

**MID-EAST COMMISSION
Washington, North Carolina
Financial Statements
For the Year Ended June 30, 2013**

Mid-East Commission
Table of Contents
June 30, 2013

Exhibit

Page(s)

Financial Section:

Independent Auditor's Report 1-3

Management's Discussion and Analysis 4-10

Basic Financial Statements:

Government-wide Financial Statements:

1 Statement of Net Position 11

2 Statement of Activities 12-13

Fund Financial Statements:

3 Balance Sheet - Governmental Funds 14

3 Reconciliation of Governmental Funds Balance Sheet to
the Statement of Net Position

4 Statement of Revenues, Expenditures, and Changes in
Fund Balances -- Governmental Funds 15

5 Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of the Governmental Funds
to the Statement of Activities 16

6 Statement of Revenues, Expenditures, and Changes in Fund
Balances -- Annual Budget and Actual -- General Fund 17

7 Statement of Net Position-Proprietary Fund 18

8 Statement of Revenues, Expenses, and Changes in Fund
Net Assets-Proprietary Fund 19

9 Statement of Cash Flows-Proprietary Fund 20

9 Reconciliation of the Statement of Cash Flows of
Proprietary Fund 21

Notes to Financial Statements 22-35

Required Supplemental Financial Data

Other Postemployment Benefits – Schedule of Funding Progress	36
Other Postemployment Benefits – Schedule of Employer Contributions	37

Combining and Individual Fund Statements and Schedules:

Statement of Revenues, Expenditures, and Changes in Fund Balances -- Budget and Actual -- General Fund	38
---	----

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Special Revenue Fund	39-40
---	-------

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Aging Programs	41-43
---	-------

Schedules of Revenues, Expenditures, and Changes in Fund
Balance -- Budget and Actual:

Aging Programs	44-61
----------------	-------

Workforce Development Region Q	62-69
--------------------------------	-------

Economic Development Programs	70-83
-------------------------------	-------

Planning Programs	84-86
-------------------	-------

State Technical Assistance	87
----------------------------	----

Mid-East Intermediary Re-Lending Program	88
--	----

Mid-East Revolving Loan Fund	89
------------------------------	----

RLF Sequester	90
---------------	----

Mid-East Revolving Loan Fund Service and Marketing	91
--	----

Inter Program Training	92
------------------------	----

Roanoke-Chowan DTF	93
--------------------	----

Mid East Development Corporation

Combining Statement of Net Position-Proprietary Fund	94-95
Combining Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund	96
Combining Statement of Cash Flows - Proprietary Fund	97
Enterprise Funds	98-107
Additional Schedules	108-113
Schedule of Fringe Benefits	
Schedule of Indirect Costs	

Compliance Section:

Report on Internal Control Over Financial Reporting And on Compliance & Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>	114-115
Report on Compliance With Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act	116-117
Report on Compliance With Requirements Applicable to Each Major State Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act	118-119
Schedule of Findings and Questioned Costs	120-122
Corrective Action Plan	123
Schedule of Expenditures of Federal and State Awards	124-127

FINANCIAL SECTION



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mid-East Commission as of and for the year then ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Mid-East Commission'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 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.

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 entity's preparation and fair presentation of the financial statements in order to design audit procedures

the entity'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, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Mid-East Commission as of June 30, 2013, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in 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 Other Postemployment Benefits' Schedules of Funding Progress and Employer Contributions 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 Mid-East Commission. The combining and individual fund statements, budgetary schedules, other schedules as well as the accompanying Schedule of Expenditures of Federal and State Awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Implementation Act* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, budgetary schedules, other schedules and the Schedule of Expenditures of Federal and State Awards 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 by us. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund financial statements, budgetary schedules, other schedules, and the Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2013 on our consideration of the Mid-East Commission'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 the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Mid-East Commission's internal control over financial reporting and compliance.

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

Thompson, Price, Scott, Adams & Co., P.A.
Wilmington, North Carolina
October 24, 2013

MANAGEMENT'S DISCUSSION & ANALYSIS

Management's Discussion and Analysis

As management of the Mid-East Commission, we offer readers of the Mid-East Commission's financial statements this narrative overview and analysis of the financial activities of the Commission for the fiscal year ended June 30, 2013. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Commission's financial statements, which follow this narrative.

Financial Highlights

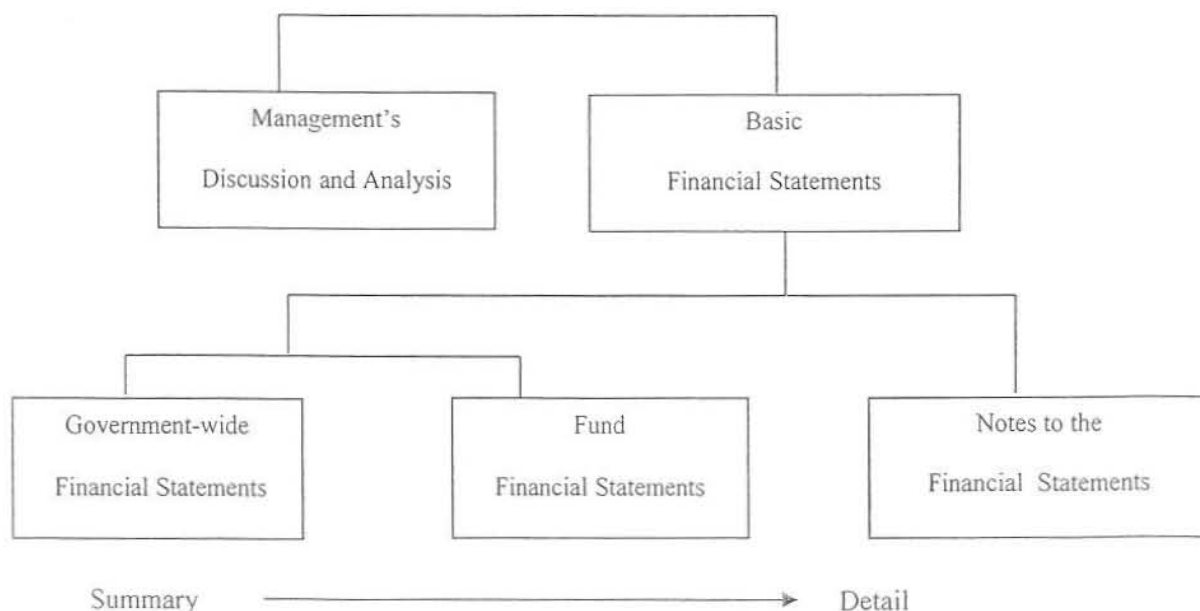
- The assets of the Mid-East Commission exceeded its liabilities at the close of the fiscal year by \$835,338 (*net position*).
- The government's total net position increased over the prior year by \$69,390.
- At the close of the current fiscal year, Mid-East Commission's governmental funds reported combined ending fund balances of \$586,596, an decrease of \$172,880 in comparison with the prior year.
- At the end of the current fiscal year, fund balance for the General Fund was \$244,704. This is an increase of \$1,139 from the prior year.
- Mid-East Commissions' total debt excluding compensated absences consists of \$1,581,736.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Mid-East Commission's basic financial statements. The Commission's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the Commission 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 the Mid-East Commission.

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements

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

The next statements (Exhibits 3 through 10) are Fund Financial Statements. These statements focus on the activities of the individual parts of the Commission's government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; and 3) the proprietary fund statements.

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

Government-Wide Financial Statements

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

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

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the Commission's basic services such as public safety, economic and physical development, human services, workforce development, and general government. State and federal grant funds finance most of these activities. The business-type activities are those that the Commission charges customers to provide services. The primary purpose of these activities is to facilitate affordable housing for the populations of the counties in Region Q.

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

Fund Financial Statements

The Fund Financial Statements (see Figure 1) provide a more detailed look at the Commission'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. The Mid-East Commission, 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 North Carolina General Statutes or the Commission's budget ordinance. All of the funds of the Mid-East Commission can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Commission'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 which provides a short-term spending 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 Commission's programs. The relationship between government 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.

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

Proprietary Funds – Mid-East Commission 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. Mid-East Commission uses an enterprise fund to account for the activities of blended component unit, the Mid-East Development Corporation, Inc. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements follow Exhibit 10 of this report.

Interdependence with Other Entities– The Mid-East Commission depends on financial resources flowing from, or associated with, both the Federal Government and the State of North Carolina. Because of this dependency, the Commission's is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets of the Mid-East Commission exceeded liabilities by \$835,338 as of June 30, 2013. The Commission's net assets decrease by \$69,390. Mid-East Commission uses the Governmental Activities capital assets of \$43,527 to provide services to citizens; consequently, these assets are not available for future spending. An additional portion of the Commission's net position \$586,596 represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$436,926 for governmental activities is unrestricted.

Mid-East Commission's Net Assets
Figure 2

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$1,832,177	\$1,975,918	\$ 298,955	\$ 307,969	\$2,131,132	\$2,283,887
Capital assets	43,527	36,123	1,089,925	1,136,339	1,133,452	1,172,462
Total assets	1,875,704	2,012,041	1,388,880	1,444,308	3,264,584	3,456,349
Long-term liabilities outstanding	-	226,951	1,581,736	1,608,403	1,581,736	1,835,354
Other liabilities	808,655	814,764	38,855	40,283	847,510	855,047
Total liabilities	808,655	1,041,715	1,620,591	1,648,686	2,429,246	2,690,401
Net position:						
Net investment in capital assets	43,527	36,123	(491,811)	(704,722)	(448,284)	(668,599)
Restricted	586,596	759,476	-	-	586,596	759,476
Unrestricted	436,926	174,727	260,100	500,344	697,026	675,071
Total net position	\$1,067,049	\$ 970,326	\$ (231,711)	\$ (204,378)	\$ 835,338	\$ 765,948

Several particular aspects of the Commission's financial operations positively influenced the total unrestricted net position:

- Careful management of expenses of the Commission's financial operations positively influenced resources to support indirect expenses.

Mid-East Commission
Changes in Net Position
Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues						
Charges for Services	\$ -	\$ -	\$ 193,931	\$ 221,207	\$ 193,931	\$ 221,207
Operating grants	7,079,160	7,403,756	128,851	212,252	7,208,011	7,616,008
General revenues:						
Grants and contributions not restricted to specific programs	-	-	61,163	-	61,163	-
Investment earnings, unrestricted	25,685	13,958	128	402	25,813	14,360
Total revenues	7,104,845	7,417,714	384,073	433,861	7,488,918	7,851,575
Expenses:						
Economic & Physical Development	3,035,611	3,551,775	-	-	3,035,611	3,551,775
Human Services	3,337,153	3,265,262	-	-	3,337,153	3,265,262
Indirect costs	635,358	565,634	-	-	635,358	565,634
Business type activities	-	-	411,406	470,898	411,406	470,898
Total expenses	7,008,122	7,382,671	411,406	470,898	7,419,528	7,853,569
 Increase (decrease) in net position before transfers	 96,723	 35,043	 (27,333)	 (37,037)	 69,390	 (1,994)
 Transfers	 -	 -	 -	 -	 -	 -
 Increase (decrease) in net position	 96,723	 35,043	 (27,333)	 (37,037)	 69,390	 (1,994)
Net position, July 1	970,326	935,283	(204,378)	(167,341)	765,948	767,942
Net position, June 30	\$ 1,067,049	\$ 970,326	\$ (231,711)	\$ (204,378)	\$ 835,338	\$ 765,948

Governmental activities: Governmental activities depreciation decreased the Commission's net position by \$10,288.

Business-type activities: Business-type activities depreciation decreased the Commission's net position by \$48,200.

Financial Analysis of the Commission's Funds

As noted earlier, the Mid-East Commission uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The General fund is the chief operating fund of Mid-East Commission. At the end of the current fiscal year, the fund balance of the General Fund was \$244,704, while fund balance available was \$0.

At June 30, 2013, the Governmental Funds of the Commission reported a combined fund balance of \$586,596 with a net decrease of \$172,880. Included in these changes in fund balance is an increase only in the General Fund.

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

Proprietary Funds: The Commission's proprietary funds provide the same type of information found in the government-wide statements but in more detail. The total decrease in net position was \$27,333.

Capital Asset and Debt Administration

Capital assets. The Mid-East Commission's capital assets for its governmental and business-type activities as of June 30, 2013 totals \$43,527 (net of accumulated depreciation) and \$1,089,925 (net of accumulated depreciation) respectively. These assets are primarily equipment for the governmental activities, and buildings and land for the business-type activities.

Mid-East Commission's Capital Assets (net of depreciation)

Figure 4

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ -	\$ -	\$ 98,750	\$ 98,750	\$ 98,750	\$ 98,750
Buildings	-	-	984,999	1,032,457	984,999	1,032,457
Equipment	43,527	36,123	6,176	5,132	49,703	41,255
Total	\$ 43,527	\$ 36,123	\$ 1,089,925	\$ 1,136,339	\$ 1,133,452	\$ 1,172,462

Additional information on the Commission's capital assets can be found in the notes of the Basic Financial Statements.

Long-term Debt. As of June 30, 2013 the Mid-East Commission's notes payable totaled \$0- for the Intermediary Relending Program and \$1,581,736 for the Mid-East Development Corporation.

**Mid-East Commission's Outstanding Debt
Compensated Absences and Installment Purchases
Figure 5**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Compensated absences	\$ 111,344	\$ 108,711	\$ -	\$ -	\$ 111,344	\$ 108,711
OPEB Liability	48,368	28,560	-	-	48,368	28,560
Installment purchases	-	226,951	1,581,736	1,608,403	1,581,736	1,835,354
Total	\$ 159,712	\$ 357,949	\$ 1,581,736	\$ 1,607,088	\$ 1,741,448	\$ 1,972,625

Additional information regarding the Mid-East Commission's long-term debt can be found in the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The Mid-East Commission, Region Q, continues to experience high unemployment. However, federal funding for the Work Force Investment Act during the last several fiscal years was reduced. We anticipate this reduction to continue. These reductions have affected the Commission's funding level and staffing patterns.

Request for Information

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

Mid-East Commission
1385 John Small Avenue
Washington, NC 27889

You can also call 252-974-1853, visit their website at www.mideastcom.org, or send an e-mail to jdodge@mideastcom.org for more information.

BASIC FINANCIAL STATEMENTS

Mid-East Commission
Statement of Net Position
June 30, 2013

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 1,018,616	\$ 183,465	\$ 1,202,081
Cash - Security deposits	-	15,276	15,276
Cash - Escrow	-	2,125	2,125
Cash - Reserve	-	81,635	81,635
Restricted Cash	-	-	-
Grants receivable	481,310	-	481,310
Accounts receivable	331,051	14,299	345,350
Prepays	1,200	2,155	3,355
Total Current Assets	<u>1,832,177</u>	<u>298,955</u>	<u>2,131,132</u>
Capital assets:			
Land, improvements, and construction in progress	-	98,750	98,750
Other capital assets, net of depreciation	43,527	991,175	1,034,702
Total capital assets	<u>43,527</u>	<u>1,089,925</u>	<u>1,133,452</u>
Total assets	<u>\$ 1,875,704</u>	<u>\$ 1,388,880</u>	<u>\$ 3,264,584</u>
LIABILITIES			
Accounts payable and accrued expenses	\$ 760,287	\$ 23,630	\$ 783,917
OPEB payable	48,368	-	48,368
Security deposits	-	15,225	15,225
Long-term liabilities:			
Due within one year	-	24,038	24,038
Due in more than one year	-	1,557,698	1,557,698
Total liabilities	<u>808,655</u>	<u>1,620,591</u>	<u>2,429,246</u>
NET POSITION			
Net Investment in Capital Assets	43,527	(491,811)	(448,284)
Restricted			
Stabilization by State Statute	1,051,193	-	1,051,193
Economic development	(464,597)	-	(464,597)
Unrestricted (deficit)	436,926	260,100	697,026
Total net position	<u>\$ 1,067,049</u>	<u>\$ (231,711)</u>	<u>\$ 835,338</u>

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

MID-EAST COMMISSION
Statement of Activities
For the Year Ended June 30, 2013

		Program Revenues	
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions
Primary government:			
Governmental Activities:			
Economic and physical development	\$ 3,035,611	\$ -	\$ 3,676,240
Human services	3,337,153	-	3,402,920
Indirect costs	635,358	-	-
Total governmental activities	7,008,122	-	7,079,160
Business-type activities:			
Mid-East Development Corporation	411,406	193,931	128,851
Total business-type activities	411,406	193,931	128,851
Total primary government	\$ 7,419,528	\$ 193,931	\$ 7,208,011
General revenues:			
Grants and contributions not restricted to specific programs			
Unrestricted investment earnings			
Total general revenues			
Change in net position			
Net position, beginning			
Net position, ending			

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

	Net (Expense) Revenue and Changes in Net Position		
	Primary Government		
Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
\$ -	\$ 640,629	-	640,629
-	65,767	-	65,767
-	(635,358)	-	(635,358)
-	71,038	-	71,038
61,163	-	(27,461)	(27,461)
61,163	-	(27,461)	(27,461)
\$ 61,163	71,038	(27,461)	43,577
-	-	-	-
25,685	128	25,813	
25,685	128	25,813	
96,723	(27,333)	69,390	
970,326	(204,378)	765,948	
\$ 1,067,049	\$ (231,711)	\$ 835,338	

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

MID-EAST COMMISSION
Balance Sheet
Governmental Funds
June 30, 2013

	Major Funds		Governmental
	General Fund	Special Revenue	Funds
ASSETS			
Cash and cash equivalents	\$ -	\$ 1,018,616	\$ 1,018,616
Grants receivable	-	481,310	481,310
Restricted cash	-	-	-
Accounts receivable	5,872	-	5,872
Other receivables	-	16,857	16,857
Loans receivable	-	308,322	308,322
Prepays	-	1,200	1,200
Due from other funds	335,016	(335,016)	-
Total assets	<u>340,888</u>	<u>1,491,289</u>	<u>1,832,177</u>
LIABILITIES			
Liabilities:			
Accounts payable and accrued liabilities	-	760,287	760,287
Total liabilities	<u>-</u>	<u>760,287</u>	<u>760,287</u>
DEFERRED INFLOWS OF RESOURCES			
Unearned revenues	96,184	389,110	485,294
Total deferred inflows of resources	<u>96,184</u>	<u>389,110</u>	<u>485,294</u>
FUND BALANCES			
Restricted			
Stabilization by State Statute	244,704	806,489	1,051,193
Economic development	-	-	-
Committed			
Economic development	-	(464,597)	(464,597)
Total fund balances	<u>244,704</u>	<u>341,892</u>	<u>586,596</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>340,888</u>	\$ <u>1,491,289</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:	43,527
Deferred inflows of resources for grants receivable.	485,294
Some liabilities, including bonds payable and accrued interest, are not due and payable in current period and therefore are not reported in the funds	(48,368)
Total net position of governmental activities	\$ <u>1,067,049</u>

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

MID-EAST COMMISSION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2013

	Major Funds		
	General	Special Revenue	Total
REVENUES			
Federal awards	\$ -	\$ 4,371,085	\$ 4,371,085
State awards	-	1,677,169	1,677,169
Local in kind match	-	264,393	264,393
Other local revenue	220,095	464,194	684,289
Program income	-	36,391	36,391
Interest income	1,041	24,644	25,685
Total revenues	221,136	6,837,876	7,059,012
EXPENDITURES			
Economic and physical development	112,334	3,646,674	3,759,008
Human services	-	3,472,884	3,472,884
Total expenditures	112,334	7,119,558	7,231,892
Revenues over (under) expenditures	108,802	(281,682)	(172,880)
OTHER FINANCING SOURCES (USES):			
Transfers (to) from other funds	20,506	(20,506)	-
Transfer of local matching funds	(128,169)	128,169	-
Total other financing sources (uses)	(107,663)	107,663	-
Net change in fund balance	1,139	(174,019)	(172,880)
Fund balances, beginning	243,565	515,911	759,476
Fund balances, ending	\$ 244,704	\$ 341,892	\$ 586,596

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

MID-EAST COMMISSION
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2013

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

Net changes in fund balances - total governmental funds	\$ (172,880)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	16,627
Book value of asset sold	(9,223)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
June 30, 2012	(430,238)
June 30, 2013	485,294
Change in deferred revenues	<u>55,056</u>
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.	(19,808)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.	<u>226,951</u>
Total changes in net position of governmental activities	\$ <u><u>96,723</u></u>

MID-EAST COMMISSION
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances - Annual Budget and Actual
For the Year Ended June 30, 2013

	General Fund			Variance with Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Other local revenue	\$ 218,956	\$ 218,956	\$ 220,095	\$ 1,139
Interest Income	1,041	1,041	1,041	-
Total Revenues	<u>219,997</u>	<u>219,997</u>	<u>221,136</u>	<u>1,139</u>
Expenditures:				
General Government	<u>112,334</u>	<u>112,334</u>	<u>112,334</u>	<u>-</u>
Total Expenditures	<u>112,334</u>	<u>112,334</u>	<u>112,334</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>107,663</u>	<u>107,663</u>	<u>108,802</u>	<u>1,139</u>
Other Financing Sources (Uses):				
Transfers (to) from other funds	20,506	20,506	20,506	-
Transfer of local matching funds	<u>(128,169)</u>	<u>(128,169)</u>	<u>(128,169)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(107,663)</u>	<u>(107,663)</u>	<u>(107,663)</u>	<u>-</u>
Net Change in fund Balance	\$ <u>-</u>	\$ <u>-</u>	1,139	\$ <u>1,139</u>
Fund Balances, Beginning of Year			243,565	
Fund Balances, End of Year			<u>\$ 244,704</u>	

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

MID-EAST COMMISSION
Statement of Fund Net Position
Proprietary Fund
June 30, 2013

	<u>Major Enterprise Fund</u> <u>Mid-East Development</u> <u>Corporation</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 183,465
Cash - Security deposits	15,276
Cash - Escrow	2,125
Cash - Reserve	81,635
Accounts receivable	14,299
Prepaid expenses	2,155
Total current assets	<u>298,955</u>
Capital assets:	
Land	98,750
Other capital assets, net of depreciation	991,175
Total capital assets	<u>1,089,925</u>
Total Assets	<u>\$ 1,388,880</u>
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	\$ 23,630
Security deposits	15,225
Notes payable - current	24,038
Total current liabilities	<u>62,893</u>
Noncurrent liabilities:	
Notes payable - noncurrent	1,557,698
Total noncurrent liabilities	<u>1,557,698</u>
Total liabilities	<u>1,620,591</u>
NET POSITION	
Net investment in capital assets	(491,811)
Unrestricted	260,100
Total Net Position	<u>\$ (231,711)</u>

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

MID-EAST COMMISSION
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
For the Year Ended June 30, 2013

	Major Fund Mid-East Development Corporation
OPERATING REVENUES:	
Rental income	\$ 183,809
Operation and management	792
Other revenue	9,330
Total operating revenues	<u>193,931</u>
OPERATING EXPENSES	
Management related	65,227
Operation of program services	203,252
Contractual services	56,510
Depreciation	48,204
Total operating expenditures	<u>373,193</u>
Operating income (loss)	<u>(179,262)</u>
NON-OPERATING REVENUES (EXPENSES):	
Rental assistance - RECD	104,713
Interest subsidies - RECD	24,138
Interest income	128
Contributions and local support	-
Interest expense	(38,213)
Total nonoperating revenues (expenses)	<u>90,766</u>
Income (loss) before capital contributions	(88,496)
Capital contributions	<u>61,163</u>
Change in net position	<u>(27,333)</u>
Total net position, beginning	<u>(204,378)</u>
Total net position, ending	<u>\$ (231,711)</u>

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

MID-EAST COMMISSION
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2013

	Major Fund Development Corporation
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from renters	\$ 183,809
Other cash received	10,122
Cash paid for goods and services	(254,221)
Cash paid to employees for services	(65,227)
Net cash provided (used) by operating activities	(125,517)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
Rental assistance and interest subsidies	128,851
Contributions and local support	-
Net cash provided (used) by non-capital financing activities	128,851
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital contributions	\$ 61,163
Acquisition and construction of capital assets	(1,644)
Disposal of asset	(142)
Principal paid on long-term debt	(26,667)
Interest paid on long-term debt	(38,213)
Net cash provided (used) by capital and related financing activities	(5,503)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest income	128
Net cash provided (used) by investing activities	128
Net increase (decrease) in cash and cash equivalents	(2,041)
Cash and cash equivalents, beginning	284,542
Cash and cash equivalents, ending	\$ 282,501

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

MID-EAST COMMISSION
 Reconciliation of the Statement of Cash Flows of Proprietary Fund
 For the Year Ended June 30, 2013

Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)	\$	(179,262)
Adjustments to reconcile excess of revenues over (under) expenses to net cash used by operating activities		
Depreciation		48,204
Changes in current assets and current liabilities		
(Increase) decrease in accounts receivable		7,141
(Increase) decrease in prepaid expenses		(168)
Increase (decrease) in accounts payable		(625)
Increase (decrease) in security deposits		(807)
Total adjustments		<u>53,745</u>
Net cash provided (used) by operating activities	\$	<u>(125,517)</u>

Supplemental disclosure of cash flow information:

Rental assistance from the Rural Economic and Community Development Service was applied to cover note principal of \$104,713. Interest subsidies in the amount of \$24,138 were applied to the corporation's debt.

NOTES TO THE FINANCIAL STATEMENTS

MID-EAST COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2013

I. Summary of Significant Accounting Policies

The accounting policies of Mid-East Commission conform to generally accepted accounting principles as applicable to Councils of Government. The following is a summary of the more significant accounting policies:

A. Reporting Entity

Mid-East Commission, a Council of Government for Region Q, was established to coordinate various funding received from Federal and State agencies. Currently, there are 5 county governments and 40 municipal governments participating as members in the Mid-East Commission. As required by generally accepted accounting principles, these financial statements present the Commission and its component unit, a legally-separate entity for which the Commission is financially accountable. The blended component unit, although it is a legally separate entity, is, in substance, part of the Commission's operations.

Blended Component Unit

Mid-East Development Corporation

The Mid-East Development Corporation, a non-profit corporation, was formed in February 1990, for the primary purpose of facilitating affordable housing for the populations of the Counties in Region Q. The by-laws signed on March 15, 1990, state that the Board of Directors shall consist of the chairman of the Mid-East Commission Board, the five county commissioner representatives and five of the municipal representatives, no two of whom shall be from the same county, as elected from the Mid-East Commission Board. On February 28, 1991, Mid-East Commission entered into a contract with Mid-East Development Corporation by which Mid-East Commission will provide administrative services for the Corporation. Therefore, the Corporation is reported as an enterprise fund in the Commission's financial statements.

Mid-East Development Corporation did not issue separate financial statements for the year ended June 30, 2013.

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. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the Commission. Governmental activities generally are financed through intergovernmental revenues and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Commission and for each function of the Commission'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 Commission's funds. Separate statements for each fund category – *governmental* and *proprietary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

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

The Commission reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Commission. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue source is membership dues of the participating local governmental units.

Special Revenue Funds - The Special Revenue Fund accounts for specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes. The Commission reports all Special Revenue Funds within Aging, Workforce Development Region Q, Economic development, Mid-East Revolving Loan Fund, Mid-East IRP Fund, Planning, State Technical Assistance, Hispanic ESL Program, Roanoke-Chowan DTF.

The Commission reports the following major enterprise fund:

Mid-East Development Corporation - This fund is used to account for the Commission's facilitation of affordable housing in Region Q.

C. Measurement Focus, Basis of Accounting

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

Government-wide and Proprietary Fund Financial Statements - The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary 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 Commission gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants 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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Commission enterprise funds are charges to customers for rent. Operating expenses for enterprise funds include the cost of rentals, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Governmental Fund Financial Statements - Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, 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 Commission considers all revenues available if they are collected within 90 days after year-end. 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 Commission funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the Commission's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

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

D. Budgetary Data

The Commission's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund. Project ordinances are adopted for the special revenue fund. All annual appropriations lapse at fiscal year-end. All budgets are prepared using the modified accrual basis of accounting. Some special revenue fund projects are budgeted on the period of the corresponding grant, which does not follow the same fiscal year as the Commission. Expenditures may not legally exceed appropriations at the functional level for the general fund and at the departmental level for the special revenue fund. The Budget Officer is authorized by the budget ordinance to transfer appropriations within a fund; however, any revisions that alter total expenditures of any fund must be approved by the governing board. During the year, several amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

E. Assets, Liabilities, Deferred Outflow/Inflows of Resources and Fund Equity

1. Deposits and Investments

All deposits of the Commission and Mid-East Development Corporation are made in Board-designated official depositories and are secured as required by State law [G.S. 159-31]. The Commission and Mid-East Development Corporation may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the Commission and Mid-East Development Corporation 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 Commission and the Mid-East Development Corporation 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-registers (2a7) money market mutual fund are valued at fair value, which is the NCCMT's share price.

2. Cash and Cash Equivalents

Mid-East Commission pools money from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents. Mid-East Development Corporation 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. In accordance with Rural Economic & Community Development (RECD) service regulations, the Corporation maintains all RECD project funds separate and distinct from other projects, and tenant security deposits are maintained in an account separate from other project funds.

3. Restricted Assets

Special Revenue funds are also classified as restricted cash because it can be expended only for the purposes for which the monies were granted.

4. Allowance for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years. Mid-East Commission did not have an allowance for doubtful accounts for the current year.

5. 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 and expenses as the items are used.

6. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Purchased or constructed capital assets are reported at cost. Donated assets are listed at the market value at the date of the donation. Certain items acquired before July 1, 1970 are recorded at an estimated original cost. The total of such estimates is not considered large enough that errors would be material when the fixed assets are considered as whole. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated over their estimated useful lives on a straight-line basis as follows:

<u>Asset Class</u>	<u>Estimated Useful Life</u>
Buildings	40 years
Furniture and equipment	6-10 years

7. Long-term Obligations

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

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 Commission does not have any items that meets this criterion.

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 Commission has only one item that meet the criterion for this category - unearned grant revenues.

9. Compensated Absences

The vacation policies of the Commission and Mid-East Development Corporation generally provides for the accumulation of up to thirty (30) days of earned vacation leave with such leave being fully vested when earned. The Commission adopted a policy of recognizing an expenditure for the current portion of the accumulated vacation pay. The corresponding liability is reported in the Commission's special revenue fund. For the Commission's proprietary fund, Mid-East development Corporation, an expense and a liability for compensated absences and the salary-related payments are recorded within the fund as the leave is earned.

The sick leave policies of the Commission and Mid-East Development Corporation 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 determination of length of service for retirement benefit purposes. Since neither entity has any obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

10. 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 assets represent 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 wither (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance - This classification includes amounts that are restricted to specific purposes externally imposed by creditors or

Restricted for Stabilization by State statute - portion of fund balance that is restricted by State Statute [G.S. 159-8(a)].

Committed Fund Balance - portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of the Commission's governing body (highest level of decision-making authority). Any changes or removal of specific purposes requires majority action by the governing body.

Committed for Economic Development - portion of fund balance assigned by the board for economic development.

Assigned Fund Balance - portion of fund balance that the Commission intends to use for specific purposes.

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; however the budget ordinance authorizes the manager to modify the appropriations by resource or appropriation within funds up to \$100,000.

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

The Commission 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-commission funds, commission 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 Commission.

F. Revenues, Expenditures and ExpensesCost Allocation Plan

Mid-East Commission institutes an annual cost allocation plan, based on estimates of the current year, in which indirect costs are pro-rated to the various grants based on an indirect rate that is determined in accordance with federal guidelines. The indirect costs shown in this report for the various grants have been adjusted to the actual amount of indirect expenditures for the year ended June 30, 2013. The rates, estimated and actual, that were used to allocate indirect costs and fringe benefits are as follows:

	<u>Estimated</u>	<u>Actual</u>
Indirect cost rate	65.950%	33.92%
Fringe benefit rate	59.120%	53.649%

Other Resources

The general fund provides the basis of local resources for the special revenue funds. These transactions are recorded as "Transfers to other funds" or "Transfer of local matching funds" in the General Fund and "Transfers from General Fund" or "Transfer of local matching funds" in the receiving fund.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and AccountabilityA. Significant Violations of Finance-Related Legal and Contractual Provisions1. Noncompliance with North Carolina General Statutes

No material instances of noncompliance with North Carolina Statutes were noted during the audit.

2. Contractual Violations

None.

B. Deficit in Fund Balance or Net Position of Individual Funds

None.

C. Excess of Expenditures over Appropriations

None.

III. Detail Notes on All FundsA. Assets1. Deposits

All of the deposits of the Commission and the Development Corporation 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 Commission's and the Development Corporation'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 Commission and Development Corporation, these deposits are considered to be held by their agent 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 Commission or Development Corporation, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the Commission or Development Corporation under the Pooling Method, the potential exists for the under collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The Commission has no policy regarding custodial credit risk for deposits, but relies on the State Treasurer to enforce standards of minimum capitalization for all pooling method financial institutions and to monitor them for compliance. The Commission complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The Development Corporation has no formal policy regarding custodial credit risk for deposits.

At June 30, 2013, the Commission's deposits had a carrying amount of \$1,144,538 and a bank balance of \$1,236,357. Of the bank balance, \$900,000 was covered by federal depository insurance and the remainder was covered by collateral held under the pooling method.

2. Investments

At June 30, 2013, the Commission had \$156,579 invested with the North Carolina Management Trust's Cash Portfolio which carried a credit rating of AAAM by Standard and Poor's. The Commission has no policy regarding credit risk.

3. Receivables

Receivables at the government-wide level at June 30, 2013 were as follows:

	Accounts	Due From Other Governments	Loans Receivable	Total
Governmental Activities:				
General	\$ 5,872	\$ -	\$ -	\$ 5,872
Other Governmental	16,857	481,310	308,322	806,489
Total Receivables	<u>\$ 22,729</u>	<u>\$ 481,310</u>	<u>\$ 308,322</u>	<u>\$ 812,361</u>
Business-Type Activities:				
Mid-East Development Corp	\$ 14,299	\$ -	\$ -	\$ 14,299

4. Capital Assets

Capital asset activity for the Primary Government year ended June 30, 2013, was as follows:

	Beginning Balances July 1, 2012	Increases	Decreases	Ending Balances June 30, 2013
Governmental Activities:				
Capital assets not being depreciated:				
Equipment	\$ 103,969	\$ 26,915	\$ (34,965)	\$ 95,919
Less accumulated depreciation for Equipment	67,846	10,288	(25,742)	52,392
Governmental activity capital assets, net	<u>36,123</u>			<u>43,527</u>

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

General government	\$ 10,288
Economic Development	-
Total Depreciation Expense	<u>\$ 10,288</u>

	Beginning Balances July 1, 2012	Increases	Decreases	Ending Balances June 30, 2013
Business-type Activities				
Mid-East Development Corporation				
Capital assets not being depreciated:				
Land	\$ 98,750	\$ -	\$ -	\$ 98,750
Capital assets being depreciated:				
Buildings	1,765,341	-	-	1,765,341
Furniture, fixtures, equipment	45,521	1,315	-	46,836
Total capital assets being depreciated	<u>1,810,862</u>	<u>1,315</u>	<u>-</u>	<u>1,812,177</u>
Less accumulated depreciation for:				
Buildings	732,409	47,933	-	780,342
Furniture, fixtures, equipment	40,389	271	-	40,660
Total accumulated depreciation	<u>772,798</u>	<u>48,204</u>	<u>-</u>	<u>821,002</u>
Total capital assets being depreciated, net	<u>1,038,064</u>			<u>991,175</u>
Business-type activities capital assets, net	<u>\$ 1,136,814</u>			<u>\$ 1,089,925</u>

Loans Receivable

The Revolving Loan Fund, established by Mid-East Commission with Economic Development Administration grant funds, provides loans eligible to small businesses to boost economic development in the area. At June 30, 2013 loans receivable amounted to \$308,322 and consisted of several separate loans varying in amounts from \$3,780 to \$148,568 with varying repayment schedules. One loan is in default in the amount of \$49,222.

The Intermediary Re-lending Program Fund, established by the Mid-East Commission with the U.S. Department of Agriculture - Rural Development loan funds, provides loans to eligible small businesses to boost economic development in the area. At June 30, 2012 loans receivable amounted to \$-0-.

B. Liabilities1. Payables

Payables at the government-wide level at June 30, 2013, were as follows:

	Vendors	Other	Total
Governmental Activities			
Other Governmental	\$ 760,287	\$ -	\$ 760,287
Business-type Activities			
Mid-East Development Corporation	\$ 23,630	\$ -	\$ 23,630

2. Pension Plan and Other Post Employment Obligationsa. Local Governmental Employees' Retirement System

Plan Description - The Mid-East Commission contributes to the statewide Local Government Employees' Retirement System (LERS), a cost-sharing multiple-employer defined pension plan administered by the State of North Carolina. LERS 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 LERS. 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 to the System. The Commission is required to contribute at an actuarially determined rate. For the Commission, the current rate for employees not engaged in law enforcement as a percentage of annual covered payroll was 6.74%. The contribution requirements of members and of the Mid-East Commission are established and may be amended by the North Carolina General Assembly. The Council's contributions to LERS for the years ended June 30, 2013, 2012, and 2011 were \$76,728, \$78,705, and \$73,062, respectively. The contributions made by the Council equaled the required contributions for each year.

b. Deferred Compensation Plan

The Commission offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is available to all Commission employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

c. Other Post Employment BenefitsHealthcare Benefits

Plan Description - Under the terms of a Board resolution, the Board administers a single employer defined benefit healthcare plan ("the Retiree Health Plan").

Funding Policy - According to board resolution, Mid-East Commission provides healthcare benefits to retirees of the Commission who worked at least 1,000 hours per year, and have at least twenty (20) years of creditable service with the Commission at age 60, and who were hired before January 1, 2007 or who retire in any category of unreduced service retirement benefit under Local Governmental Employees Retirement System. The Commission provides full coverage for full-time employees and pro rata coverage for part-time employees in accordance with the following schedule: 20 years creditable service - 60%; 25 years creditable service - 80%; and 30 years creditable service - 100%. The Commission has chosen to fund the healthcare benefits on a pay as you go basis. 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. In fiscal year ended June 30, 2012, the Commission made no contributions.

Annual OPEB Cost and Net OPEB Obligation - The Commission's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer* (ARC).

The Commission has elected to calculate the ARC and related information using the alternative measurement method permitted by GASB Statement 45 for employers in plans with fewer than one hundred total plan members. 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.

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

Annual required contribution	\$ 7,016
Interest on net OPEB obligation	281
Adjustment to annual required contribution	12,511
Annual OPEB cost (expense)	19,808
Contributions made	-
Increase (decrease) in net OPEB obligation	19,808
Net OPEB obligation, beginning of year	28,560
Net OPEB obligation, end of year	\$ 48,368

The Commission's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2013 were as follows:

For Year Ended 30-Jun	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2011	\$ 9,555	0.0%	\$ 19,110
2012	\$ 9,450	0.0%	\$ 28,560
2013	\$ 19,808	0.0%	\$ 48,368

Funded Status and Funding Progress - As of June 30, 2013, the actuarial accrued liability for benefits was \$170,028, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$262,035, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 59 percent.

The projection of future benefit payments for an ongoing plan involves 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 information about the actuarial value of plan assets and the actuarial accrued liabilities for benefits.

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.

The following simplifying assumptions were made:

Retirement age for active employees - Based on the historical average retirement age for the covered group, active plan members were assumed to retire at age 62, or at the first subsequent year in which the member would qualify for benefits.

Marital Status - Marital status of members at the calculation date was assumed to continue throughout retirement.

Mortality - Life expectancies were based on mortality tables from the National Center for Health Statistics. The 2005 United States Life Tables for Males and for Females were used.

Turnover - Non-group-specific age-based turnover data from GASB Statement 45 were used as the basis for assigning active members a probability of remaining employed until the assumed retirement age and for development of an unexpected future working lifetime assumption for purposes of allocating to periods the present value of total benefits paid.

Healthcare cost trend rate - The expected rate of increase in healthcare insurance premiums was based on projections of the Office of the Actuary at the Centers for Medicare & Medicaid Services. A rate of 8.00 percent initially, reduced to an ultimate rate of 5.60 percent after six years, was used.

Health insurance premiums - 2012 health insurance for retirees were used as the basis for calculation of the present value of total

Inflation rate - The expected long-term inflation assumption of 3.8 percent was based on projected changes in the Consumer Price Index for urban Wage Earners and Clerical Workers (CPI-W) in *The 2007 Annual Report of the Board of Trustees of Federal Old-Age and Survivors Insurance and Disability Insurance Trust Funds* for an intermediate growth scenario.

Payroll growth rate - The expected long-term payroll growth rate was assumed to equal the rate of inflation.

Based on the historical and expected returns of the Commission's short-term investment portfolio, a discount rate of 4.00 percent was used. In addition, a simplified version of the entry age actuarial cost method was used. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2013, was twenty-eight years.

3. Other Employment Benefits

The Commission 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 twelve highest months salary in a row during the twenty-four months prior to the employee's death, but the benefit may not be less than \$25,000 and will not exceed \$50,000. All death benefit payments are made from the Death Benefit Plan. The Commission has no liability beyond the payment of monthly contributions. Contributions are determined as a percentage of monthly payroll, based upon rates established annually by the State. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount. The Commission considers these contributions to be immaterial.

4. Operating Lease Commitments

The Commission conducts its operations in leased facilities under a non-cancelable operating lease, which expires in 2014. The Commission also has operating leases for copiers and a telephone system, which expire through 2018.

The minimum rental commitments with initial or remaining terms in excess of one year under operating leases are as follows:

Year Ending 30-Jun	Payment
2014	\$ 136,868
2015	18,973
2016	18,973
2017	18,973
2018	4,642
Total	<u>\$ 198,429</u>

5. Long-Term Obligations

Loans Payable

In July 2003, the Commission entered into a loan agreement with the U.S. Department of Agriculture - Rural Development for the purpose of providing loans to small businesses to boost economic development. On April 29, 2003, the loan was funded in the amount of \$300,000 at an annual interest rate of 1%. Annual payments of principal and interest are due through August 2032. This loan was paid off during the year.

Mid-East Development Corporation Debt

Long-term debt consists of the following at year-end:

3% restricted construction loan with North Carolina Housing Finance Agency, to be written off over a period of 5 years, beginning 2007, after a 14 year compliance period, secured by a deed of trust.	\$ 28,118
0% restricted construction loan with North Carolina Housing Finance Agency, secured by a real estate deed of trust, due in monthly installments of \$322.	86,870
7.25% note payable to Rural Economic and Community Development, secured by real estate deed of trust, due in monthly installments of \$496 including interest, maturing in June 2043 (RECD provides subsidies of 6.25%).	213,977
6.25% note payable to USDA Rural Housing Service, secured by real estate, due in m monthly installments of \$1,377 including interest, maturing in 2051 (RHS provides interest subsidies of 4.6%).	239,540
6.875% note payable to USDA Rural Housing Service, secured by real estate, due in monthly installments of \$148 including interest, maturing in 2015 (RHS provides interest subsidies of 4.6%).	23,847
6.5% note payable to Rural Economic and Community Development, secured by real estate deed of trust, due in monthly installments of \$2,412 including interest, maturing in February 2044 (RECD provides interest subsidies of 5.5%).	989,384
Total	<u>\$ 1,581,736</u>

Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Payment	Total Interest	Interest Subsidy	Interest Expense	Principal
2014	\$ 124,415	\$ 100,377	\$ 70,692	\$ 29,685	\$ 24,038
2015	124,246	99,211	70,692	28,519	25,035
2016	125,089	98,988	70,692	28,296	26,101
2017	123,572	96,331	70,692	25,639	27,241
2018	123,569	95,114	70,692	24,422	28,455
2019-2023	589,735	454,298	353,461	100,837	135,437
2024-2028	589,736	408,449	353,461	54,988	181,287
2029-2033	589,736	344,682	353,461	(8,779)	245,054
2034-2038	580,005	255,744	353,461	(97,717)	324,261
2039-2043	567,920	131,021	353,461	(222,440)	436,899
2044-2048	112,442	28,669	56,171	(27,502)	83,773
2049-2053	47,706	3,551	27,149	(23,598)	44,155
Total	\$ 3,698,171	\$ 2,116,435	\$ 2,204,085	\$ (87,650)	\$ 1,581,736

Note: Interest expense becomes negative in the last years of the mortgage when the interest subsidy is greater than the total interest calculated.

Changes in Long-Term Liabilities

	Beginning Balance 6/30/2012	Increases	Decreases	Ending Balance 6/30/2013	Current Portion of Balance
Governmental Activities:					
Installment Purchases	\$ 226,951	\$ -	\$ (226,951)	\$ -	\$ -
OPEB Liability	28,560	19,808	-	48,368	-
Compensated absences	108,711	2,633	-	111,344	-
Total governmental activities	\$ 364,222	\$ 22,441	\$ (226,951)	\$ 159,712	\$ -
Business Type Activities:					
Installment purchase	\$ 1,608,403	\$ -	\$ (26,667)	\$ 1,581,736	\$ 24,038
Total business type activities	\$ 1,608,403	\$ -	\$ (26,667)	\$ 1,581,736	\$ 24,038

6. Risk Management

The Commission is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Commission participates in two self-funded risk financing pools administered by the Risk Management Agency of the North Carolina Association of County Commissioners. Through these pools, the Commission obtains property coverage equal to replacement cost values of owned property subject to a limit of \$125.5 million for any one occurrence, general and professional liability coverage of \$2 million per occurrence, crime coverage of \$250,000 per occurrence, and worker's compensation coverage up to the statutory limits. The pools are reinsured through a multi-state public entity carrier for single occurrence annual losses in excess of \$500,000 up to a \$2 million limit for liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property and crime coverage, and single occurrence losses of \$350,000 for worker's compensation.

Mid-East Commission carries commercial coverage for all other risks of loss. There have been no significant reduction in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the last three fiscal years.

Mid-East Development Corporation is exposed to various risks of loss to torts; theft of, damage to, and destruction of assets; error and omission; injuries to employees; and natural disasters. The Corporation carries commercial insurance for these 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.

In accordance with G.S. 159-29, the Commission's employees that have access to \$200 or more at any given time of the Commission's funds are performance bonded through a commercial surety bond. The finance director is individually bonded for \$50,000.

7. Contingent Liabilities

At June 30, 2013, the Commission was a defendant to various lawsuits. In the opinion of the Commission's management and the Commission's attorney, the ultimate effect of these legal matters will not have a material adverse effect on the Commission's financial position.

8. Deferred Outflows and Inflows of Resources

Deferred inflows of resources at year-end is comprised of the following:

	Unavailable Revenue	Unearned Revenue
Grants receivable (net)	\$ -	\$ 485,294
Total	\$ -	\$ 485,294

C. Interfund Balances and Activity

Generally, outstanding balances between funds reported as "due to/from other funds" include outstanding charges by one fund to another fund for compensated absences, services, and other miscellaneous receivables/payable between funds.

From the General Fund to the Special Revenue Fund	\$ 335,016
Total	\$ 335,016

Fund Balance

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

Total fund balance - General Fund	\$ 244,704
Less:	
Stabilization by State Statute	244,704
Remaining Fund Balance	\$ -

III. Summary Disclosure of Significant Contingencies

Federal and State Assisted Programs

The Commission has received proceeds from 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.

IV. Change in Accounting Principles/Restatement

The Commission implemented Governmental Accounting Standards Board (GASB) Statement 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, and Statement 65, Items Previously reported as Assets and Liabilities, in the fiscal year ending June 30, 2013. In accordance with GASB Statement 63, the Statement of Net Assets has been replaced with the Statement of Net Position. Items on the Statement of Net Position are now classified into Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position.

REQUIRED
SUPPLEMENTAL FINANCIAL DATA

This section contains additional information required by generally
accounting principals.

- Schedule of Funding Progress for the OPEB
- Schedule of Employer Contribution for the OPEB

MID EAST COMMISSION
Other Post Employment 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)
30-Jun-11	-	\$ 171,128	\$ 171,128	0.0%	\$ 291,951	58.62%
30-Jun-12	-	\$ 173,031	\$ 173,031	0.0%	\$ 295,099	58.63%
30-Jun-13	-	\$ 170,028	\$ 170,028	0.0%	\$ 262,035	64.89%

MID EAST COMMISSION
Other Post Employment Benefits
Required Supplementary Information
Schedule of Employer Contributions

<u>Year Ended June 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2011	\$ 9,555	0.00%
2012	\$ 9,450	0.00%
2013	\$ 19,808	0.00%

GENERAL FUND

The General Fund accounts for resources traditionally associated with government that are not required legally or by sound financial management to be accounted for in other funds.

MID-EAST COMMISSION
General Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	2013		Variance Positive (Negative)
	Budget	Actual	
REVENUES:			
Other local revenue	\$ 218,956	\$ 220,095	\$ 1,139
Interest income	1,041	1,041	-
TOTAL REVENUES	<u>219,997</u>	<u>221,136</u>	<u>1,139</u>
EXPENDITURES			
General government	112,334	112,334	-
Capital outlay	-	-	-
TOTAL EXPENDITURES	<u>112,334</u>	<u>112,334</u>	<u>-</u>
Revenues over (under) expenditures	<u>107,663</u>	<u>108,802</u>	<u>1,139</u>
OTHER FINANCING SOURCES (USES)			
Transfers from (to) other funds:	20,506	20,506	-
Transfer out of local matching funds	(128,169)	(128,169)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(107,663)</u>	<u>(107,663)</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	\$ 1,139	\$ <u>1,139</u>
Fund Balances:			
Beginning of Year		<u>243,565</u>	
End of Year		\$ <u>244,704</u>	

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Mid-East Commission
Page intentionally left blank

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Special Revenue Fund
For the Year Ended June 30, 2013

	Aging	Workforce Development Region Q	Economic Development	Mid-East Revolving Loan Fund	Planning
Revenues:					
Federal awards	\$ 1,602,077	\$ 2,692,069	\$ 76,939	\$ -	\$ -
State awards	1,534,255	-	38,708	-	83,700
Local match	264,393	-	-	-	-
Other local revenue	2,195	-	63,691	1,784	304,657
Program income	-	-	-	36,391	-
Interest income	-	-	-	24,182	-
Total Revenues	<u>3,402,920</u>	<u>2,692,069</u>	<u>179,338</u>	<u>62,357</u>	<u>388,357</u>
Expenditures:					
Personnel	306,961	611,985	105,987	-	186,366
Participant wages and fringes	-	249,330	-	-	-
Travel	48,887	92,764	11,485	-	15,806
Contractual services	2,795,264	1,254,606	34,011	6,495	5,427
Capital outlay	3,997	-	-	-	6,275
Other direct expenses	162,236	152,610	22,597	355	89,666
Indirect costs	155,539	330,774	53,232	-	95,048
Total Expenditures	<u>3,472,884</u>	<u>2,692,069</u>	<u>227,312</u>	<u>6,850</u>	<u>398,588</u>
Revenues over(under) expenditures	<u>(69,964)</u>	<u>-</u>	<u>(47,974)</u>	<u>55,507</u>	<u>(10,231)</u>
Other Financing Sources (Uses)					
Transfers (to) from Special Projects	-	-	-	-	-
Transfer (to) from Special Projects	-	-	-	-	-
Transfer of local matching funds	69,964	-	47,974	-	10,231
Total other financing sources (uses)	<u>69,964</u>	<u>-</u>	<u>47,974</u>	<u>-</u>	<u>10,231</u>
Change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,507</u>	<u>-</u>
Fund Balances:					
Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>215,056</u>	<u>-</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 270,563</u>	<u>\$ -</u>

State Technical Assistance	Mid-East IRP Fund	RLF Sequester	Mid-East Revolving Loan Fund Svc & Mkt	IPT	Roanoke-Chowan DTF	Total June 30, 2013
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,371,085
20,506	-	-	-	-	-	1,677,169
-	-	-	-	-	-	264,393
-	-	37	74,272	15,669	1,889	464,194
-	-	-	-	-	-	36,391
-	462	-	-	-	-	24,644
<u>20,506</u>	<u>462</u>	<u>37</u>	<u>74,272</u>	<u>15,669</u>	<u>1,889</u>	<u>6,837,876</u>
-	-	-	1,888	-	-	1,213,187
-	-	-	-	-	-	249,330
-	-	-	63	-	-	169,005
-	-	-	-	-	-	4,095,803
-	-	-	-	-	-	10,272
-	301,317	37	227	15,669	1,889	746,603
-	-	-	765	-	-	635,358
-	<u>301,317</u>	<u>37</u>	<u>2,943</u>	<u>15,669</u>	<u>1,889</u>	<u>7,119,558</u>
20,506	(300,855)	-	71,329	-	-	(281,682)
-	-	-	-	-	-	-
(20,506)	-	-	-	-	-	(20,506)
-	-	-	-	-	-	128,169
(20,506)	-	-	-	-	-	107,663
-	(300,855)	-	71,329	-	-	(174,019)
-	300,855	-	-	-	-	515,911
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,329</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 341,892</u>

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Aging Programs
For the Year Ended June 30, 2013

	Aging Planning and Administration Title III	Home and Community Care Block Grant	Legal	Reach II	Aging Management Information Services	Title III Elder Abuse
Revenues:						
Federal awards	\$ 145,637	\$ 1,062,035	\$ 18,060	\$ 102,668	\$ -	\$ 5,791
State awards	13,651	1,251,420	1,063	31,390	-	341
Local match	-	248,325	-	-	-	681
Other local revenue	-	-	-	100	2,045	-
Total Revenues	<u>159,288</u>	<u>2,561,780</u>	<u>19,123</u>	<u>134,158</u>	<u>2,045</u>	<u>6,813</u>
Expenditures:						
Personnel	83,593	-	-	69,473	-	641
Travel	18,471	-	-	8,238	-	373
Contractual services	13,855	2,561,780	-	26,230	-	-
Capital outlay	-	-	-	-	-	-
Other direct expenses	43,542	-	19,123	17,878	2,045	5,432
Indirect costs	41,889	-	-	35,966	-	367
Total Expenditures	<u>201,350</u>	<u>2,561,780</u>	<u>19,123</u>	<u>157,785</u>	<u>2,045</u>	<u>6,813</u>
Revenues over(under) expenditures	<u>(42,062)</u>	<u>-</u>	<u>-</u>	<u>(23,627)</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)						
Transfer of local matching funds	42,062	-	-	23,627	-	-
Total other financing sources (uses)	<u>42,062</u>	<u>-</u>	<u>-</u>	<u>23,627</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:						
Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of Year, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Aging Programs
For the Year Ended June 30, 2013

Ombudsman Program	Home and Community Care Block Grant Martin & Beaufort	MIPPA II	AAA Administration Support	Title III-D, Disease Prevention, Health Promotion and Senior Center Outreach	HUD Housing and Home Equity Counseling	Family Caregiver Support
\$ 65,564	\$ -	\$ -	\$ -	\$ 25,369	\$ -	\$ 176,953
27,027	-	6,400	48,261	58,755	-	13,217
10,288	2,107	-	-	844	-	-
-	-	-	-	-	-	-
<u>102,879</u>	<u>2,107</u>	<u>6,400</u>	<u>48,261</u>	<u>84,968</u>	<u>-</u>	<u>190,170</u>
53,464	417	-	21,763	-	-	70,267
9,587	339	-	2,370	-	-	6,828
1,020	233	3,000	6,706	86,943	-	43,559
-	-	-	-	-	-	2,827
11,919	949	3,400	6,809	-	-	32,128
26,889	169	-	10,613	-	-	34,561
<u>102,879</u>	<u>2,107</u>	<u>6,400</u>	<u>48,261</u>	<u>86,943</u>	<u>-</u>	<u>190,170</u>
-	-	-	-	(1,975)	-	-
-	-	-	-	1,975	-	-
-	-	-	-	1,975	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Department of Insurance	Project Care	Special Project	CRC/LCA	Hurricane Irene	Total June 30, 2013
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,602,077
7,000	35,412	-	40,318	-	1,534,255
-	-	2,148	-	-	264,393
-	50	-	-	-	2,195
<u>7,000</u>	<u>35,462</u>	<u>2,148</u>	<u>40,318</u>	<u>-</u>	<u>3,402,920</u>
4,512	-	-	2,831	-	306,961
1,612	-	-	1,069	-	48,887
-	26,081	-	25,857	-	2,795,264
-	-	-	1,170	-	3,997
1,107	9,381	2,148	6,375	-	162,236
2,069	-	-	3,016	-	155,539
<u>9,300</u>	<u>35,462</u>	<u>2,148</u>	<u>40,318</u>	<u>-</u>	<u>3,472,884</u>
(2,300)	-	-	-	-	(69,964)
<u>2,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,964</u>
<u>2,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,964</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MID-EAST COMMISSION
Aging Programs - Aging Planning and Administration Title III
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	\$	\$ 145,637	\$
State awards		13,651	
Local match		-	
Other local revenue		-	
Total revenues	<u>159,288</u>	<u>159,288</u>	<u>-</u>
Expenditures			
Personnel		83,593	
Travel		18,471	
Contractual services		13,855	
Capital outlay		-	
Other direct expenses		43,542	
Indirect costs		41,889	
Total expenditures	<u>201,350</u>	<u>201,350</u>	<u>-</u>
Revenues over (under) expenditures	<u>(42,062)</u>	<u>(42,062)</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>42,062</u>	<u>42,062</u>	<u>-</u>
Total other financing sources (uses)	<u>42,062</u>	<u>42,062</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Aging Programs - Home and Community Care Block Grant
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$	\$ 1,062,035	\$ 1,062,035
State awards		1,251,420	1,251,420
Other local revenue		248,325	248,325
Total revenues	<u>2,561,780</u>	<u>2,561,780</u>	<u>2,561,780</u>
Expenditures			
Contractual services		2,561,780	(2,561,780)
Total expenditures	<u>2,561,780</u>	<u>2,561,780</u>	<u>(2,561,780)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Aging Programs - Legal
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	\$	\$ 18,060	\$
State awards		1,063	
Other local revenue		-	
Total revenues	<u>19,123</u>	<u>19,123</u>	<u>-</u>
Expenditures			
Other direct expenses	-	19,123	
Indirect costs	-	-	
Total expenditures	<u>19,123</u>	<u>19,123</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Reach II
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$	\$ 102,668	\$
State awards		31,390	
Other local revenue		100	
Total revenues	<u>134,158</u>	<u>134,158</u>	<u>-</u>
Expenditures			
Personnel		69,473	
Travel		8,238	
Other direct expenses		17,878	
Indirect costs		35,966	
Contractual services		26,230	
Total expenditures	<u>157,785</u>	<u>157,785</u>	<u>-</u>
Revenues over (under) expenditures	<u>(23,627)</u>	<u>(23,627)</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>23,627</u>	<u>23,627</u>	<u>-</u>
Total other financing sources (uses)	<u>23,627</u>	<u>23,627</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Aging Programs - Aging Management Information Services
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Other local revenue	\$	\$ 2,045	\$ 2,045
Total revenues	<u>2,045</u>	<u>2,045</u>	<u>2,045</u>
Expenditures			
Other direct expenses		2,045	-
Total expenditures	<u>2,045</u>	<u>2,045</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>2,045</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Title III Elder Abuse
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	\$	\$ 5,791	\$
State awards		341	
Local match		681	
Total revenues	<u>6,813</u>	<u>6,813</u>	<u>-</u>
Expenditures			
Personnel		641	
Travel		373	
Other direct expenses		5,432	
Indirect costs		367	
Total expenditures	<u>6,813</u>	<u>6,813</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Ombudsman Program
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	\$	\$ 65,564	\$
State awards		27,027	
Local revenue		10,288	10,288
Total revenues	<u>102,879</u>	<u>102,879</u>	<u>10,288</u>
Expenditures			
Personnel		53,464	
Travel		9,587	
Contractual services		1,020	
Capital outlay		-	
Other direct expenses		11,919	
Indirect costs		26,889	
Total expenditures	<u>102,879</u>	<u>102,879</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>10,288</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>10,288</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - HCCBG Martin and Beaufort Counties
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	\$	\$ -	\$
State awards		-	
Local revenue		2,107	
Total revenues	<u>2,107</u>	<u>2,107</u>	<u>-</u>
Expenditures			
Personnel		417	
Travel		339	
Contractual services		233	
Capital outlay		-	
Other direct expenses		949	
Indirect costs		169	
Total expenditures	<u>2,107</u>	<u>2,107</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - MIPPA II
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
State awards	\$	\$ 6,400	\$
Total revenues	<u>6,400</u>	<u>6,400</u>	
Expenditures			
Personnel		-	
Travel		-	
Contractual services		3,000	
Capital outlay		-	
Other direct expenses		3,400	
Indirect costs		-	
Total expenditures	<u>6,400</u>	<u>6,400</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		-	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - AAA Administration Support
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Postive (Negative)</u>
Revenues			
State awards	\$ <u> </u>	\$ <u>48,261</u>	\$ <u> </u>
Total revenues	<u>48,261</u>	<u>48,261</u>	<u>-</u>
Expenditures			
Personnel		21,763	
Travel		2,370	
Contractual services		6,706	
Capital outlay		-	
Other direct expenses		6,809	
Indirect costs		10,613	
Total expenditures	<u>48,261</u>	<u>48,261</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u><u>-</u></u>	-	\$ <u><u>-</u></u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u><u>-</u></u>	

MID-EAST COMMISSION
Aging Programs - Title III-D Disease Prevention, Health Promotion, and Senior Center Outreach
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	\$	\$ 25,369	\$
Local Match		844	
State awards		58,755	
Total revenues	<u>84,968</u>	<u>84,968</u>	<u>-</u>
Expenditures			
Contractual services		86,943	
Other direct expenses		-	
Total expenditures	<u>86,943</u>	<u>86,943</u>	<u>-</u>
Revenues over (under) expenditures	<u>(1,975)</u>	<u>(1,975)</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>1,975</u>	<u>1,975</u>	<u>-</u>
Total other financing sources (uses)	<u>1,975</u>	<u>1,975</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - HUD Housing and Home Equity Counseling
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
State awards	\$ -	\$ -	
Other local		-	
Total revenues	<u>375</u>	<u>-</u>	<u>-</u>
Expenditures			
Personnel		-	
Travel		-	
Contractual services		-	
Other direct expenses		-	
Indirect costs		-	
Total expenditures	<u>375</u>	<u>-</u>	<u>375</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>375</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>375</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Family Caregiver Support
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	\$	\$ 176,953	\$
Other local revenues		-	
State awards		13,217	
Total revenues	<u>190,170</u>	<u>190,170</u>	<u>-</u>
Expenditures			
Personnel		70,267	
Travel		6,828	
Contractual services		43,559	
Capital outlay		2,827	
Other direct expenses		32,128	
Indirect costs		34,561	
Total expenditures	<u>190,170</u>	<u>190,170</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	- \$ <u>-</u>	
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Department of Insurance
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
State awards	\$	\$ 7,000	\$
Local match		-	
Total revenues	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Expenditures			
Personnel		4,512	
Travel		1,612	
Contractual services	-	-	
Other direct expenses		1,107	
Indirect costs		2,069	
Total expenditures	<u>9,300</u>	<u>9,300</u>	<u>-</u>
Revenues over (under) expenditures	<u>(2,300)</u>	<u>(2,300)</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>2,300</u>	<u>2,300</u>	<u>-</u>
Total other financing sources (uses)	<u>2,300</u>	<u>2,300</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		-	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Project Care
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$	\$ -	\$
State awards		35,412	
Other local revenue		50	
Local match		-	
Total revenues	<u>35,462</u>	<u>35,462</u>	<u>-</u>
Expenditures			
Personnel		-	
Travel		-	
Contractual services		26,081	
Capital outlay		-	
Other direct expenses		9,381	
Indirect costs		-	
Total expenditures	<u>35,462</u>	<u>35,462</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Special Project
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	\$	\$ -	\$
State awards		-	
Other local revenue		2,148	
Local match		-	
Total revenues	<u>2,148</u>	<u>2,148</u>	<u>-</u>
Expenditures			
Personnel		-	
Travel		-	
Contractual services		-	
Capital outlay		-	
Other direct expenses		2,148	
Indirect costs		-	
Total expenditures	<u>2,148</u>	<u>2,148</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer of local matching funds	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Aging Programs - CRC/LCA
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
State revenues	\$	\$ 40,318	\$
Total revenues	<u>40,318</u>	<u>40,318</u>	<u>-</u>
Expenditures			
Personnel		2,831	
Travel		1,069	
Contractual services		25,857	
Other direct expenses		6,375	
Equipment		1,170	
Indirect costs		3,016	
Total expenditures	<u>40,318</u>	<u>40,318</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	- \$ <u>-</u>	
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Aging Programs - Hurricane Irene
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Local Match	\$	\$ -	\$
State awards		-	
Total revenues	<u>18,428</u>	<u>-</u>	<u>-</u>
Expenditures			
Personnel		-	
Travel		-	
Contractual services		-	
Other direct expenses		-	
Indirect costs		-	
Total expenditures	<u>18,428</u>	<u>-</u>	<u>18,428</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>18,428</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ 18,428</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Workforce Development Region Q
For the Year Ended June 30, 2013

	Administration WIA 2010	Adult WIA 2020	MIS/ Business Services	Energy Grant	Dislocated Worker WIA 2030	Youth WIA 2040	Incentive WIA 2050	Total June 30, 2013
Revenues:								
Federal awards	\$ 277,321	\$ 673,330	\$ 40,000	\$ 205,413	\$ 650,545	\$ 833,236	\$ 12,224	\$ 2,692,069
Local match	-	-	-	-	-	-	-	-
Total Revenues	<u>277,321</u>	<u>673,330</u>	<u>40,000</u>	<u>205,413</u>	<u>650,545</u>	<u>833,236</u>	<u>12,224</u>	<u>2,692,069</u>
Expenditures:								
Personnel	149,373	100,623	8,934	47,379	123,776	181,900	-	611,985
Participant wages and fringes	-	38,947	-	-	95,702	114,681	-	249,330
Travel	17,513	13,798	5,373	772	38,043	8,207	9,058	92,764
Contractual services	5,832	440,654	300	128,302	281,912	397,606	-	1,254,606
Capital outlay	-	-	-	-	-	-	-	-
Other direct expenses	30,420	7,464	20,801	5,725	46,923	38,111	3,166	152,610
Indirect costs	74,183	71,844	4,592	23,235	64,189	92,731	-	330,774
Total Expenditures	<u>277,321</u>	<u>673,330</u>	<u>40,000</u>	<u>205,413</u>	<u>650,545</u>	<u>833,236</u>	<u>12,224</u>	<u>2,692,069</u>
Revenues over(under) expenditures	-	-	-	-	-	-	-	-
Change in fund balance	-	-	-	-	-	-	-	-
Fund Balances:								
Beginning of Year	-	-	-	-	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MID-EAST COMMISSION
Workforce Development Region Q - Administration - WIA 2010
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards		277,321	
Local match		-	
Total revenues	<u>277,321</u>	<u>277,321</u>	<u>-</u>
Expenditures			
Administration:			
Personnel		149,373	
Travel		17,513	
Contractual services		5,832	
Capital outlay		-	
Other direct expenses		30,420	
Indirect costs		74,183	
Total expenditures (admin)	<u>277,321</u>	<u>277,321</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
 Workforce Development Region Q - Adult - WIA 2020
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	673,330	673,330	-
Total revenues	673,330	673,330	-
Expenditures			
Program:			
Personnel	100,623	100,623	-
Participant wages and fringes	38,947	38,947	-
Travel	13,798	13,798	-
Contractual services	440,654	440,654	-
Other direct expenses	7,464	7,464	-
Indirect costs	71,844	71,844	-
Total expenditures (program)	673,330	673,330	-
Revenues over (under) expenditures	-	-	-
Change in fund balance	\$ -	-	\$ -
Fund Balances:			
Beginning of year		-	
End of year		\$ -	

MID-EAST COMMISSION
Workforce Development Region Q - MIS/Business Services
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	40,000	40,000	-
Total revenues	40,000	40,000	-
Expenditures			
Program:			
Personnel	8,934	8,934	-
Participant wages and fringes	-	-	-
Travel	5,373	5,373	-
Contractual services	300	300	-
Other direct expenses	20,801	20,801	-
Indirect costs	4,592	4,592	-
Total expenditures (program)	40,000	40,000	-
Revenues over (under) expenditures	-	-	-
Change in fund balance	\$ -	-	\$ -
Fund Balances:			
Beginning of year		-	
End of year		\$ -	

MID-EAST COMMISSION
Workforce Development Region Q - Energy Grant
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	205,413	205,413	-
Total revenues	<u>205,413</u>	<u>205,413</u>	<u>-</u>
Expenditures			
Program:			
Personnel	47,379	47,379	-
Participant wages and fringes	-	-	-
Travel	772	772	-
Contractual services	128,302	128,302	-
Other direct expenses	5,725	5,725	-
Indirect costs	23,235	23,235	-
Total expenditures (program)	<u>205,413</u>	<u>205,413</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Workforce Development Region Q - Dislocated Worker - WIA 2030
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	<u>650,545</u>	<u>650,545</u>	<u>-</u>
Total revenues	<u>650,545</u>	<u>650,545</u>	<u>-</u>
Expenditures			
Program:			
Personnel	123,776	123,776	-
Participant wages and fringes	95,702	95,702	-
Travel	38,043	38,043	-
Contractual services	281,912	281,912	-
Other direct expenses	46,923	46,923	-
Indirect costs	<u>64,189</u>	<u>64,189</u>	<u>-</u>
Total expenditures (program)	<u>650,545</u>	<u>650,545</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Workforce Development Region Q - Youth - WIA 2040
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	833,236	833,236	-
Total revenues	<u>833,236</u>	<u>833,236</u>	<u>-</u>
Expenditures			
Program:			
Personnel	181,900	181,900	-
Participant wages and fringes	114,681	114,681	-
Travel	8,207	8,207	-
Contractual services	397,606	397,606	-
Capital outlay	-	-	-
Other direct expenses	38,111	38,111	-
Indirect costs	92,731	92,731	-
Total expenditures (program)	<u>833,236</u>	<u>833,236</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Workforce Development Region Q - Incentive - WIA 2050
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Postive (Negative)</u>
Revenues			
Federal awards	12,224	12,224	-
Local match	-	-	-
Total revenues	<u>12,224</u>	<u>12,224</u>	<u>-</u>
Program:			
Personnel	-	-	-
Participant wages and fringes	-	-	-
Travel	9,058	9,058	-
Contractual services	-	-	-
Capital outlay	-	-	-
Other direct expenses	3,166	3,166	-
Indirect costs	-	-	-
Total expenditures	<u>12,224</u>	<u>12,224</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

Mid-East Commission
Page intentionally left blank

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -Economic Development Programs
For the Year Ended June 30, 2013

	Economic Development Administration	Hurricane Irene	NC Tommorrow	Beaufort County CMW RC	GUC ARRA	Washington CDBG
Revenues:						
Federal awards	\$ 63,000	\$ 13,939	\$ -	\$ -	\$ -	\$ -
State awards	-	22,649	16,059	-	-	-
Other local revenue	-	8,689	-	1,247	7,161	678
Total Revenues	<u>63,000</u>	<u>45,277</u>	<u>16,059</u>	<u>1,247</u>	<u>7,161</u>	<u>678</u>
Expenditures:						
Personnel	56,894	10,104	8,904	689	3,984	417
Travel	5,231	1,154	1,535	-	480	44
Contractual services	482	32,285	-	-	-	-
Capital outlay	-	-	-	-	-	-
Other direct expenses	14,983	1,793	1,409	79	626	48
Indirect costs	27,410	5,915	4,211	479	2,071	169
Total Expenditures	<u>105,000</u>	<u>51,251</u>	<u>16,059</u>	<u>1,247</u>	<u>7,161</u>	<u>678</u>
Revenues over(under) expenditures	<u>(42,000)</u>	<u>(5,974)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)						
Transfer (to) from special projects	-	-	-	-	-	-
Transfer (to) from general fund	-	-	-	-	-	-
Transfer of local matching funds	42,000	5,974	-	-	-	-
Total other financing sources (uses)	<u>42,000</u>	<u>5,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:						
Beginning of Year	-	-	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chocowinity IDF	Beaufort County CC EDA	GUC Sterling Point Project	GUC Westside	Washington EDA Jack's Creek	Beaufort County CMW	Total June 30, 2013
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	76,939
-	-	-	-	-	-	38,708
935	5,667	15,130	14,389	187	9,608	63,691
935	5,667	15,130	14,389	187	9,608	179,338
557	3,047	8,291	7,812	187	5,101	105,987
75	76	1,164	1,191	-	535	11,485
-	311	311	311	-	311	34,011
-	-	-	-	-	-	-
64	602	1,113	1,265	-	615	22,597
239	1,631	4,251	3,810	-	3,046	53,232
935	5,667	15,130	14,389	187	9,608	227,312
-	-	-	-	-	-	(47,974)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	47,974
-	-	-	-	-	-	47,974
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

MID-EAST COMMISSION
Economic Development Programs - Economic Development Administration
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	63,000	63,000	-
Total revenues	63,000	63,000	-
Expenditures			
Personnel	56,894	56,894	-
Travel	5,231	5,231	-
Contractual services	482	482	-
Other direct expenses	14,983	14,983	-
Indirect costs	27,410	27,410	-
Total expenditures	105,000	105,000	-
Revenues over (under) expenditures	(42,000)	(42,000)	-
Other Financing Source (Uses)			
Transfer from ED special projects	-	-	-
Transfer of local matching funds	42,000	42,000	-
Total other financing sources (uses)	42,000	42,000	-
Change in fund balance	\$ -	-	\$ -
Fund Balances:			
Beginning of year		-	
End of year		\$ -	

MID-EAST COMMISSION
Economic Development Programs - Hurricane Irene
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2013

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Positive (Negative)
Revenues					
Federal awards	\$ 13,939	\$ -	\$ 13,939	\$ 13,939	\$ -
State award	22,649	-	22,649	22,649	-
Other local revenue	8,689	-	8,689	8,689	-
Total revenues	<u>45,277</u>	<u>-</u>	<u>45,277</u>	<u>45,277</u>	<u>-</u>
Expenditures					
Personnel	10,104	-	10,104	10,104	-
Travel	1,154	-	1,154	1,154	-
Contractual services	32,285	-	32,285	32,285	-
Other direct expenses	1,793	-	1,793	1,793	-
Indirect costs	5,915	-	5,915	5,915	-
Total expenditures	<u>51,251</u>	<u>-</u>	<u>51,251</u>	<u>51,251</u>	<u>-</u>
Revenues over (under) expenditures	<u>(5,974)</u>	<u>-</u>	<u>(5,974)</u>	<u>(5,974)</u>	<u>-</u>
Other Financing Source (Uses)					
Transfer (to) from	5,974	-	5,974	-	-
Total other financing sources (uses)	<u>5,974</u>	<u>-</u>	<u>5,974</u>	<u>5,974</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	\$ <u>-</u>	-	\$ <u>-</u>	\$ <u>-</u>
Fund Balances:					
Beginning of year			<u>-</u>		
End of year			<u>\$ -</u>		

MID-EAST COMMISSION
Economic Development Programs - NC Tomorrow
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2013

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Postive (Negative)
Revenues					
State awards	\$ 16,059	\$ -	\$ 16,059	\$ 16,059	\$ -
Other local revenue	-	-	-	-	-
Total revenues	<u>16,059</u>	<u>-</u>	<u>16,059</u>	<u>16,059</u>	<u>-</u>
Expenditures					
Personnel	8,904	-	8,904	8,904	-
Travel	1,535	-	1,535	1,535	-
Contractual services	-	-	-	-	-
Other direct expenses	1,409	-	1,409	1,409	-
Indirect costs	<u>4,211</u>	<u>-</u>	<u>4,211</u>	<u>4,211</u>	<u>-</u>
Total expenditures	<u>16,059</u>	<u>-</u>	<u>16,059</u>	<u>16,059</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances:					
Beginning of year			<u>-</u>		
End of year			<u>\$ -</u>		

MID-EAST COMMISSION
Economic Development Programs - Beaufort County CMW Rural Center
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	\$ -	\$ -	\$ -
State awards	-	-	-
Local match	1,247	1,247	-
Total revenues	<u>1,247</u>	<u>1,247</u>	<u>-</u>
Expenditures			
Personnel	689	689	-
Travel	-	-	-
Other direct expenses	79	79	-
Indirect costs	479	479	-
Total expenditures	<u>1,247</u>	<u>1,247</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Economic Development Programs - GUC ARRA
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2013

	Budget	Current Year	Variance Positive (Negative)
Revenues			
Other local revenue	\$ 7,161	\$ 7,161	\$ -
Total revenues	<u>7,161</u>	<u>7,161</u>	<u>-</u>
Expenditures			
Personnel	3,984	3,984	-
Travel	480	480	-
Other direct expenses	626	626	-
Indirect costs	<u>2,071</u>	<u>2,071</u>	<u>-</u>
Total expenditures	<u>7,161</u>	<u>7,161</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Economic Development Programs - Washington CDBG
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$ -	\$ -	\$ -
State awards	-	-	-
Local match	678	678	-
Total revenues	<u>678</u>	<u>678</u>	<u>-</u>
Expenditures			
Personnel	417	417	-
Travel	44	44	-
Other direct expenses	48	48	-
Indirect costs	169	169	-
Total expenditures	<u>678</u>	<u>678</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		-	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Economic Development Programs - Chocowinity IDF
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$ -	\$ -	\$ -
State awards	-	-	-
Local match	935	935	-
Total revenues	<u>935</u>	<u>935</u>	<u>-</u>
Expenditures			
Personnel	557	557	-
Travel	75	75	-
Other direct expenses	64	64	-
Indirect costs	239	239	-
Total expenditures	<u>935</u>	<u>935</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Economic Development Programs - Beaufort County CC EDA
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$ -	\$ -	-
State awards	-	-	-
Local match	5,667	5,667	-
Total revenues	<u>5,667</u>	<u>5,667</u>	<u>-</u>
Expenditures			
Personnel	3,047	3,047	-
Travel	76	76	-
Contractual seervices	311	311	-
Other direct expenses	602	602	-
Indirect costs	1,631	1,631	-
Total expenditures	<u>5,667</u>	<u>5,667</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Economic Development Programs - GUC Sterling Point
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$ -	\$ -	\$ -
State awards	-	-	-
Local match	15,130	15,130	-
Total revenues	<u>15,130</u>	<u>15,130</u>	<u>-</u>
Expenditures			
Personnel	8,291	8,291	-
Travel	1,164	1,164	-
Contractual services	311	311	-
Other direct expenses	1,113	1,113	-
Indirect costs	4,251	4,251	-
Total expenditures	<u>15,130</u>	<u>15,130</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Economic Development Programs - GUC Westside
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Federal awards	\$ -	\$ -	\$ -
State awards	-	-	-
Local match	14,389	14,389	-
Total revenues	<u>14,389</u>	<u>14,389</u>	<u>-</u>
Expenditures			
Personnel	7,812	7,812	-
Travel	1,191	1,191	-
Contractual services	311	311	-
Other direct expenses	1,265	1,265	-
Indirect costs	3,810	3,810	-
Total expenditures	<u>14,389</u>	<u>14,389</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Economic Development Programs - Washington EDA
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Federal awards	\$ -	\$ -	\$ -
State awards	-	-	-
Local match	187	187	-
Total revenues	<u>187</u>	<u>187</u>	<u>-</u>
Expenditures			
Personnel	187	187	-
Travel	-	-	-
Other direct expenses	-	-	-
Indirect costs	-	-	-
Total expenditures	<u>187</u>	<u>187</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Source (Uses)			
Transfer (to) from general fund	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
Economic Development Programs - Beaufort County CMW
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2013

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Positive (Negative)
Revenues					
Federal awards	\$ -	\$ -	\$ -	\$ -	\$ -
Other local revenue	24,416	14,808	9,608	24,416	-
Total revenues	<u>24,416</u>	<u>14,808</u>	<u>9,608</u>	<u>24,416</u>	<u>-</u>
Expenditures					
Personnel	14,496	9,395	5,101	14,496	-
Travel	938	403	535	938	-
Contractual services	311	-	311	311	-
Other direct expenses	786	171	615	786	-
Indirect costs	7,885	4,839	3,046	7,885	-
Total expenditures	<u>24,416</u>	<u>14,808</u>	<u>9,608</u>	<u>24,416</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfer to other ED funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances:					
Beginning of year			<u>-</u>		
End of year			<u>\$ -</u>		

MID-EAST COMMISSION
Planning Programs
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2013

	Aurora Planning & Zoning Administration	Aulander Planning & Zoning Administration	Beaufort County	Murfreesboro PARTF	Ahoskie PARTF	Bicycle Master Plan Washington	Planning & Zoning Ahoskie
Revenues:							
State awards	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local awards	275	1,875	96,658	7,500	1,380	20,650	5,333
Total Revenues	<u>275</u>	<u>1,875</u>	<u>96,658</u>	<u>7,500</u>	<u>1,380</u>	<u>20,650</u>	<u>5,333</u>
Expenditures:							
Personnel	136	722	38,045	2,097	100	8,135	1,787
Travel	-	-	352	108	-	45	301
Contractual services	-	-	1,871	-	-	701	-
Other direct expenses	83	788	36,571	4,097	1,199	7,793	2,106
Equipment	-	-	195	-	-	-	-
Indirect costs	56	365	19,624	1,198	81	3,976	1,139
Total Expenditures	<u>275</u>	<u>1,875</u>	<u>96,658</u>	<u>7,500</u>	<u>1,380</u>	<u>20,650</u>	<u>5,333</u>
Revenues over(under) expenditures	-	-	-	-	-	-	-
Other Financing Sources (Uses)							
Transfer (to) from other funds	-	-	-	-	-	-	-
Transfer of local matching funds	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Change in fund balance	-	-	-	-	-	-	-
Fund Balances:							
Beginning of Year	-	-	-	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Planning & Zoning Bath	Bicycle/Pedestrian Plan Farmville	Pantego Planning & Zoning Admin	Chocowinity Planning & Zoning Admin	NCARC GIS
\$ -	\$ -	\$ -	\$ -	\$ -
900	5,581	1,000	13,654	17,818
900	5,581	1,000	13,654	17,818
488	2,266	317	7,293	7,732
-	102	10	25	842
-	-	-	701	143
146	2,191	495	1,929	4,746
-	-	-	-	5,690
266	1,022	178	3,706	3,665
900	5,581	1,000	13,654	22,818
-	-	-	-	(5,000)
-	-	-	-	-
-	-	-	-	5,000
-	-	-	-	5,000
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -

MID-EAST COMMISSION
Planning Programs
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2013

Planning Special Projects	RPO	Rural Transportation Planning	Totals		Variance Positive (Negative)
			June 30, 2013	Budget	
\$ -	\$ -	\$ 83,700	\$ 83,700	\$ 83,700	-
16,714	99,625	15,694	304,657	304,657	-
16,714	99,625	99,394	388,357	388,357	-
8,189	53,036	56,023	186,366	186,366	-
689	7,084	6,248	15,806	15,806	-
-	1,011	1,000	5,427	5,427	-
3,206	11,059	13,257	89,666	89,666	-
-	195	195	6,275	6,275	-
4,630	27,240	27,902	95,048	95,048	-
16,714	99,625	104,625	398,588	398,588	-
-	-	(5,231)	(10,231)	(10,231)	-
-	-	-	-	-	-
-	-	5,231	10,231	10,231	-
-	-	5,231	10,231	10,231	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

MID-EAST COMMISSION
State Technical Assistance
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
State awards	\$	\$ 20,506	\$
Total revenues	20,506	20,506	-
Expenditures			
Other direct expenses		-	
Indirect costs		-	
Total expenditures	-	-	-
Revenues over(under) expenditures	20,506	20,506	-
Other Financing Sources (Uses)			
Transfer (to) other funds	(20,506)	(20,506)	-
Transfer (to) other funds	-	-	-
Transfer (to) Special Project Planning	-	-	-
Total other financing sources (uses)	(20,506)	(20,506)	-
Change in fund balance	\$ -	-	\$ -
Fund Balances:			
Beginning of year		-	
End of year		\$ -	

MID-EAST COMMISSION
Mid-East Intermediary Re-Lending Program Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2013

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Positive (Negative)
Revenues					
Interest	7,633	65,296	462	65,758	58,125
Program income	387,984	299,927	-	299,927	(88,057)
Other local revenue	63	79,796	-	79,796	79,733
Total revenues	<u>395,680</u>	<u>445,019</u>	<u>462</u>	<u>445,481</u>	<u>49,801</u>
Expenditures					
Personnel	8,825	-	-	-	8,825
Travel	32	32	-	32	-
Contractual services	40,275	40,275	-	40,275	-
Other direct expenses	443,416	372,087	71,329	443,416	-
Principal	247,615	20,664	226,951	247,615	-
Interest	7,843	4,806	3,037	7,843	-
Indirect costs	6,300	6,300	-	6,300	-
Total expenditures	<u>754,306</u>	<u>444,164</u>	<u>301,317</u>	<u>745,481</u>	<u>8,825</u>
Revenues over (under) expenditures	<u>(358,626)</u>	<u>855</u>	<u>(300,855)</u>	<u>(300,000)</u>	<u>58,626</u>
Other Financing Sources (Uses)					
Loan proceeds	358,626	300,000	-	300,000	(58,626)
Total other financing sources (uses)	<u>358,626</u>	<u>300,000</u>	<u>-</u>	<u>300,000</u>	<u>(58,626)</u>
Change in fund balance	\$ <u>-</u>	\$ <u>300,855</u>	(300,855)	\$ <u>-</u>	\$ <u>-</u>
Fund Balances:					
Beginning of year			<u>300,855</u>		
End of year			\$ <u>-</u>		

MID-EAST COMMISSION
Mid-East Revolving Loan Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Interest	24,182	24,182	-
Processing fees	-	-	-
Other local revenue	1,784	1,784	-
Program income	335,995	36,391	(299,604)
Total revenues	<u>361,961</u>	<u>62,357</u>	<u>(299,604)</u>
Expenditures			
Personnel	-	-	-
Travel	-	-	-
Contractual services	6,495	6,495	-
Other direct expenses	355	355	-
Indirect costs	355,111	-	355,111
Total expenditures	<u>361,961</u>	<u>6,850</u>	<u>355,111</u>
Revenues over (under) expenditures	<u>-</u>	<u>55,507</u>	<u>55,507</u>
Change in fund balance	\$ <u>-</u>	55,507	\$ <u>55,507</u>
Fund Balances:			
Beginning of year		<u>215,056</u>	
End of year		\$ <u>270,563</u>	

MID-EAST COMMISSION
 RLF Sequester
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Postive (Negative)</u>
Revenues			
Interest income	<u>37</u>	<u>37</u>	<u>-</u>
Total revenues	<u>37</u>	<u>37</u>	<u>-</u>
Expenditures			
Personnel	<u>-</u>	<u>-</u>	<u>-</u>
Other direct expenses	<u>37</u>	<u>37</u>	<u>-</u>
Indirect costs	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>37</u>	<u>37</u>	<u>-</u>
Change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

MID-EAST COMMISSION
Mid-East Revolving Loan Fund
Service and Marketing
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	-	-	-
Processing fees	-	-	-
Other local revenue	74,272	74,272	-
Program income	-	-	-
Total revenues	<u>74,272</u>	<u>74,272</u>	<u>-</u>
Expenditures			
Personnel	1,888	1,888	-
Travel	63	63	-
Contractual services	71,329	-	71,329
Other direct expenses	227	227	-
Indirect costs	765	765	-
Total expenditures	<u>74,272</u>	<u>2,943</u>	<u>71,329</u>
Revenues over (under) expenditures	<u>-</u>	<u>71,329</u>	<u>71,329</u>
Change in fund balance	\$ <u>-</u>	71,329	\$ <u>71,329</u>
Fund Balances:			
Beginning of year		<u>-</u>	
End of year		\$ <u>71,329</u>	

MID-EAST COMMISSION
Inter Program Training
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Federal awards	-	-	-
Local revenues	15,669	15,669	
Total revenues	<u>15,669</u>	<u>15,669</u>	<u>-</u>
Expenditures			
Personnel	-	-	-
Other direct expenses	15,669	15,669	-
Indirect costs	-	-	-
Total expenditures	<u>15,669</u>	<u>15,669</u>	<u>-</u>
Change in fund balance	\$ <u>-</u>	-	\$ <u>-</u>
Fund Balances:			
Beginning of year		-	
End of year		\$ <u>-</u>	

MID-EAST COMMISSION
RC DTF Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2013

	Budget	Actual	Variance Postive (Negative)
Revenues			
Local revenues	1,889	1,889	-
Total revenues	1,889	1,889	-
Expenditures			
Other direct expenses	1,889	1,889	-
Total expenditures	1,889	1,889	-
Change in fund balance	\$ -	-	\$ -
Fund Balances:			
Beginning of year		-	
End of year		\$ -	

PROPRIETARY FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

Mid-East Commission
Page intentionally left blank

MID-EAST COMMISSION
Combining Statement of Net Position - Proprietary Fund
Mid-East Development Corporation
June 30, 2013

	Twin Gables	Belhaven Senior Center	Veranda
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 13,287	\$ 11,254	\$ 662
Security deposits	4,226	-	1,450
Escrow	1,758	-	367
Reserve	13,046	-	4,039
Accounts receivable	-	2,375	-
Prepaid expenses	160	-	160
Total current assets	<u>32,477</u>	<u>13,629</u>	<u>6,678</u>
Capital assets:			
Building	250,105	-	357,373
Land	10,000	-	20,000
Improvements	5,764	-	3,165
Furniture	4,263	-	4,775
Accumulated Depreciation	(130,178)	-	(116,705)
Total capital assets, net	<u>139,954</u>	<u>-</u>	<u>268,608</u>
Total Assets	<u>172,431</u>	<u>13,629</u>	<u>275,286</u>
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	56	-	3,479
Security deposits	4,226	-	1,450
Notes payable - current	7,685	-	5,438
Total current liabilities	<u>11,967</u>	<u>-</u>	<u>10,367</u>
Non-current liabilities			
Notes payable - non-current			
NC Housing	22,494	-	83,006
FMHA	211,916	-	261,813
Total non-current liabilities	<u>234,410</u>	<u>-</u>	<u>344,819</u>
Total Liabilities	<u>246,377</u>	<u>-</u>	<u>355,186</u>
NET POSITION			
Net Investment in Capital Assets	(102,141)	-	(81,649)
Unrestricted	28,195	13,629	1,749
Total Net Position	<u>\$ (73,946)</u>	<u>\$ 13,629</u>	<u>\$ (79,900)</u>

	Dogwoods	Management & Operations	Total
\$	11,647	\$ 146,615	\$ 183,465
	9,600	-	15,276
	-	-	2,125
	64,550	-	81,635
	8,457	3,467	14,299
	1,835	-	2,155
	<u>96,089</u>	<u>150,082</u>	<u>298,955</u>
	1,153,659	-	1,761,137
	68,750	-	98,750
	-	-	8,929
	10,547	20,680	40,265
	<u>(551,593)</u>	<u>(20,680)</u>	<u>(819,156)</u>
	<u>681,363</u>	<u>-</u>	<u>1,089,925</u>
	<u>777,452</u>	<u>150,082</u>	<u>1,388,880</u>
	6,737	13,358	23,630
	9,549	-	15,225
	<u>10,915</u>	<u>-</u>	<u>24,038</u>
	<u>27,201</u>	<u>13,358</u>	<u>62,893</u>
	-	-	105,500
	<u>978,469</u>	<u>-</u>	<u>1,452,198</u>
	<u>978,469</u>	<u>-</u>	<u>1,557,698</u>
	<u>1,005,670</u>	<u>13,358</u>	<u>1,620,591</u>
	(308,021)	-	(491,811)
	<u>79,803</u>	<u>136,724</u>	<u>260,100</u>
\$	<u>(228,218)</u>	<u>\$ 136,724</u>	<u>\$ (231,711)</u>

MID-EAST COMMISSION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
For the Year Ended June 30, 2013

	Twin Gables	Belhaven Senior Center	Veranda	Dogwoods	Management & Operations	Total
OPERATING REVENUES:						
Rental income	\$ 21,255	\$ -	\$ 15,029	\$ 147,525	\$ -	\$ 183,809
Operation and management	-	-	-	792	-	792
Other local revenue	301	4,810	699	1,609	1,911	9,330
Total operating revenues	21,556	4,810	15,728	149,926	1,911	193,931
OPERATING EXPENSES						
Management related	17,889	-	19,131	28,207	-	65,227
Operation of program services	29,818	65,973	38,886	61,533	7,042	203,252
Depreciation	6,515	-	9,277	32,412	-	48,204
Contractual services	14,488	-	11,644	30,378	-	56,510
Total operating expenditures	68,710	65,973	78,938	152,530	7,042	373,193
Operating income (loss)	(47,154)	(61,163)	(63,210)	(2,604)	(5,131)	(179,262)
NON-OPERATING REVENUES (EXPENSES):						
Rental assistance received	49,817	-	54,896	-	-	104,713
Interest subsidies received	11,475	-	12,663	-	-	24,138
Interest income	23	-	14	91	-	128
Contributions and local support	-	-	-	-	-	-
Capital Contribution	-	61,163	-	-	-	61,163
Interest expense	(15,500)	-	(6,019)	(16,694)	-	(38,213)
Total nonoperating revenues(expenses)	45,815	61,163	61,554	(16,603)	-	151,929
Change in net position	(1,339)	-	(1,656)	(19,207)	(5,131)	(27,333)
Net position, beginning	(72,607)	\$ 13,629	\$ (78,244)	\$ (209,011)	\$ 141,855	\$ (204,378)
Net position, ending	\$ (73,946)	\$ 13,629	\$ (79,900)	\$ (228,218)	\$ 136,724	\$ (231,711)

MID-EAST COMMISSION
Combining Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2013

	Twin Gables	Belhaven Senior Center	Veranda	Dogwoods	Management & Operations	Total
Cash Flows From Operating Activities:						
Cash Received from Customers/others	\$ 21,556	\$ 4,810	\$ 15,728	\$ 149,926	\$ 20,832	\$ 212,852
Cash Paid for Goods, Services, & Employees	(63,434)	(75,079)	(69,438)	(123,376)	(7,042)	(338,369)
Net Cash Provided by (Used for) Operating Activities	(41,878)	(70,269)	(53,710)	26,550	13,790	(125,517)
Cash Flows from Noncapital Financing Activities:						
Rental assistance and interest subs	61,292	-	67,559	-	-	128,851
Contributions and local support	-	-	-	-	-	-
Transfers In/(Out)	-	-	-	-	-	-
Net Cash Provided by (Used for) Noncapital Financing Activities	61,292	-	67,559	-	-	128,851
Cash Flows from Capital and Related Financing Activities:						
Acquisition and Construction of Capital Assets	(1,644)	-	-	-	-	(1,644)
Principal Paid on Bond Maturities and Capital Leases	(774)	-	(13,712)	(12,181)	-	(26,667)
Disposal of asset	466	-	-	(608)	-	(142)
Interest Paid on Bond\Note	-	-	-	-	-	-
Maturities and Capital Leases	(15,500)	-	(6,019)	(16,694)	-	(38,213)
Capital contributions	-	61,163	-	-	-	61,163
Net Cash Provided (Used for) Capital and Related Financing Activities	(17,452)	61,163	(19,731)	(29,483)	-	(5,503)
Cash Flows from Investing Activities:						
Interest on investments	23	-	14	91	-	128
Net Increase (Decrease) in Cash and Cash Equivalents	1,985	(9,106)	(5,868)	(2,842)	13,790	(2,041)
Cash and cash equivalents, July 1	30,332	20,360	12,386	88,639	132,825	284,542
Cash and cash equivalents, June 30	\$ 32,317	\$ 11,254	\$ 6,518	\$ 85,797	\$ 146,615	\$ 282,501
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:						
Operating Activities:						
Operating Income (Loss)	\$ (47,154)	\$ (61,163)	\$ (63,210)	\$ (2,604)	\$ (5,131)	\$ (179,262)
Adjustments to Reconcile Operating Income to Net Cash Provided						
Operating Activities:						
Depreciation	6,515	-	9,277	32,412	-	48,204
Changes in Assets and Liabilities:						
(Increase) Decrease						
in Accounts Receivable	-	(2,375)	-	455	9,061	7,141
in Prepaids	(8)	-	(8)	(152)	-	(168)
Increase (Decrease)						
in Accounts Payable & accrued liabilities	(1,159)	(6,731)	331	(2,926)	9,860	(625)
in Customer Deposits	(72)	-	(100)	(635)	-	(807)
Total Adjustments	5,276	(9,106)	9,500	29,154	18,921	53,745
Net Cash Provided by Operating Activities	\$ (41,878)	\$ (70,269)	\$ (53,710)	\$ 26,550	\$ 13,790	\$ (125,517)

MID-EAST COMMISSION
Enterprise Fund - TWIN GABLES
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Revenues:			
Operating Revenues			
Rental income	\$	\$ 21,255	\$
Operation and management		-	
Other local revenue		301	
Total operating revenues	<u>21,556</u>	<u>21,556</u>	<u>-</u>
Nonoperating Revenues			
Assistance/subsidies	61,292	61,292	-
Interest on Investments	<u>23</u>	<u>23</u>	<u>-</u>
Total Revenues	<u>82,871</u>	<u>82,871</u>	<u>-</u>
Expenditures:			
Management Related			
Salaries and employee benefits		12,209	
Repairs and maintenance		5,680	
Operating expenses		-	
Total	<u>17,889</u>	<u>17,889</u>	<u>-</u>
Operating and Program Services			
Salaries and employee benefits		-	
Repairs and maintenance		14,484	
Operating expenses		15,334	
Total	<u>29,818</u>	<u>29,818</u>	<u>-</u>
Contractual Services			
Salaries and employee benefits		-	
Repairs and maintenance		14,488	
Operating expenses		-	
Total	<u>14,488</u>	<u>14,488</u>	<u>-</u>
Budgetary Appropriations:			
Capital Outlay		-	
Interest Paid		15,500	
Debt Principal		774	
Total	<u>22,012</u>	<u>16,274</u>	<u>5,738</u>
Total Expenditures	<u>84,207</u>	<u>78,469</u>	<u>5,738</u>
Revenues Over (Under) Expenditures	<u>(1,336)</u>	<u>4,402</u>	<u>5,738</u>

MID-EAST COMMISSION
Enterprise Fund - TWIN GABLES
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Other Financing Sources and (Uses):			
Bond Proceeds	-	-	-
Transfer to other funds	-	-	-
Transfer from other funds	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Sources Over (Under) Expenses and Other Uses	(1,336)	4,402	5,738
Appropriated Fund Balance	1,336	-	(1,336)
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ 4,402	\$ 4,402

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ 4,402
Reconciling items:	
Capital Outlay	-
Principal Payments	774
Decrease in accrued vacation pay	-
Other revenues from capital projects	-
Interest from capital projects	-
Increase in accrued OPEB	-
Change in accrued interest	-
Expenditures in capital project	-
Capital contributions - grant	-
Depreciation	(6,515)
Total reconciling items	(5,741)
Change in net position	\$ (1,339)

MID-EAST COMMISSION
Enterprise Fund - BELHAVEN SENIOR CENTER
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Revenues:			
Operating Revenues			
Rental income	\$ -	\$ -	\$ -
Operation and management	-	-	-
Other local revenue	-	4,810	-
Total operating revenues	4,810	4,810	-
Nonoperating Revenues			
Assistance/subsidies	61,163	61,163	-
Interest on Investments	-	-	-
Total Revenues	65,973	65,973	-
Expenditures:			
Management Related			
Salaries and employee benefits	-	-	-
Repairs and maintenance	-	-	-
Operating expenses	-	-	-
Total	-	-	-
Operating and Program Services			
Salaries and employee benefits	-	-	-
Repairs and maintenance	-	-	-
Operating expenses	-	65,973	-
Total	65,973	65,973	-
Contractual Services			
Salaries and employee benefits	-	-	-
Repairs and maintenance	-	-	-
Operating expenses	-	-	-
Total	-	-	-
Budgetary Appropriations:			
Capital Outlay	-	-	-
Interest Paid	-	-	-
Debt Principal	-	-	-
Total	-	-	-
Total Expenditures	65,973	65,973	-
Revenues Over (Under) Expenditures	-	-	-

MID-EAST COMMISSION
Enterprise Fund - BELHAVEN SENIOR CENTER
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Other Financing Sources and (Uses):			
Bond Proceeds	-	-	-
Transfer to other funds	-	-	-
Transfer from other funds	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Sources Over (Under) Expenses and Other Uses	-	-	-
Appropriated Fund Balance	-	-	-
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ -	\$ -

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -
Reconciling items:	
Capital Outlay	-
Principal Payments	-
Depreciation	-
Total reconciling items	-
Change in net position	\$ -

MID-EAST COMMISSION
Enterprise Fund - VERANDA
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Revenues:			
Operating Revenues			
Rental income	\$	\$ 15,029	\$
Operation and management		-	
Other local revenue		699	
Total operating revenues	<u>21,819</u>	<u>15,728</u>	<u>(6,091)</u>
Nonoperating Revenues			
Assistance/subsidies	67,559	67,559	-
Interest on Investments	<u>14</u>	<u>14</u>	<u>-</u>
Total Revenues	<u>89,392</u>	<u>83,301</u>	<u>(6,091)</u>
Expenditures:			
Management Related			
Salaries and employee benefits		13,740	
Repairs and maintenance		-	
Operating expenses		5,391	
Total	<u>19,131</u>	<u>19,131</u>	<u>-</u>
Operating and Program Services			
Salaries and employee benefits		-	
Repairs and maintenance		21,813	
Operating expenses		17,073	
Total	<u>38,886</u>	<u>38,886</u>	<u>-</u>
Contractual Services			
Salaries and employee benefits		-	
Repairs and maintenance		-	
Operating expenses		11,644	
Total	<u>11,644</u>	<u>11,644</u>	<u>-</u>
Budgetary Appropriations:			
Capital Outlay		-	
Interest Paid		6,019	
Debt Principal		13,712	
Total	<u>19,731</u>	<u>19,731</u>	<u>-</u>
Total Expenditures	<u>89,392</u>	<u>89,392</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(6,091)</u>	<u>(6,091)</u>

MID-EAST COMMISSION
Enterprise Fund - VERANDA
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Other Financing Sources and (Uses):			
Bond Proceeds	-	-	-
Transfer to other funds	-	-	-
Transfer from other funds	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Sources Over (Under) Expenses and Other Uses	-	(6,091)	(6,091)
Appropriated Fund Balance	-	-	-
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ (6,091)	\$ (6,091)

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ (6,091)
Reconciling items:	
Capital Outlay	-
Principal Payments	13,712
Depreciation	(9,277)
Total reconciling items	4,435
Change in net position	\$ (1,656)

MID-EAST COMMISSION
Enterprise Fund - DOGWOODS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Revenues:			
Operating Revenues			
Rental income	\$	\$ 147,525	\$
Operation and management		792	
Other local revenue		1,609	
Total operating revenues	149,926	149,926	-
Nonoperating Revenues			
Assistance/subsidies	-	-	-
Interest on Investments	91	91	-
Total Revenues	150,017	150,017	-
Expenditures:			
Management Related			
Salaries and employee benefits		12,996	
Repairs and maintenance		-	
Operating expenses	2,560	15,211	
Total	25,647	28,207	(2,560)
Operating and Program Services			
Salaries and employee benefits		-	
Repairs and maintenance		13,521	
Operating expenses		48,012	
Total	61,533	61,533	-
Contractual Services			
Salaries and employee benefits		-	
Repairs and maintenance		8,964	
Operating expenses		21,414	
Total	30,378	30,378	-
Budgetary Appropriations:			
Capital Outlay		-	
Interest Paid		16,694	
Debt Principal		12,181	
Total	32,459	28,875	3,584
Total Expenditures	150,017	148,993	1,024
Revenues Over (Under) Expenditures	-	1,024	1,024

MID-EAST COMMISSION
Enterprise Fund - DOGWOODS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Other Financing Sources and (Uses):			
Bond Proceeds	-	-	-
Transfer to other funds	-	-	-
Transfer from other funds	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Sources Over (Under) Expenses and Other Uses	-	1,024	1,024
Appropriated Fund Balance	-	-	-
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ 1,024	\$ 1,024

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ 1,024
Reconciling items:	
Capital Outlay	-
Principal Payments	12,181
Depreciation	(32,412)
Total reconciling items	(20,231)
Change in net position	\$ (19,207)

MID-EAST COMMISSION
Enterprise Fund - MANAGEMENT AND OPERATIONS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Revenues:			
Operating Revenues			
Rental income	\$	\$ -	\$
Operation and management		-	
Other local revenue		1,911	
Total operating revenues	1,911	1,911	-
Nonoperating Revenues			
Assistance/subsidies	-	-	-
Interest on Investments	-	-	-
Total Revenues	1,911	1,911	-
Expenditures:			
Management Related			
Salaries and employee benefits		-	
Repairs and maintenance		-	
Operating expenses		-	
Total	-	-	-
Operating and Program Services			
Salaries and employee benefits		-	
Repairs and maintenance		-	
Operating expenses		7,042	
Total	7,042	7,042	-
Contractual Services			
Salaries and employee benefits		-	
Repairs and maintenance		-	
Operating expenses		-	
Total	-	-	-
Budgetary Appropriations:			
Capital Outlay		-	
Interest Paid		-	
Debt Principal		-	
Total	-	-	-
Total Expenditures	7,042	7,042	-
Revenues Over (Under) Expenditures	(5,131)	(5,131)	-

MID-EAST COMMISSION
Enterprise Fund - MANAGEMENT AND OPERATIONS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2013

	2013		Variance
	Final Budget	Actual	Positive (Negative)
Other Financing Sources and (Uses):			
Bond Proceeds	-	-	-
Transfer to other funds	-	-	-
Transfer from other funds	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Revenues and Other Sources Over (Under) Expenses and Other Uses	(5,131)	(5,131)	-
Appropriated Fund Balance	5,131	-	(5,131)
Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ -	\$ (5,131)	\$ (5,131)

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses	\$ (5,131)
Reconciling items:	
Capital Outlay	-
Principal Payments	-
Depreciation	-
Total reconciling items	-
Change in net position	\$ (5,131)

ADDITIONAL SCHEDULES

Mid-East Commission
Schedule of Fringe Benefits

	2013 <u>FY Actual Cost</u>
Total Annual Salaries	\$ 974,472
FICA	\$ 89,931
LGERS Retirement	\$ 76,728
Supplemental Retirement	\$ 34,170
Group Insurance	\$ 183,084
Other Post Employment Benefits	\$ -
Holiday Leave	\$ 56,850
Annual Leave	\$ 81,071
Sick Leave	\$ 28,220
Workers Comp	\$ 7,362
Unemployment Insurance	\$ 18,680
Total Fringe Benefits	<u>\$ 576,096</u>

Fringe Benefit Rate Calculation

$$\frac{\text{Total Fringe Benefits}}{\text{Total Annual Salaries}} = \frac{\$ 576,096}{\$ 974,472} = 59.12\%$$

Total Annual Salaries	\$ 974,472
Total Fringe Benefits	\$ 576,096
Total Personnel Cost	<u>\$ 1,550,568</u>

Mid-East Commission
Schedule Of Indirect Costs

		2013 <u>FY Actual Cost</u>
Total Indirect Annual Salaries		\$ 229,443
Total Indirect Fringe Benefits		\$ 114,941
Professional Services		\$ 110,145
Travel		\$ 25,769
Occupancy costs		\$ 175,346
Operating Expense		<u>\$ 139,893</u>
Total Indirect Expenditures		<u>\$ 795,537</u>
Total Personnel Costs	\$ 1,550,568	
Less Total Indirect Salaries	\$ (229,443)	
Less Total Indirect Fringe Benefits	<u>\$ (114,941)</u>	
Total Direct Salaries and Total Direct Fringe Benefits		<u>\$ 1,206,184</u>

Indirect Rate Calculation

Total Indirect Expenditures	=	\$ 795,537	65.95%
<u>Total Direct Salaries and Total Direct Fringe Benefits</u>		<u>\$ 1,206,184</u>	

Description	Salaries Per Payroll	Indirect Cost	Fringe Cost	Occupancy Cost	Source of Funds
AGING					
Aging Planning & Admin Title III-1	51,801.99	41,888.79	27,499.68	11,432.41	USDHHS
Elder Abuse	458.46	367.15	183.10	74.68	USDHHS
Ombudsman Program	33,044.39	26,889.22	19,749.12	6,415.00	USDHHS
Comm Resource Conn-Local Contact Agency	4,607.55	3,016.25	2,362.63	802.11	USDHHS
Health Promotions & Disease Prev	169.27	169.12	248.18	32.63	USDHHS
AAA Admin Support	13,178.90	10,612.68	8,584.39	2,321.81	DHHS
Evidence Based Health Promotion III-D	5,457.78	3,694.40	2,785.28	1,076.89	USDHHS
Project Care #2	41,406.33	35,965.97	27,705.91	8,635.75	USDHHS
Caregivers Support	45,324.16	34,560.95	24,943.22	8,114.86	USDHHS
Dept of Insurance-Lookout	3,023.26	2,068.77	1,489.34	679.14	DEPT INS
Planning					
Aulander P & Z Admin	450.83	365.00	271.21	96.32	LOCAL
Geographic Information Systems	4,912.85	3,664.83	2,818.94	1,038.81	LOCAL
Farmville Pedestrian Plan	422.30	283.68	207.65	78.48	LOCAL
Farmville Bike Plan	926.76	737.83	708.77	195.94	LOCAL
Ahoskie P & Z Admin	1,206.16	1,139.03	580.64	124.62	LOCAL
Ahoskie PARTF	57.76	80.78	42.04	8.24	LOCAL
Aurora P & Z Admin	87.99	56.47	48.13	17.52	LOCAL
Beaufort County P & Z Admin	23,269.14	19,624.29	14,490.63	4,726.15	LOCAL
Bath P & Z Admin	308.02	265.87	179.81	56.64	LOCAL
Chocowinity P & Z Admin	4,339.11	3,706.21	2,669.26	966.64	LOCAL
Bicycle Master Plan - Washington	5,159.06	3,976.24	2,976.37	989.01	LOCAL
Follow-Up for Closed Projects	4,596.32	4,807.49	3,910.56	311.06	LOCAL
Murfreesboro	1,395.47	1,198.06	702.17	289.96	LOCAL
Rural Planning Organization	33,821.67	27,588.63	21,182.63	7,147.09	DOT
Peanut Belt Rural Planning Organization	32,669.24	27,553.19	20,642.49	6,808.08	DOT/LOCAL
ECONOMIC DEVELOPMENT					
Economic Development Admin	39,900.19	33,325.40	25,416.76	8,206.85	DEPT of COM
NC Tomorrow	5,318.85	4,210.72	3,584.57	1,193.01	CDBG
Washington CDBG Oak Ridge	267.39	169.02	149.82	48.36	CDBG
Chocowinity Industrial Development Fund	368.88	238.73	187.90	64.07	LOCAL
BCCC - Economic Development	1,951.88	1,631.29	1,095.20	423.67	LOCAL
Greenville Utilities Commission Sterling Pointe	5,381.64	4,250.87	3,096.29	1,001.07	LOCAL
Greenville Utilities Commission Westside	4,771.89	3,810.38	3,040.29	1,040.54	LOCAL
Beaufort County Rural Center-CMW	2,856.97	3,045.71	2,243.53	504.22	RURAL CENTER
Beaufort County/CMW-CDBG	431.13	479.11	257.97	79.08	CDBG
Greenville Utilities Commission - ARRA	2,570.69	2,071.43	1,413.08	588.21	LOCAL
OTHER MEC					
Revolving Loan Fund Servicing	1,210.10	764.92	678.03	218.86	DEPT of COM
INDIRECT					
Indirect Cost Pool Salaries	227,363.62	-	114,940.65	49,062.32	INDIRECT
WIA					
WIA Region Q Admin	88,142.97	74,182.53	54,576.75	19,145.19	USDOL
WIA Region Q Title I Adult	60,925.28	52,606.47	39,155.07	4,218.55	USDOL
WIA Region Q Title I Dislocated Worker	75,739.60	64,188.11	47,498.26	6,492.57	USDOL
WIA Region Q Youth	111,280.35	92,730.66	69,487.31	13,822.74	USDOL
CAP/TA	5,535.14	4,591.95	3,399.19	1,097.26	USDOL
Hurricane Irene/NEG	9,253.03	8,789.18	7,624.92	1,960.11	USDOL
State Energy Sector Partnership	19,107.26	14,822.94	11,268.13	3,739.95	USDOL
TOTAL	974,471.63	620,190.32	576,095.87	175,346.47	

Mid-East Commission
Schedule of Fringe Benefits

	2014 <u>FY Actual Cost</u>
Total Annual Salaries	\$ 1,163,902
FICA	\$ 103,999
LGERS Retirement	\$ 87,712
Supplemental Retirement	\$ 37,218
Group Insurance	\$ 244,860
Other Post Employment Benefits	\$ 16,848
Holiday Leave	\$ 76,568
Annual Leave	\$ 76,191
Sick Leave	\$ 41,035
Workers Comp	\$ 7,800
Unemployment Insurance	\$ 23,577
Total Fringe Benefits	\$ 715,808

Fringe Benefit Rate Calculation

$$\frac{\text{Total Fringe Benefits}}{\text{Total Annual Salaries}} = \frac{\$ 715,808}{\$ 1,163,902} \quad 61.50\%$$

Total Annual Salaries	\$ 1,163,902
Total Fringe Benefits	\$ 715,808
Total Personnel Cost	\$ 1,879,710

Mid-East Commission
Schedule Of Indirect Costs

		2014 FY Actual Cost
		<u> </u>
Total Indirect Annual Salaries		\$ 226,027
Total Indirect Fringe Benefits		\$ 139,008
Professional Services		\$ 146,913
Travel		\$ 26,000
Occupancy costs		\$ 199,450
Operating Expense		<u>\$ 155,427</u>
Total Indirect Expenditures		\$ 892,825
Total Personnel Costs	\$ 1,879,710	
Less Total Indirect Salaries	\$ (226,027)	
Less Total Indirect Fringe Benefits	<u>\$ (139,008)</u>	
Total Direct Salaries and Total Direct Fringe Benefits		\$ 1,514,675

Indirect Rate Calculation

Total Indirect Expenditures	=	\$ 892,825	58.94%
<u>Total Direct Salaries and Total Direct Fringe Benefits</u>		<u>\$ 1,514,675</u>	

Description	FYE 2013 2014		FYE 2013 2014		FYE 2013 2014		FYE 2013 2014	
	Salaries		Fringe		Indirect		Occupancy	
	Per Budget		Per Budget		Per Budget		Per Budget	
AGING								
Aging Planning & Admin Title III-1	61,871.77	5%	34,168.78	5%	46,831.75	7%	13,003.94	7%
Elder Abuse	547.58	0%	227.50	0%	410.47	0%	84.95	0%
Ombudsman Program	39,467.88	3%	24,538.59	3%	30,062.20	4%	7,296.82	4%
Comm Resource Conn - Local Contact Agency	5,503.21	0%	2,935.60	0%	3,372.17	0%	912.37	0%
Health Promotions & Disease Prev	202.17	0%	308.37	0%	189.08	0%	37.12	0%
AAA Admin Support	15,740.74	1%	10,666.24	1%	11,865.00	2%	2,640.97	1%
Evidence Based Health Promotion III-D	6,518.72	1%	3,460.75	0%	4,130.35	1%	1,224.92	1%
Project Care #2	49,455.30	4%	34,425.02	5%	40,210.03	6%	9,822.84	5%
Caregivers Support	54,134.72	5%	30,992.34	4%	38,639.21	6%	9,230.35	5%
Dept of Insurance-Lookout	3,610.95	0%	1,850.53	0%	2,312.89	0%	772.50	0%
PLANNING								
Aulander P & Z Admin	538.47	0%	336.98	0%	408.07	0%	109.56	0%
Geographic Information Systems	5,867.86	1%	3,502.58	0%	4,097.29	1%	1,181.61	1%
Farmville Pedestrian Plan	504.39	0%	258.01	0%	317.15	0%	89.27	0%
Farmville Bike Plan	1,106.91	0%	880.66	0%	824.90	0%	222.67	0%
Ahoskie	1,440.63	0%	721.45	0%	1,273.44	0%	141.75	0%
Ahoskie PARTF	68.99	0%	52.24	0%	90.31	0%	9.37	0%
Aurora P & Z Admin	105.09	0%	59.80	0%	63.13	0%	19.93	0%
Beaufort County P & Z	27,792.42	2%	18,004.83	3%	21,939.99	3%	5,375.82	3%
Bath P & Z Admin	367.90	0%	223.42	0%	297.24	0%	64.43	0%
Chocowinity P & Z Admin	5,182.59	0%	3,316.60	0%	4,143.55	1%	1,099.52	1%
Bicycle Master Plan - Washington	6,161.93	1%	3,698.19	1%	4,445.44	1%	1,124.96	1%
Follow-up for Closed Projects	5,489.80	0%	4,858.93	1%	5,374.78	1%	353.82	0%
Murfreesboro	1,666.74	0%	872.46	0%	1,339.43	0%	329.82	0%
Rural Planning Organization	40,396.26	3%	26,319.74	4%	30,844.14	4%	8,129.55	4%
Peanut Belt Rural Planning Organization	39,019.81	3%	25,648.61	4%	30,804.52	4%	7,743.93	4%
ED								
Economic Development Admin	47,656.38	4%	31,580.72	4%	37,257.86	5%	9,334.98	5%
NC Tomorrow	6,352.78	1%	4,453.88	1%	4,707.59	1%	1,357.00	1%
Washington CDBG Oak Ridge	319.37	0%	186.15	0%	188.96	0%	55.01	0%
Chocowinity Industrial Development Fund	440.59	0%	233.47	0%	266.90	0%	72.88	0%
BCCC - Economic Development	2,331.31	0%	1,360.80	0%	1,823.79	0%	481.91	0%
Greenville Utilities Commission Sterling Pointe	6,427.78	1%	3,847.19	1%	4,752.48	1%	1,138.68	1%
Greenville Utilities Commission - Westside	5,699.50	0%	3,777.51	1%	4,260.01	1%	1,183.58	1%
Beaufort County Rural Center-CMW	3,412.34	0%	2,787.62	0%	3,405.11	0%	573.53	0%
Beaufort County/CMW-CDBG	514.94	0%	320.53	0%	535.65	0%	89.95	0%
Greenville Utilities Commission - ARRA	3,070.41	0%	1,755.77	0%	2,315.86	0%	669.07	0%
OTHER MEC								
Revolving Loan Fund Servicing	1,445.33	0%	842.46	0%	855.18	0%	248.95	0%
INDIRECT								
Indirect Cost Pool Salaries	271,560.79	23%	142,815.53	20%	-	0%	55,806.54	28%
WIA								
WIA Region Q Admin	105,277.07	9%	67,812.45	9%	82,936.21	12%	21,776.93	11%
WIA Region Q Title I Adult	72,768.53	6%	48,650.78	7%	58,814.14	8%	4,798.44	2%
WIA Region Q Title I Dislocated Worker	90,462.61	8%	59,017.32	8%	71,762.43	10%	7,385.05	4%
WIA Region Q Youth	132,912.12	11%	86,339.05	12%	103,673.06	15%	15,722.85	8%
CAP/TA	6,611.11	1%	4,223.55	1%	5,133.81	1%	1,248.09	1%
Hurricane Irene/NEG	11,051.72	1%	9,474.08	1%	9,826.32	1%	2,229.55	1%
State Energy Sector Partnership	22,821.52	2%	14,000.83	2%	16,572.08	2%	4,254.05	2%
TOTAL	1,163,899.00	100%	715,808.00	100%	693,374.00	100%	199,450.00	100%

COMPLIANCE SECTION



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

**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 Directors
Mid-East Commission
Washington, North Carolina

We have audited, in accordance with the 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, the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mid-East Commission, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprises the Mid-East Commission's basic financial statements, and have issued our report thereon dated October 24, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Mid-East Commission'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 the Mid-East Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control over financial reporting.

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. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Mid-East Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 result 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.

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

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

Wilmington, North Carolina

October 24, 2013



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

Report On Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; In Accordance With OMB Circular A-133 and the State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Mid-East Commission's, 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 Mid-East Commission's major federal programs for the year ended June 30, 2013. Mid-East Commission's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings 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 Mid-East Commission'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 noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Mid-East Commission's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

Opinion on Each Major Federal Program

In our opinion, Mid-East Commission 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 federal programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of Mid-East Commission 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 Mid-East Commission'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 Authority'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, noncompliance 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance 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.

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

Thompson, Price, Scott, Adams & Co., P.A.
Wilmington, North Carolina
October 24, 2013



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

**Report On Compliance For Each Major State Program; Report on Internal Control Over
Compliance; In Accordance With OMB Circular A-133 and the State Single Audit
Implementation Act**

Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

Report on Compliance for Each Major State Program

We have audited Mid-East Commission's, 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 Mid-East Commission's major State programs for the year ended June 30, 2013. Mid-East Commission's major State programs are identified in the summary of auditor's results section of the accompanying schedule of findings 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 Mid-East Commission'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; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about Mid-East Commission's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

Opinion on Each Major Federal Program

In our opinion, Mid-East Commission 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 Mid-East Commission 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 Mid-East Commission'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 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 Authority'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, noncompliance 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance 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.

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

*Thompson, Price, Scott, Adams & Co., P.A.
Wilmington, North Carolina
October 24, 2013*

Mid-East Commission
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2013

Section I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant Deficiency(s) identified
that are not considered to be
material weaknesses ☐ yes ☒ no

Noncompliance material to financial
statements noted ☐ yes ☒ no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant Deficiency(s) identified
that are not considered to be
material weaknesses ☐ yes ☒ none reported

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

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

Identification of major federal programs:

CFDA Numbers	Names of Federal Program or Cluster
93.044	Special Programs for the Aging – Title III B
93.045	Special Programs for the Aging – Title III C
17.258	WIA Adult Programs
17.259	WIA Youth Programs
17.278	WIA Dislocated Workers
11.307	Revolving Loan Fund

Mid-East Commission
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2013

Dollar threshold used to distinguish
between Type A and Type B Programs \$ 300,000

Auditee qualified as low-risk auditee? yes X no

State Awards

Internal control over major state programs:

- Material weakness(es) identified? yes X none reported
- Significant Deficiency(s) identified
that are not considered to be
material weaknesses yes X none reported

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

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:

Name of State Program or Cluster

In Home Services
Special Programs for the Aging – Title III B
Special Programs for the Aging – Title III C

The Title IIIB and IIIC Programs are a State match on federal programs.

Mid-East Commission
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2013

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

Section IV – State Award Findings and Questioned Costs

None reported.

Mid-East Commission
Corrective Action Plan
For the Fiscal Year Ended June 30, 2013

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

Section IV – State Award Findings and Questioned Costs

None reported.

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For The Fiscal Year Ended June 30, 2013

Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal Direct and Pass Through Expenditures	State Expenditures
Federal Programs			
<u>U.S. Dept. of Agriculture</u>			
Direct Program			
Rural Rental Assistance Payments (MEDC)			
Interest subsidies	10.427	\$ 24,138	\$ -
Rental subsidies	10.427	104,713	-
		128,851	-
Passed through State Dept. of Health and Human Services			
USDA Supplement	10.570	63,028	-
Total U. S. Dept. of Agriculture		\$ 191,879	\$ -
<u>U.S. Dept. of Health and Human Services</u>			
Passed through State Dept. of Health and Human Services			
Special Programs for the Aging - Title III B			
Planning and Administration	93.044	\$ 71,202	\$ 3,902
In-Home Services	93.044	140,884	8,287
Ombudsman Program	93.044	49,513	2,913
Legal Services	93.044	18,060	1,062
Access	93.044	193,099	11,359
		472,758	27,523
Special Programs for the Aging - Title III C			
Congregate Nutrition	93.045	221,731	13,043
Home Delivered Meals	93.045	91,974	5,410
Planning and Administration	93.045	61,703	3,381
		375,408	21,834
Special Programs for the Aging			
Title VII - B - Elder Abuse	93.041	5,791	341
Title VII - E - Ombudsman Program	93.042	11,763	692
Preventive Health	93.043	23,961	1,409
Disaster Assistance	93.048	-	-
Project Care	93.051	134,061	-
Family Caregiver Support	93.052	178,284	11,886
Title III-E Planning and Administration	93.052	18,107	992
Options Counseling	93.517	4,539	-
MIPPA Medicare Enrollment Assistance Program	93.518	10,672	-
SSBG	93.667	79,744	2,278
CRC/LCA	93.791	31,507	-
		498,429	17,598
Passed through State Dept. of Insurance			
SHIIP	93.048	7,000	-
Total U. S. Health and Human Services		\$ 1,353,595	\$ 66,955
<u>U.S. Dept. of Commerce</u>			
Direct Program			
Economic Development Administration-Revolving Loan Fund	11.307	436,059	-
Economic Development Administration-Planning Program	11.302	99,588	-
Total U. S. Dept. of Commerce		\$ 535,646	\$ -

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
 For The Fiscal Year Ended June 30, 2013

DOL-Workforce Investment Act			
WIA	Adult	17.258	675,966
WIA	Youth	17.259	907,687
WIA	Dislocated Worker	17.278	784,762
Total WIA			<u>2,368,415</u>

DOL Employment Training Administration - ARRA			
Competitive Grants Workers Training Placement/High Growth Emerging Ind	17.275	225,000	
Total U. S. Dept. of Labor		<u>\$ 2,593,415</u>	<u>\$ -</u>

U.S. Dept. of Transportation			
Passed through NC Dept. of Transportation			
Rural Transportation Planning	20.205-8	\$ 82,456	
Total Federal Assistance		<u>\$ 4,756,991</u>	

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
 For The Fiscal Year Ended June 30, 2013

State Programs		
<u>Department of Administration (OSBM)</u>		
State Technical Assistance	N/A	\$ 20,506
<u>Department of Health and Human Services</u>		
AAA Administration	N/A	48,262
Access	N/A	112,604
Fans Program	N/A	2,148
Home delivered meals	N/A	196,805
In-Home Services	N/A	635,127
In-Home Services-Caregiver Match	N/A	181,968
Ombudsman	N/A	19,202
Ombudsman (CMP)	N/A	8,510
Senior Center Development	N/A	58,759
Project Care 100%	N/A	26,597
Total Department of Health and Human Services		<u>\$ 1,289,982</u>
Total State programs		<u>\$ 1,310,488</u>
Total State Assistance		<u>\$ 1,377,443</u>

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For The Fiscal Year Ended June 30, 2013

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 Mid-East Commission and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Implementation Act. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.
2. Subrecipients - Of the Federal and State expenditures presented in the schedule, Mid-East Commission provided federal and state awards to subrecipients as follows:

Program Title	CFDA Number	Federal Expenditures	State Expenditures
USDA Supplement	10.570	63,028	
WIA Adult	17.258	675,966	
WIA Youth	17.259	907,687	
DOL ARRA Comp Grants Wrks Training Plmnt/High Growth Empl	17.275	225,000	
WIA Dislocated Worker	17.278	784,762	
Preventive Health	93.043	23,961	1,409
Access Services	93.044	193,099	11,359
In-home Services	93.044	140,884	8,287
Legal Services	93.044	18,060	1,062
Congregate Nutrition	93.045	221,731	13,043
Home Delivered Meals	93.045	91,974	5,410
Project Care	93.051	134,061	
SSBG	93.667	79,744	2,278
CRC/LCA	93.791	31,507	
Access	N/A		112,604
Fans Program	N/A		2,148
Home delivered meals	N/A		196,805
In-Home Services	N/A		635,127
Senior Center Development	N/A		58,759
Totals		<u>\$ 3,591,464</u>	<u>\$ 1,048,291</u>