

**PAMLICO COUNTY  
NORTH CAROLINA**

**COMPLIANCE LETTERS**

**FOR THE YEAR ENDED JUNE 30, 2013**

**MARTIN ♦ STARNES  
& ASSOCIATES, CPAs, P.A.**

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*"A Professional Association of Certified Public Accountants and Management Consultants"*

**PAMLICO COUNTY  
NORTH CAROLINA**

**COMPLIANCE LETTERS**

**FOR THE YEAR ENDED JUNE 30, 2013**

# PAMLICO COUNTY, NORTH CAROLINA

## COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2013

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# MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

"A Professional Association of Certified Public Accountants and Management Consultants"

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

### **Independent Auditor's Report**

To the Board of Commissioners  
Pamlico County  
Pamlico County, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the 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 Pamlico County, North Carolina, as of and for the year ended June 30, 2013, not presented here, and the related notes to the financial statements, which collectively comprise Pamlico County's basic financial statements, and have issued our report thereon dated January 13, 2014. The financial statements of the Pamlico County ABC Board were not audited in accordance with *Governmental Auditing Standards*.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Pamlico County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Pamlico County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies; and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings, Responses, and Questioned Costs we identified certain deficiencies in internal control that we consider to be material weaknesses.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies 2013-001, 2013-002, and 2013-003 described in the accompanying Schedule of Findings, Responses, and Questioned Costs to be material weaknesses.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Pamlico County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of non-compliance or other matter that is required to be reported under *Government Auditing Standards*, which are described in the accompanying Schedule of Findings, Responses, and Questioned Costs as item 2013-003.

## **Pamlico County's Responses to Findings**

Pamlico County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings, Responses, and Questioned Costs. Pamlico County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on them.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, NC  
January 13, 2014

# MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

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## **Report On Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; Report on Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133; And the State Single Audit Implementation Act**

### **Independent Auditor's Report**

To the Board of Commissioners  
Pamlico County  
Pamlico County, North Carolina

#### **Report on Compliance for Each Major Federal Program**

We have audited Pamlico County, North Carolina, compliance with the types of compliance requirements described in the (OMB) *Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that could have a direct and material effect on each of Pamlico County's major federal programs for the year ended June 30, 2013. Pamlico County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

#### **Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Pamlico County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Pamlico County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Pamlico County's compliance.

## **Opinion on Each Major Federal Program**

In our opinion, Pamlico County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

## **Report on Internal Control Over Compliance**

Management of Pamlico County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered Pamlico County's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

## **Report on Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act**

We have audited the basic 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 Pamlico County, North Carolina, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We have issued our report thereon dated January 13, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pamlico County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of

additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal and State Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, NC  
January 13, 2014

# MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

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## **Report On Compliance For Each Major State Program; Report on Internal Control Over Compliance; Report on the Schedule of Federal and State Awards Required by OMB OMB Circular A-133; and The State Single Audit Implementation Act**

### **Independent Auditor's Report**

To the Board of Commissioners  
Pamlico County  
Pamlico County, North Carolina

#### **Report on Compliance for Each Major State Program**

We have audited Pamlico County, North Carolina, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that could have a direct and material effect on each of Pamlico County's major State programs for the year ended June 30, 2013. Pamlico County's major State programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

#### **Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state programs.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Pamlico County's major State programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; applicable sections of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about Pamlico County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major State program. However, our audit does not provide a legal determination on Pamlico County's compliance with those requirements.

## **Opinion on Each Major State Program**

In our opinion, Pamlico County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2013.

## **Report on Internal Control Over Compliance**

Management of Pamlico County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered Pamlico County's internal control over compliance with the types of requirements that could have a direct and material effect on a major State program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a State program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a State program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a State program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

## **Report on Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and the State Single Audit Implementation Act**

We have audited the basic 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 Pamlico County, North Carolina, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Pamlico County's basic financial statements. We have issued our report thereon dated January 13, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Pamlico County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as

required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal and State Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, NC  
January 13, 2014

**PAMLICO COUNTY, NORTH CAROLINA**

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2013**

**1. Summary of Auditors' Results**

**Financial Statements**

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	<u>  X  </u> Yes <u>      </u> No
• Significant deficiency identified that are not considered to be material weaknesses?	<u>      </u> Yes <u>  X  </u> None Reported
Non-compliance material to financial statements noted?	<u>  X  </u> Yes <u>      </u> No

**Federal Awards**

Internal control over major Federal programs:	
• Material weakness(es) identified?	<u>      </u> Yes <u>  X  </u> No
• Significant deficiency identified that are not considered to be material weaknesses?	<u>      </u> Yes <u>  X  </u> None Reported
Type of auditor's report issued on compliance for major Federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	<u>      </u> Yes <u>  X  </u> No

Identification of major federal programs:

<b><u>Program Name</u></b>	<b><u>CFDA#</u></b>
Medicaid Cluster	93.778, 93.720, 93.775, 93.777
Dollar threshold used to distinguish between Type A and Type B Programs:	<u>\$444,703</u>
Auditee qualified as low-risk auditee?	<u>      </u> Yes <u>  X  </u> No

**PAMLICO COUNTY, NORTH CAROLINA**

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2013**

**State Awards**

Internal control over major State programs:

- Material weakness(es) identified?                    \_\_\_\_\_ Yes      X   No
- Significant deficiency identified that are not considered to be material weaknesses?                    \_\_\_\_\_ Yes      X   None Reported

Type of auditors' report issued on compliance for major State programs                    Unmodified

Any audit findings disclosed that are required to be reported in accordance with State Single Audit Implementation Act?                    \_\_\_\_\_ Yes      X   No

Identification of major State programs:

**Program Name** \_\_\_\_\_

Medicaid Cluster

# PAMLICO COUNTY, NORTH CAROLINA

## SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2013

### 2. Findings Related to the Audit of the Basic Financial Statements

#### Finding 2013-001

**Criteria:** Management should have a system in place to reduce the likelihood of errors in financial reporting.

**Condition:** Financial reporting under the accounting standards promulgated by the Financial Accounting Standards Board and the Governmental Accounting Standards Board requires a level of technical expertise not possessed by County personnel.

**Context:** While conducting our audit, it was noted that County personnel cannot prepare full disclosure financial statements in accordance with generally accepted accounting principles.

**Effect:** The County requires assistance from the external auditor to prepare the financial statements.

**Cause:** The cost/benefit of hiring additional staff to comply with the financial reporting requirements discussed above is cost prohibitive.

**Recommendation:** The cost of acquiring sufficient staff to comply with the financial reporting requirements discussed above appears prohibitive. Therefore, the County should exercise due care in reviewing the financial statements drafted by the external auditor as the County is responsible for the accuracy of the audited financial statements.

**Name of Contact Person:** Timothy A. Buck, County Manager

**Corrective Action/Management Response:** Management concurs with the finding. Management, in the future, will exercise due care in reviewing the financial statements drafted by the external auditor, as the County is responsible for the accuracy of the audited financial statements.

# PAMLICO COUNTY, NORTH CAROLINA

## SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2013

### 2. Findings Related to the Audit of the Basic Financial Statements (continued)

#### Finding 2013-002

**Criteria:** Management should have a system in place to reduce the likelihood of errors in financial reporting.

**Condition:** A significant audit adjustment is a proposed correction of the basic financial statements that, in our judgment, may not have been detected except through our auditing procedures. The existence of such material adjustments indicates that the County's system of controls did not detect and prevent such errors. We have provided management with a report of these adjustments.

**Context:** While performing our audit procedures, significant audit adjustments were required to report the County's financial statements in accordance with Generally Accepted Accounting Principles.

**Effect:** Material misstatements of the financial statements could result.

**Cause:** Year-end adjustments include adjustments required for drafting full accrual, full disclosure GAAP financial statements, which requires a level of technical expertise not possessed by the County's personnel with regards to drafting full accrual, full disclosure GAAP financial statements.

**Recommendation:** Management should examine the adjustments required as a result of our audit and assess the cost/benefit of improving the internal control system to prevent the adjustments in the future, given the available financial and intellectual resources. Management should acknowledge inherent limitations in the internal control system caused by limited resources, and modify their oversight function accordingly.

**Name of Contact Person:** Timothy A. Buck, County Manager

**Corrective Action/Management Response:** Management is aware that year-end audit adjustments are typically required. Management will examine controls in place to see if they can be strengthened, given available resources, thus, reducing the number of audit adjustments required at year-end. In the areas where the cost/benefit does not justify improving the control system, management will exercise due caution in performing their oversight function.

## PAMLICO COUNTY, NORTH CAROLINA

### SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2013

#### 2. Findings Related to the Audit of the Basic Financial Statements (continued)

##### **Finding 2013-003**

**Criteria:** Management should have a control system in place to reduce the likelihood that violations of North Carolina General Statutes occur and go undetected.

**Condition:** In the current year, there were violations of the General Statutes regarding expenditures exceeding appropriations.

**Effect:** The County was in violation of North Carolina General Statutes.

**Cause:** There was a lack of monitoring and insufficient controls over budget compliance.

**Context:** While reviewing financial statements and budget reports, we noted the condition described above.

**Recommendation:** Implement stringent budgetary preparation controls and monitoring controls to prevent expenditures exceeding appropriations.

**Name of Contact Person:** Timothy A. Buck, County Manager

**Corrective Action/Management Response:** Management concurs with the condition and the recommendation. The County will put procedures in place to monitor overspending of appropriations.

**PAMLICO COUNTY, NORTH CAROLINA**

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2013**

**3. Findings and Questioned Costs Related to the Audit of Federal Awards**

None

**4. Findings and Questioned Costs Related to the Audit of State Awards**

None

**PAMLICO COUNTY, NORTH CAROLINA**  
**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2013**

**2012-01** – Repeated as finding 2013-001

**2012-02** – Repeated as finding 2013-002

## PAMLICO COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2013

<u>Grantor / Pass-through Grantor / Program Title</u>	<u>CFDA Number</u>	<u>Expenditures</u>	
		<u>Federal</u>	<u>State</u>
<b>Federal Awards:</b>			
<b>U.S. Department of Health and Human Services:</b>			
<b><u>Administration for Children and Families:</u></b>			
Passed-through the N.C. Department of Health and Human Services			
<b>Division of Social Services:</b>			
Child Support Enforcement IV-D	93.563	\$ 164,246	\$ -
Temporary Assistance for Needy Families Cluster:			
Administration	93.558	151,414	-
Direct Benefit Payment	93.558	47,024	-
Total Temporary Assistance for Needy Families Cluster		<u>198,438</u>	<u>-</u>
Foster Care and Adoption Cluster (Note 2):			
Title IV-E Foster Care:			
Administration	93.658	157,370	6,640
Direct Benefit Payments	93.658	48,716	16,996
Title IV-E Adoption Assistance Program:			
Administration	93.659	1,586	-
Direct Benefit Payments	93.659	30,557	8,064
Total Foster Care and Adoption Cluster		<u>238,229</u>	<u>31,700</u>
Low-Income Home Energy Assistance Block Grant:			
Administration	93.568	95,277	-
Total Low-Income Home Energy Assistance Block Grant		<u>95,277</u>	<u>-</u>
Chafee Foster Care Independence Program	93.674	886	221
Social Services Block Grant	93.667	54,594	5,658
Promoting Safe and Stable Families	93.556	995	-
Children's Health Insurance Program	93.767	27,442	530
Stephanie Tubbs Jones Child Welfare Services Program	93.645	6,327	847
Subtotal		<u>90,244</u>	<u>7,256</u>
<b>Subsidized Child Care (Note 2)</b>			
Child Care Development Fund Cluster:			
<b>Division of Social Services:</b>			
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Administration	93.596	79,878	-
<b>Division of Child Development:</b>			
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Discretionary	93.575	176,726	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Mandatory	93.596	77,098	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Match	93.596	67,733	24,544
Total Child Care Development Fund Cluster		<u>401,435</u>	<u>24,544</u>

## PAMLICO COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2013

Grantor / Pass-through Grantor / Program Title	CFDA Number	Expenditures	
		Federal	State
Social Services Block Grant	93.667	730	-
Temporary Assistance for Needy Families	93.558	99,851	-
Foster Care Title IV-E	93.658	4,162	1,954
Smart Start		-	4,625
State Appropriations		-	30,837
TANF - MOE		-	38,931
Total Subsidized Childcare Cluster		506,178	100,891
<b>U.S. Department of Agriculture:</b>			
Passed-through N.C. Department of Health & Human Services			
<b>Division of Public Health:</b>			
Special Supplemental Nutrition Program for Women, Infants, and Children - Administration	10.557	70,375	-
Special Supplemental Nutrition Program for Women, Infants, and Children - Direct Benefits	10.557	228,932	-
Total Division of Public Health		299,307	-
<b>Health Care Financing Administration:</b>			
Passed-through the N.C. Department of Health and Human Services			
<b>Division of Medical Assistance:</b>			
Medicaid Cluster:			
Direct Benefit Payments:			
Medical Assistance Program	93.778	12,141,799	6,883,009
Administration:			
Medical Assistance Program	93.778	305,309	11,212
Total Medicaid Cluster		12,447,108	6,894,221
<b>U.S. Department of Agriculture:</b>			
Passed-through N.C. Department of Health & Human Services			
<b>Division of Social Services:</b>			
SNAP Cluster			
Administration:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	174,257	-
Total SNAP Cluster		174,257	-
<b>U.S. Department of Health and Human Services:</b>			
Centers for Disease Control and Prevention			
Passed through NC Dept. of Health and Human Services			
Division of Public Health:			
Public Health Emergency Preparedness	93.069	32,158	-
Immunization Cooperative Agreements	93.268	5,330	-
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	4,801	-
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	9,028	3,825
Preventive Health and Health Services Block Grant	93.991	9,640	-
Total Centers for Disease Control and Prevention		60,957	3,825

## PAMLICO COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2013

Grantor / Pass-through Grantor / Program Title	CFDA Number	Expenditures	
		Federal	State
Administration of Children and Families Passed-through N.C. Department of Health and Human Services Division of Social Services:			
Social Service Block Grant	93.667	-	500
Temporary Assistance for Needy Families	93.558	1,054	-
Total Administration of Children and Families		1,054	500
Health Resources and Service Administration Passed through NC Dept. of Health and Human Services Division of Public Health:			
Maternal and Child Health Services Block Grant to the States	93.994	43,977	32,987
Total Health Resources and Service Administration		43,977	32,987
Office of Population Affairs Passed through NC Dept. of Health and Human Services Office of Population Affairs			
Family Planning Services	93.217	20,964	-
Total Office of Population Affairs		20,964	-
<b>Total U.S. Department of Health and Human Services</b>		<b>126,952</b>	<b>37,312</b>
<b>Division of Aging:</b>			
Aging Cluster (Note 2):			
In-Home Services:			
State Funds		-	27,353
Special Programs for the Aging Title III Part B Supportive Services and Senior Centers	93.044	91,825	8,224
Congregate Nutrition:			
Special Programs for the Aging Title III Part C Nutrition Services	93.045	29,910	7,251
Home-Delivered Meals:			
State Funds		-	5,269
Special Programs for the Aging Title III Part C	93.045	26,035	4,063
Total Aging Cluster		147,770	52,160
NSIP Supplement	10.570	10,176	-
Total Division of Aging		157,946	52,160
<b>U.S. Department of Homeland Security</b>			
Passed-through NC Department of Crime Control and Public Safety:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	185,936	-
Hazard Mitigation Grant	97.039	139,561	-
Total Department of Homeland Security		325,497	-

## PAMLICO COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2013

<u>Grantor / Pass-through Grantor / Program Title</u>	<u>CFDA Number</u>	<u>Expenditures</u>	
		<u>Federal</u>	<u>State</u>
<b>U.S. Department of Housing and Urban Development:</b>			
Passed-through N.C. Department of Commerce:			
<b>Division of Community Assistance:</b>			
CDBG- State- Administered Small Cities Program Cluster:			
Community Development Block Grant	14.228	(244)	-
Total CDBG - State-Administered Small Cities Program Cluster		(244)	-
<b>Total Federal Awards</b>		<u>\$ 14,823,435</u>	<u>\$ 7,123,540</u>
<b>State Awards:</b>			
<b>N.C. Department of Health and Human Services:</b>			
<b>Division of Social Services:</b>			
Administration			
State/County Special Assistance for Adults-Direct Benefit Payment			\$ 9,499
Energy Assistance-private grants			2,851
Direct Benefit Payments			
CWS Adoption Subsidy			22,818
F/C At Risk Maximization			1,656
SC/SA Domiciliary Care Payment			90,899
State Foster Home			4,198
Total Division of Social Services			<u>131,921</u>
<b>Division of Public Health:</b>			
Food and Lodging Fees			2,366
Environmental Health			4,000
General Aid to Counties			71,701
General Communicable Disease Control			10,077
Risk Reduction / Health Promotion			6,206
WHSF			1,013
Tuberculosis			2,113
TB Medical Services			540
Healthy Communities			2,840
Total Division of Public Health			<u>100,856</u>
Total N.C. Department of Health and Human Services			<u>232,777</u>
<b>N.C. Department of Agriculture</b>			
Water Resources Grant			54,943
Total N.C. Department of Agriculture			<u>54,943</u>
<b>N.C. Department of Environmental &amp; Natural Resources:</b>			
Soil & Water Conservation			25,876
Total N.C. Department of Environmental & Natural Resources			<u>25,876</u>
<b>N.C. Department of Transportation:</b>			
Rural Operating Assistance Program-EDTAP			45,603
Rural Operating Assistance Program-Workfirst			5,576
Rural Operating Assistance Program-RGP			47,462
Total N.C. Department of Transportation			<u>98,641</u>

## PAMLICO COUNTY, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2013

<u>Grantor / Pass-through Grantor / Program Title</u>	<u>CFDA Number</u>	<u>Expenditures</u>	
		<u>Federal</u>	<u>State</u>
<b>N.C. Department of Administration:</b>			
Veterans Service Officer			<u>1,452</u>
<b>N.C. Department of Juvenile Justice and Delinquency Prevention:</b>			
Juvenile Crime Prevention Program			<u>113,880</u>
Total N.C. Department of Juvenile Justice and Delinquency Prevention			<u>113,880</u>
<b>N.C. Department of Education</b>			
Public School Building Capital Fund			<u>72,648</u>
Total N.C. Department of Education			<u>72,648</u>
<b>Total State Awards</b>			<u>600,217</u>
<b>Total Federal and State Awards</b>		<u>\$ 14,823,435</u>	<u>\$ 7,723,757</u>

**Notes to the Schedule of Expenditures of Federal and State Awards:****1. Basis of Presentation**

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

2. The following are clustered by the NC Department of Health and Human Services and are treated separately for State audit requirement purposes: Aging Cluster, Foster Care and Adoption Cluster, and Subsidized Childcare Program Cluster.