15.74%	16.14%	14.82%	14.63%	12.59%

**Randolph County, North Carolina**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2014**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable *</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
<b>Municipalities:</b>			
City of Archdale	\$ 2,406,420	97.7%	\$ 2,350,621
City of Asheboro	1,109,689	100%	<u>1,109,689</u>
Subtotal - Overlapping debt			3,460,310
Total direct debt of Randolph County			<u>95,901,667</u>
Total direct and overlapping debt			<u><u>\$ 99,361,977</u></u>

Sources: Assessed value data used to estimate applicable percentages was provided by the Randolph County Tax Department. Debt outstanding data was provided by the N.C. Local Government Commission.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of Randolph County. The process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

\* The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value within the County's boundaries and dividing it by each unit's total taxable assessed value.

**Randolph County, North Carolina  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

<b>Year</b>	<b>Population(1)</b>	<b>Personal Income (2) (thousands of dollars)</b>	<b>Per Capita Personal Income (2)</b>	<b>Public School Enrollment (3)</b>	<b>Unemployment Rate (4)</b>
2005	137,122	\$ 3,588,157	\$ 26,274	23,228	5.17%
2006	138,586	3,744,608	27,092	23,241	4.61%
2007	139,422	3,945,157	28,318	23,317	4.36%
2008	140,980	4,098,782	28,913	23,447	6.30%
2009	142,467	3,989,951	28,262	23,335	12.30%
2010	141,752	4,054,219	28,572	23,170	10.00%
2011	142,901	4,244,235	29,385	23,244	10.20%
2012	142,471	4,425,319	31,062	23,189	9.70%
2013	142,536	N/A	N/A	22,893	9.52%
2014	142,678	N/A	N/A	22,730	6.70%

## Sources:

(1) N.C. State Data Center.

(2) Bureau of Economic Analysis, U. S. Department of Commerce.

(3) N.C. Department of Public Instruction, First Month Average Daily Membership.

(4) N. C. Employment Security Commission.



**Randolph County, North Carolina  
Principal Employers,  
Current Year and Nine Years Ago**

		2014			2005		
		<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Randolph County Schools	Education	2,307	1	3.26%	2,136	1	2.82%
Randolph Hospital	Health Services	1,195	2	1.69%	880	4	1.16%
Klaussner Furniture Industries	Manufacturing	950	3	1.34%	1,822	2	2.41%
Technimark	Manufacturing	825	4	1.16%			
Hughes Furniture Industries	Manufacturing	739	5	1.04%	500	10	0.66%
Randolph County	Government	763	6	1.08%	752	6	0.99%
Asheboro City Schools	Education	661	7	0.93%	586	9	0.77%
Teleflex, Inc. / Arrow International	Manufacturing	643	8	0.91%			
Energizer Battery	Manufacturing	560	9	0.79%	1,104	3	1.46%
United Furniture	Manufacturing	500	10	0.71%			
Prestige Fabricators	Manufacturing				800	5	1.06%
Wal-Mart	Retail Sales				718	7	0.95%
Acme-McCrary	Manufacturing				680	8	0.90%

Source:  
Randolph County Economic Development Corporation

**Randolph County, North Carolina  
County Government Employees by Function,  
Last Ten Fiscal Years**

<b>Function/Program</b>	<b>Employee Positions as of June 30</b>					
	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
General government	86.5	86.5	88.5	92.0	94.0	94.0
Public safety						
Sheriff and jail	224.0	227.0	227.0	232.0	235.0	237.0
Other public safety	104.5	103.5	101.5	100.0	100.0	100.0
Economic and physical development	23.0	23.0	21.0	21.0	22.0	21.0
Environmental protection	5.0	5.0	5.0	6.0	5.0	5.0
Human Services:						
Health	88.0	88.0	89.0	91.0	93.0	93.0
Social services	137.0	137.0	146.0	150.0	154.0	154.0
Other human services (1)	1.0	1.0	2.0	3.0	3.0	3.0
Cultural and recreation	27.0	31.0	33.0	34.0	34.0	34.0
<b>Total</b>	<b>696.0</b>	<b>702.0</b>	<b>713.0</b>	<b>729.0</b>	<b>740.0</b>	<b>741.0</b>

Source: County Finance Department

Note: This schedule represents number of positions authorized by the Board of Commissioners as of June 30 of each year.

(1) Due to state legislation, Child Support Enforcement became a County department effective July 1, 2010.

Schedule 15

<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
95.0	95.0	95.0	95.0
237.0	241.0	243.0	243.0
96.0	98.0	98.0	97.0
20.0	22.0	22.0	22.0
5.0	5.0	6.0	6.0
95.0	92.0	94.0	94.0
155.0	160.0	160.0	160.0
15.0	15.0	15.0	14.0
34.0	33.0	32.0	32.0
<u>752.0</u>	<u>761.0</u>	<u>765.0</u>	<u>763.0</u>

**Randolph County, North Carolina  
Operating Indicators By Function  
Last Ten Fiscal Years**

<b>Function Department</b>	<b>Fiscal Year</b>				
	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
<u>General Government</u>					
Tax Department					
Number of tax parcels	76,833	77,031	77,467	77,872	78,196
Register of Deeds					
Number of documents filed	30,379	30,761	31,029	28,563	23,585
<u>Public Safety</u>					
Emergency Services					
Number of ambulance transports	8,502	8,958	9,171	8,880	8,930
Number of incoming 9-1-1 calls	108,625	107,341	108,362	108,622	103,949
Building Inspections					
Construction permits issued (1)	2,041	1,800	1,736	966	797
Number of building inspections	22,214	20,574	17,987	15,861	11,998
<u>Environmental Protection</u>					
Public Works					
Tons of solid waste received at transfer station (2)	69,629	68,298	65,702	61,235	50,537
Tons of tires recycled	2,198	2,265	2,448	2,746	2,126
Tons of white goods recycled	1,094	941	704	390	270
<u>Human Services</u>					
Public Health					
Number of vaccinations	5,221	5,877	4,095	5,537	6,950
Social Services					
Average number of Medicaid recipients	12,900	13,520	14,338	15,154	16,705
Average number of Food Stamp recipients	3,640	4,490	5,150	5,899	8,046
<u>Cultural and Recreational</u>					
Public Library					
Circulation	190,611	189,804	474,868	324,033	367,036
Patron registrations	48,635	52,006	75,251	60,518	64,908

Source: Individual County Departments

Notes:

(1) Including permits issued by the City of Asheboro Inspection Department

(2) Transfer station began operations in December 1997. City of Asheboro opened a separate transfer station in February 2002.

Schedule 16

Fiscal Year				
2010	2011	2012	2013	2014
78,355	78,369	78,290	78,156	78,153
19,821	20,106	19,218	21,236	18,853
9,531	9,474	13,085	14,461	14,956
101,885	101,847	103,461	104,121	94,063
771	661	660	580	573
9,756	8,409	7,926	9,014	9,772
43,857	44,360	39,854	37,869	34,493
1,320	1,322	1,167	1,544	1,013
100	27	26	35	65
9,794	3,932	4,242	4,853	2,435
18,798	19,292	19,871	20,352	20,685
8,683	10,178	11,476	11,761	11,665
399,947	358,614	362,801	372,320	373,448
69,170	72,741	76,552	82,792	83,420

**Randolph County, North Carolina  
Capital Asset Statistics By Function  
Last Ten Fiscal Years**

<b>Function Department</b>	<b>Fiscal Year</b>				
	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
<u>General Government</u>					
Public Buildings					
Total square footage	384,648	420,848	430,671	457,036	462,139
<u>Public Safety</u>					
Sheriff & Jail					
Jail capacity	196	196	196	196	196
Emergency Services					
Number of ambulance bases	5	5	5	5	5
Number of ambulances stationed	7	7	7	7	7

Source: Individual County Departments

Schedule 17

<b>Fiscal Year</b>				
<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
452,262	467,618	467,618	467,618	467,618
196	196	196	212	215
5 7	5 7	6 7	6 7	6 7

