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Accountant's Compilation Report

To the Town Council
Town of Oak Ridge, North Carolina

We have compiled the accompanying modified accrual basis financial statements of the governmental activities of The Town of Oak Ridge, North Carolina as of February 28, 2013, and the accompanying supplementary information contained in Schedules 1, 2, 3, 4, and 5, which are presented only for supplementary analysis purposes. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with the modified accrual basis of accounting.

The management of the Town of Oak Ridge is responsible for the preparation and fair presentation of the financial statements and supplementary schedules in accordance with the modified accrual basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements and supplementary schedules.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the Town of Oak Ridge, North Carolina, in presenting financial information in the form of financial statements and supplementary schedules without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements and supplementary schedules.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements and supplementary schedules prepared in accordance with the modified accrual basis of accounting. If the omitted disclosures were included in the financial statements and supplementary schedules, they might influence the user's conclusions about the Entity's financial position, results of operations and cash flows. Accordingly, the financial statements and supplementary schedules are not designed for those who are not informed about such matters.

Management has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be a part of, the basic financial statements.

We are not independent with respect to the Town of Oak Ridge.



Samuel K. Anders, C.P.A., M.S.A., P.C.

March 4, 2013

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**Town of Oak Ridge
Balance Sheet**

**Modified Accrual Basis
As of February 28, 2013**

ASSETS

Current Assets

Checking/Savings

BB&T Checking	264,605.22
BB&T Money Market	877,262.64
Bank Of OR Money Market	1,112,550.00
Petty Cash	100.00

Total Checking/Savings 2,254,517.86

Other Current Assets

Ad Valorem Tax Receivable	16,188.08
Other Receivable	1,369.50
Sales Tax Refund Receivable	2,462.22

Total Other Current Assets 20,019.80

Total Current Assets 2,274,537.66

TOTAL ASSETS 2,274,537.66

LIABILITIES & NET ASSETS

Liabilities

Current Liabilities

Other Current Liabilities

Deferred Revenues	16,963.08
Direct Deposit Liabilities	-1,992.09
Payroll Liabilities	-0.02

Payroll Taxes

Federal Payroll Tax Withholding	4,176.44
NC Taxes Withheld/NC Unemp	1,080.09

Total Payroll Taxes 5,256.53

Retirement Contribution 3,089.28

Total Other Current Liabilities 23,316.78

Total Current Liabilities 23,316.78

Total Liabilities 23,316.78

Net Assets

Restricted Net Assets 1,560,000.00

Unrestricted Net Assets 691,220.88

Total Net Assets 2,251,220.88

TOTAL LIABILITIES & NET ASSETS 2,274,537.66

Town of Oak Ridge Statement of Revenues and Expenses

Modified Accrual Basis
February 2013

	Feb 13	Jul '12 - Feb 13
Revenue		
Privilege License Income	0.00	17,500.00
ABC Store	0.00	61,550.00
Interest	0.00	5,583.96
Miscellaneous Income	0.00	405.01
Other Park Revenue		
Facility Rental	419.00	7,370.15
Pepsi Machine	0.00	270.00
Program Fees	1,275.00	7,917.00
User Fees	0.00	10,896.00
Total Other Park Revenue	1,694.00	26,453.15
Planning & Zoning Fees	0.00	4,614.00
Tax Receipts		
Property Tax Receipts	72,959.30	675,520.68
Franchise Tax Receipts		
Cable	0.00	5,813.52
Electric Power	0.00	92,412.00
Piped Natural Gas	0.00	778.00
Solid Waste Disposal Tax Dist.	1,079.84	3,139.88
Telecommunications Services	0.00	14,613.00
Video Programming	0.00	33,079.99
Total Franchise Tax Receipts	1,079.84	149,836.39
Sales Tax Receipts	14,274.14	107,670.36
Total Tax Receipts	88,313.28	933,027.43
Transfer from Capital Reserves	1,000,000.00	1,000,000.00
Total Revenue	1,090,007.28	2,049,133.55
 Expense		
OPERATING EXPENSE		
Advertising	241.04	1,263.64
Beautification	0.00	29.92
Board of Adjustment	272.50	272.50
Direct Deposit Fees	20.60	185.30
Dues and Subscriptions	0.00	12,991.20
Education	0.00	1,220.00
Equipment Lease	130.43	988.44
Historical Committee	0.00	66.45
Insurance		
Life Insurance	49.74	395.10

Town of Oak Ridge Statement of Revenues and Expenses

Modified Accrual Basis
February 2013

	Feb 13	Jul '12 - Feb 13
Disability Insurance	24.00	192.00
Health	2,463.22	19,310.62
Liability Insurance	0.00	5,749.45
Workers Comp	0.00	470.01
Total Insurance	2,536.96	26,117.18
Gross Wages		
Total Gross Wages	9,242.10	78,078.49
Miscellaneous	0.00	30.00
Miscellaneous Remitted Penalty	0.00	90.00
Mileage Reimbursement		
Administrative	0.00	638.20
Total Mileage Reimbursement	0.00	638.20
Office Supplies	55.25	697.24
Ordinance Conversion	0.00	550.00
Planning Services	0.00	7,500.00
Postage and Delivery	0.00	184.30
Professional Fees		
Accounting	3,792.10	44,326.45
Animal Control	0.00	7,952.00
Consulting	0.00	8,121.17
Legal Fees	3,678.33	28,596.09
Tax Collection Fee	0.00	4,097.00
Well Monitoring	0.00	5,000.00
Total Professional Fees	7,470.43	98,092.71
Property Maintenance	0.00	4,235.42
Retirement Matching Contrib	862.36	7,320.75
Security Monitoring	75.00	225.00
Taxes		
Medicare	122.55	1,045.73
Property	0.00	643.97
Social Security	524.02	4,424.40
Unemployment	81.13	346.55
Total Taxes	727.70	6,460.65
Telephone	476.86	4,450.54
Town Hall Expense		
Furnishings	0.00	147.25
Cleaning	250.00	2,500.00

Town of Oak Ridge Statement of Revenues and Expenses

Modified Accrual Basis
February 2013

	Feb 13	Jul '12 - Feb 13
Total Town Hall Expense	250.00	2,647.25
Travel and Entertainment		
Administrative	0.00	23.00
Total Travel and Entertainment	0.00	23.00
Utilities		
Electricity	2,180.11	12,250.73
Web Hosting Fees	550.00	710.00
Total Utilities	2,730.11	12,960.73
Total OPERATING EXPENSE	25,091.34	267,318.91
CULTURAL & RECREATION EXPENSE		
Contributions to Other Agencies	0.00	4,266.00
Special Events	0.00	40.00
Park Operations		
Operations & Maintenance	6,399.60	74,666.37
Salary	8,799.72	77,501.65
Taxes		
Medicare	120.59	1,053.29
Social Security	515.65	4,550.71
State Unemployment	79.84	451.23
Total Taxes	716.08	6,055.23
Insurance		
Disability Insurance	36.00	276.00
Health	2,705.82	20,729.72
Liability	0.00	5,749.45
Life Insurance	48.06	365.54
Workers Comp	0.00	4,340.72
Total Insurance	2,789.88	31,461.43
Retirement Matching	843.10	6,414.33
Total Park Operations	19,548.38	196,099.01
Town Park Debt Service	1,012,360.03	1,331,761.03
Total CULTURAL & RECREATION EXPENSE	1,031,908.41	1,532,166.04
CAPITAL EXPENSES		
Park Improvements	0.00	34,685.00
Capital Equipment	975.00	19,908.69

See Accountant's Compilation Report

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**Town of Oak Ridge
Statement of Revenues and Expenses**

**Modified Accrual Basis
February 2013**

	<u>Feb 13</u>	<u>Jul '12 - Feb 13</u>
Total CAPITAL EXPENSES	<u>975.00</u>	<u>54,593.69</u>
Total Expense	<u>1,057,974.75</u>	<u>1,854,078.64</u>
Net Revenue	<u><u>32,032.53</u></u>	<u><u>195,054.91</u></u>

**Town of Oak Ridge
Supplementary Schedule 1
Account Balance Report-BB&T**

**Modified Accrual Basis
As of February 28, 2013**

Checking/Savings	
BB&T Checking	264,605.22
BB&T Money Market	<u>877,262.64</u>
Total Checking/Savings	<u><u>1,141,867.86</u></u>

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Town of Oak Ridge
Supplementary Schedule 2
Account Balance Report-Bank of Oak Ridge
Modified Accrual Basis
As of February 28, 2013

Checking/Savings	
Bank Of OR Money Market	<u>1,112,550.00</u>
Total Checking/Savings	<u><u>1,112,550.00</u></u>

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Town of Oak Ridge
Supplementary Schedule 3
Statement of Revenues and Expenses Detail
 Modified Accrual Basis
 February 2013

Revenue	Type	Date	Num	Name	Memo	Amount
Other Park Revenue						
Facility Rental	Deposit	02/08/2013		GBC 13-U		184.00
	Deposit	02/15/2013		Deposit		105.00
	Deposit	02/26/2013		Deposit		130.00
Total Facility Rental						419.00
Program Fees						
Total Program Fees	Deposit	02/26/2013		SB entry fees		1,275.00
						1,275.00
Total Other Park Revenue						1,694.00
Tax Receipts						
Property Tax Receipts	Deposit	02/04/2013		January		72,959.30
Total Property Tax Receipts						72,959.30
Franchise Tax Receipts						
Sold Waste Disposal Tax Dist.	Deposit	02/14/2013		Oct-Dec 2012		1,079.84
Total Sold Waste Disposal Tax Dist.						1,079.84
Total Franchise Tax Receipts						1,079.84
Sales Tax Receipts						
Total Sales Tax Receipts	Deposit	02/14/2013		November		14,274.14
						14,274.14
Total Tax Receipts						88,313.28
Transfer from Capital Reserves						
Total Transfer from Capital Reserves	General Journal	02/28/2013	02282013 #3	BB&T Park Loan Modification-Principal Payment		1,000,000.00
						1,000,000.00
Total Revenue						1,090,007.28

See Accountant's Compilation Report

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Town of Oak Ridge
Supplementary Schedule 3
Statement of Revenues and Expenses Detail
 Modified Accrual Basis
 February 2013

Expense	Type	Date	Num	Name	Memo	Amount
OPERATING EXPENSE						
Advertising	Check	02/08/2013	8662	News & Record	Inv#1063534	241.04
Total Advertising						<u>241.04</u>
Board of Adjustment	Check	02/25/2013	8678	Scott Court Reporting, Inc	Invoice dated 2/25/13	272.50
Total Board of Adjustment						<u>272.50</u>
Direct Deposit Fees						
Total Direct Deposit Fees						20.60
Equipment Lease	Check	02/08/2013	8664	Modern Impressions		98.41
Total Equipment Lease	Check	02/26/2013	8679	Modern Impressions	Inv#163107	32.02
						<u>130.43</u>
Insurance						
Life Insurance						
Total Life Insurance						49.74
Disability Insurance	Check	02/12/2013	8666	Municipal Insurance Trust of NC	Feb	24.00
Total Disability Insurance						<u>24.00</u>
Health						
Total Health						<u>2,463.22</u>
Total Insurance						2,536.96
Gross Wages						
Total Gross Wages						9,242.10
Office Supplies	Check	02/08/2013	8661	Office Depot	642671440001 & 642671313001	55.25

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Town of Oak Ridge
 Supplementary Schedule 3
 Statement of Revenues and Expenses Detail

Modified Accrual Basis
 February 2013

	Type	Date	Num	Name	Memo	Amount
Total Office Supplies						55.25
Professional Fees						
Accounting	Check	02/06/2013	8658	Samuel K. Anders, CPA, MSA, PC	Inv#30496	3,792.10
Total Accounting						3,792.10
Legal Fees						
Total Legal Fees	Check	02/06/2013	8657	Sparrow Wolf & Dennis, P.A.	Inv#12275	3,678.33
Total Professional Fees						7,470.43
Retirement Matching Contrib						
Total Retirement Matching Contrib						862.36
Security Monitoring						
Total Security Monitoring	Check	02/27/2013	8686	Security Central	Inv#S1000891557	75.00
Taxes						
Medicare						
Total Medicare						122.55
Social Security						
Total Social Security						524.02
Unemployment						
Total Unemployment						81.13
Total Taxes						727.70
Telephone						
	Check	02/25/2013	8675	North State Communications	Inv#102986	152.30
	Check	02/27/2013	8688	North State Communications	644-7012	0.71
	Check	02/27/2013	8688	North State Communications	644-7009	323.85
Total Telephone						476.86

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**Town of Oak Ridge
Supplementary Schedule 3
Statement of Revenues and Expenses Detail**

Modified Accrual Basis
February 2013

Type	Date	Num	Name	Memo	Amount
Town Hall Expense					
Cleaning					
Check	02/25/2013	8677	At Your Services Cleaning	Inv#372105	250.00
Total Cleaning					250.00
Total Town Hall Expense					250.00
Utilities					
Electricity					
Check	02/08/2013	8663	Duke Energy	4501 Peoples	24.24
Check	02/08/2013	8663	Duke Energy	3100 Oak Ridge Rd	22.06
Check	02/25/2013	8671	Duke Energy	1614 Oak Ridge Rd	23.27
Check	02/25/2013	8671	Duke Energy	8315 Linville Rd	2,110.54
Total Electricity					2,180.11
Web Hosting Fees					
Check	02/25/2013	8676	Avenet, LLC	Annual Service Pkg (through 2/28/14)	550.00
Total Web Hosting Fees					550.00
Total Utilities					2,730.11
Total OPERATING EXPENSE					25,091.34
CULTURAL & RECREATION EXPENSE					
Park Operations					
Operations & Maintenance					
Credit Card Change	02/01/2013		Lowe's		89.84
Credit Card Change	02/01/2013		AutoZone		22.96
Deposit	02/08/2013			Reimbursement for sweatshirt	-38.10
Deposit	02/08/2013			ORVA Reimbursement for Chaik	-166.00
Check	02/25/2013	8672	Duke Energy	6231 Lisa Dr	1,301.79
Check	02/25/2013	8672	Duke Energy	6231 Lisa Dr Lights	408.80
Check	02/25/2013	8673	Duke Energy	8326 Linville Rd	234.97
Check	02/25/2013	8673	Duke Energy	6231 Lisa Dr	180.03
Check	02/25/2013	8673	Duke Energy	8326 Linville Rd	235.56
Check	02/25/2013	8673	Duke Energy	6231 Lisa Dr	19.52
Check	02/25/2013	8674	Smith Turf & Irrigation	INV#2582004	61.55

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**Town of Oak Ridge
Supplementary Schedule 3
Statement of Revenues and Expenses Detail**

Modified Accrual Basis
February 2013

	Type	Date	Num	Name	Memo	Amount
Total Operations & Maintenance	Check	02/27/2013	8684	Green Resource, LLC	INV#INV00134706	2,698.00
	Check	02/27/2013	8685	Smith Turf & Irrigation	Inv#2586283	100.88
	Check	02/27/2013	8687	Southeast Laser Grading LLC	VOID: Inv#212013-1	0.00
	Check	02/28/2013	8693	Southeast Laser Grading LLC	Re-issuue of Ck #8687 Stop Payment	1,250.00
						6,399.80
Salary						
Total Salary						8,799.72
Taxes						
Medicare						
Total Medicare	General Journal	02/28/2013	02282013 #2		Move Medicare/SS & Unemp. to Park	120.59
						120.59
Social Security						
Total Social Security	General Journal	02/28/2013	02282013 #2		Move Medicare/SS & Unemp. to Park	515.65
						515.65
State Unemployment						
Total State Unemployment	General Journal	02/28/2013	02282013 #2		Move Medicare/SS & Unemp. to Park	79.84
						79.84
Total Taxes						716.08
Insurance						
Disability Insurance	Check	02/12/2013	8666	Municipal Insurance Trust of NC	Feb	36.00
Total Disability Insurance						36.00
Health						
Total Health						2,705.82
Life Insurance						
Total Life Insurance						48.06
Total Insurance						2,789.88
Retirement Matching						

See Accountant's Compilation Report

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**Town of Oak Ridge
Supplementary Schedule 3
Statement of Revenues and Expenses Detail**

Modified Accrual Basis
February 2013

	Type	Date	Num	Name	Memo	Amount
Total Retirement Matching	General Journal	02/28/2013	02282013 #1		Move Retirement Matching Contrib. to Park	843.10
						843.10
Total Park Operations						19,548.38
Town Park Debt Service						1,000,000.00
	Check	02/27/2013	1013	Bank Of Oak Ridge	For Certified Check to BB&T	9,460.03
	Check	02/27/2013	8691	Branch Banking and Trust Company	Interest Jan.9-Feb.27, 2013	2,900.00
	Check	02/27/2013	8692	Branch Banking and Trust Company	Modification Fee	1,012,360.03
Total Town Park Debt Service						1,031,908.41
Total CULTURAL & RECREATION EXPENSE						
CAPITAL EXPENSES						
Capital Equipment						975.00
Total Capital Equipment	Check	02/12/2013	8665	Quality Equipment, LLC	2013 Woods PF4048JD Pallet Forks	975.00
Total CAPITAL EXPENSES						975.00
Total Expense						1,057,974.75
Net Revenue						32,032.53

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Town of Oak Ridge
Supplementary Schedule 4
Schedule of Assets and Depreciation
Modified Accrual Basis
2012/2013 FY

Asset	Cost as of 6/30/2012	2012/2013 Additions	2012/2013 Disposals	Total	Accumulated		Est. Monthly
					Depreciation as of 6/30/12	Depreciation as of 6/30/13	
Land	1,918,118.03			1,918,118.03			
Computer Equipment	22,086.39			22,086.39	15,883.53	2,277.90	18,161.43
Furniture and Fixtures	31,296.41			31,296.41	22,120.70	4,470.92	26,591.62
Other - Equipment	3,170.94			3,170.94	2,314.89	313.40	2,628.29
Park Structures	514,505.24			514,505.24	39,187.46	15,733.58	54,921.04
Park Land Improvements	2,066,049.85	33,750.00		2,099,799.85	169,036.68	57,236.58	226,273.26
Park Equipment	639,864.06	19,908.69		659,772.75	124,096.12	45,449.36	169,545.48
Sidewalks	15,421.50			15,421.50	2,087.73	1,028.10	3,115.83
Signs	20,365.23			20,365.23	8,253.93	1,297.08	9,551.01
Town Hall	1,578,726.68			1,578,726.68	245,299.03	46,001.20	291,300.23
Total	6,809,604.33	53,658.69	0.00	6,863,263.02	628,280.07	173,808.12	802,088.19

Est. Monthly 14,484.01

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Town of Oak Ridge
Supplementary Schedule 5
Modified Accrual Basis

Town of Oak Ridge - Town Park Loan - BB&T

Loan Date 1/18/2008 - Loan Amount \$3,350,000.00

Payment Amount Varies (\$223,333.33 + Interest)

15-Year Term @ 3.91% - Loan End Date 1/18/2023

<u>Date</u>	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
1/18/2009	354,318.33	130,985.00	223,333.33	3,126,666.67
1/18/2010	345,586.00	122,252.67	223,333.33	2,903,333.34
1/18/2011	336,853.66	113,520.33	223,333.33	2,680,000.01
1/18/2012	328,121.33	104,788.00	223,333.33	2,456,666.68
1/18/2013	319,389.00	96,055.67	223,333.33	2,233,333.35
2/27/2013	1,000,000.00	9,460.03	1,000,000.00	1,233,333.35
1/18/2014				
1/18/2015				
1/18/2016				
1/18/2017				
1/18/2018				
1/18/2019				
1/18/2020				
1/18/2021				
1/18/2022				
1/18/2023				
Projected Totals	4,087,319.99	737,320.03	3,350,000.00	0.00