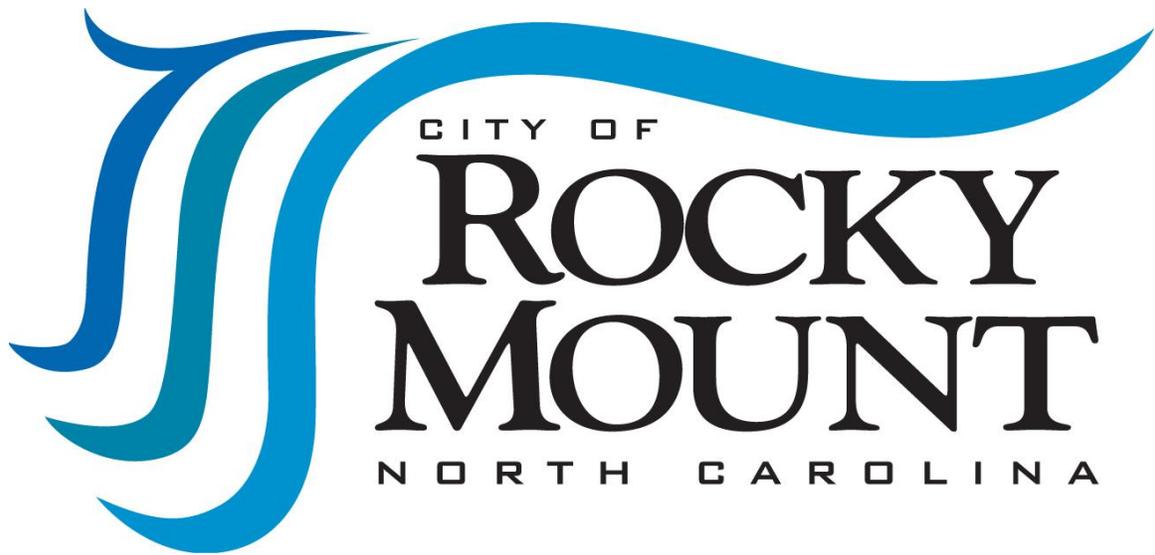


Compliance Letters



Fiscal Year Ended June 30, 2015

CITY OF ROCKY MOUNT, NORTH CAROLINA

COMPLIANCE LETTERS FOR THE YEAR ENDED JUNE 30, 2015

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

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

Independent Auditor's Report

To the Honorable Mayor
and Members of the City Council
City of Rocky Mount
Rocky Mount, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rocky Mount, North Carolina, as of and for the year ended June 30, 2015, not presented here, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated October 19, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Rocky Mount'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 City of Rocky Mount's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Rocky Mount's internal control.

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 internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency, 2015-001, described in the accompanying Schedule of Findings, Responses, and Questioned Costs to be a material weakness.

Compliance and Other Matters

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

City of Rocky Mount's Response to Finding

The City of Rocky Mount's response to the finding identified in our audit is described in the accompanying Schedule of Findings, Responses, and Questioned Costs. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

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 on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
October 19, 2015

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

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Report On Compliance For Each Major Federal Program; Report On Internal Control Over Compliance; Report On Schedule Of Expenditures Of Federal And State Awards Required By OMB Circular A-133; And the State Single Audit Implementation Act

Independent Auditor's Report

To the Honorable Mayor
and Members of the City Council
City of Rocky Mount
Rocky Mount, North Carolina

Report on Compliance for Each Major Federal Program

We have audited the City of Rocky Mount'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 the City of Rocky Mount's major federal programs for the year ended June 30, 2015. The City of Rocky Mount's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the City of Rocky Mount 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, 2015.

Report on Internal Control Over Compliance

Management of the City of Rocky Mount 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 of compliance, we considered the City of Rocky Mount's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order 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 City of Rocky Mount's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material non-compliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rocky Mount as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Rocky Mount's basic financial statements. We issued our report thereon dated October 19, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Rocky Mount's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State

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

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
October 19, 2015

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

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

Report On Compliance For Each Major State Program; Report On Internal Control Over Compliance; Report On Schedule Of Expenditures Of Federal And State Awards Required By OMB Circular A-133; And The State Single Audit Implementation Act

Independent Auditor's Report

To the Honorable Mayor
and Members of the City Council
City of Rocky Mount
Rocky Mount, North Carolina

Report on Compliance for Each Major State Program

We have audited the City of Rocky Mount's compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that could have a direct and material effect on each of the City of Rocky Mount's major State programs for the year ended June 30, 2015. The City of Rocky Mount's major State programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Rocky Mount'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 in applicable sections of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about the City of Rocky Mount's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major State program. However, our audit does not provide a legal determination of the City of Rocky Mount's compliance.

Opinion on Each Major State Program

In our opinion, the City of Rocky Mount 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, 2015.

Report on Internal Control Over Compliance

Management of the City of Rocky Mount 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 of compliance, we considered the City of Rocky Mount's internal control over compliance with the types of requirements that could have a direct and material effect on a major State program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major State 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 City of Rocky Mount's internal control over compliance.

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rocky Mount as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Rocky Mount's basic financial statements. We issued our report thereon dated October 19, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for

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

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
October 19, 2015

CITY OF ROCKY MOUNT, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015**

1. Summary of Auditor's Results

Financial Statements

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

Federal Awards

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

Identification of major federal programs:

<u>Program Name or Cluster</u>	<u>CFDA #</u>
Formula Grants for Rural Areas	20.509
Federal Transit Cluster	20.500, 20.507, 20.525, 20.526
CDBG Entitlement Program	14.218

Dollar threshold used to distinguish between Type A and Type B Programs	<u>\$300,000</u>
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Auditee qualified as low-risk auditee?	Yes
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CITY OF ROCKY MOUNT, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015**

1. Summary of Auditor's Results (continued):

State Awards

Internal control over major State programs:

- Material weakness (es) identified? No
- Significant deficiency(s) identified that are not considered to be material weaknesses? None reported

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

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

Identification of major State programs:

Program Name

Powell Bill

CITY OF ROCKY MOUNT, NORTH CAROLINA

SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2015

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

Finding 2015-001:

Criteria: Management should have a process in place to reduce the likelihood of errors in annual financial reporting related to review and reporting of third party information.

Condition: An error was discovered with regard to government-wide assets and the City's investment in the Rocky Mount-Wilson Airport Joint Venture. Beginning net position for governmental activities was restated.

Context: While performing testing on governmental activities capital assets, we noticed the condition above.

Cause: Inaccurate valuation for the equity interest in the City's joint venture.

Effect: For the statements affected, the prior year financial statements were misstated for the assets related to the Rocky Mount-Wilson Airport Joint Venture.

Recommendation: Careful review of third-party information prior to including asset additions on the audited financial statements to prevent prior period adjustments in the future.

Name of Contact Person: Amy Staton

Corrective Action Plan/Management Response: The joint venture for the Rocky Mount-Wilson Airport began in 1964, many years prior to existing City management and staff. The City has relied on third party information and historical practices for valuation and reporting of the equity interest in the joint venture. It is our understanding all parties to the joint venture have inadvertently misstated the amount. This amount is only recorded as part of the government-wide annual financial statements. There are no operational transactions that would impact the City's financial reports or budgetary and financial decisions. We do not feel that this is the result of an internal control deficiency nor does it have a material impact on the operations and financial decisions of the City. Current staff cannot go back and correct those oversights but will monitor and carefully review the joint venture information in the future to prevent this oversight from occurring again. The parties involved in the joint venture have met to determine future steps to ensure accuracy of information and the reporting of it.

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

None.

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

None.

CITY OF ROCKY MOUNT, NORTH CAROLINA
SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2015

None.

City of Rocky Mount, North Carolina
 Schedule of Federal and State Financial Assistance
 From Grant Inception and for the Year Ended June 30, 2015

Grantor / Pass - Through Grantor / Program Title	Federal CFDA Number	Pass - Through Grantor Number	Grant Award	Prior Year Expenditure	Federal Exp 6/30/15	State Exp 6/30/15
FEDERAL FINANCIAL ASSISTANCE PROGRAMS:						
U.S. Department of Transportation						
Direct Program -						
Federal Transit Administration:						
Federal Transit Cluster:						
Operating, Section 9 (50 fed /50 local) 2014 NC-90-X504	20.507		\$ 1,626	\$ 2,439	\$ -	\$ -
Operating, Section 9 (50 fed /50 local) 2014 NC-90-X539	20.507		420,001	557,776	-	-
Operating, Section 9 (50 fed /50 local) 2015 NC-90-X578	20.507		386,898	-	386,898	-
Capital, Section 5307 (80 fed / 10 local/10 SMAP) 2014 NC-90-X539	20.500		505,590	569,516	(2)	-
Capital, Section 5307 (80 fed / 10 local/10 SMAP) 2015 NC-90-X578	20.500		517,778	-	517,778	-
Capital, Section 5307 (80 fed /10 local/10 SMAP) 2009 NC-96-0010 Recovery Act	20.500		991,722	691,116	16,433	-
Capital, Section 5307-2A (80 fed/20 local) 2015 NC-90-X562-00	20.500		320,000	-	-	-
'Capital, Section 5309-2 (80fed/20local) 2015 NC-04-0057-00	20.500		80,000	-	-	-
Passed through North Carolina Department of Transportation:						
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research						
Planning, Sect 5303 (80/10/10) #14-08-115, WO#36230.25.13.6	20.505		29,808	33,118	-	-
Planning, Sect 5303 (80/10/10) #15-08-115, WO#36230.25.14.6	20.505		35,361	-	29,829	3,728
Formula Grants for Rural Areas:						
Rural, Admin 2014 #14-CT-043 NC-18-X034 WO#36233.23.12.1	20.509		205,095	238,405	(48,184)	(3,012)
Rural, Admin 2015 #15-CT-043 NC-18-X034 WO#36233.23.13.1	20.509		205,094	-	163,095	10,191
Rural, Operating 2015 #15-CT-043 WO#36233.23.13.2	20.509		97,500	-	66,238	-
Rural, Operating 2014 #14-CT-043 WO#36233.23.12.2	20.509		97,500	93,880	-	-
Rural Capital 2014 #14-CT-043 NC-18-X034 WBS#36233.23.12.3	20.509		293,310	325,941	-	-
Rural Capital 2015 #15CT-043 NC-18-X034 WBS#36233.23.13.3	20.509		1,500	-	1,056	132
Rural Capital 2015 P15 ARRA Capital #15-AR-043 WBS#51003.86.1STT1	20.509		283,620	-	219,580	27,447
Rural Reverse Commute 2015 #15-ED-5310 Operating WBS #51001.19.2.2	20.510		105,000	-	44,627	-
Rural Mobility Management #11-ED-043 WO#51001.19.1.3	20.513		63,000	69,687	-	-
Rural Mobility Management #15-ED-043 WBS#51001.19.2.3	20.509		35,000	-	27,695	3,461
Federal Highway Administration						
Highway Planning and Construction Program:						
Downtown Redevelopment Project: E-4992, WBS: 41063.1.1, 41063.3.1	20.205		4,561,414	8,069,400	-	-
PWP Transportation Planning FY 2015 (80fed / 20 local)	20.205		249,496	-	145,523	-
PWP Transportation Planning FY 2014 (80fed / 20 local)	20.205		208,096	188,759	-	-
Sidewalk Improvement (Tip Project C-4969)	20.205		749,000	494,450	-	-
Intersection Improvements Sunset Avenue/Buck Leonard (C-4970E)	20.205		200,000	193,626	4,974	-
Sidewalk Improvement (Tip Project C-5547) Nashville Road and Grace St.	20.205		229,000	-	146,651	-
National Highway Traffic Safety Award- passed thru						
North Carolina Highway Safety Program	20.614	PT-13-03-03-14	3,272	6,564	-	-
Total U.S. Department of Transportation			10,875,681	11,534,677	1,722,191	41,947
U.S. Department of Housing and Urban Development						
Direct Program -						
Community Development Block/Entitlement Grants:						
Community Development Entitlement Grant-2007	14.218		683,424	821,259	-	-
Community Development Entitlement Grant-2008	14.218		681,281	822,299	-	-
Community Development Entitlement Grant-2009	14.218		656,742	747,147	-	-
Community Development Entitlement Grant-2010	14.218		663,046	752,689	-	-
Community Development Entitlement Grant-2011	14.218		716,521	792,381	-	-
Community Development Entitlement Grant-2012	14.218		601,983	672,466	-	-
Community Development Entitlement Grant-2013	14.218		490,032	335,455	73,748	-
Community Development Entitlement Grant-2014	14.218		462,307	296,046	79,331	-
Community Development Entitlement Grant-2015	14.218		464,559	-	244,431	-
Home Investment Partnerships Program:						
Community Development Home Grant-2005	14.239		833,312	893,144	-	-
Community Development Home Grant-2006	14.239		793,028	779,027	-	-
Community Development Home Grant-2007	14.239		746,761	749,546	-	-
Community Development Home Grant-2008	14.239		760,068	662,756	-	-
Community Development Home Grant-2009	14.239		750,036	691,612	-	-
Community Development Home Grant-2010	14.239		833,642	564,186	-	-
Community Development Home Grant-2011	14.239		835,997	826,031	56,470	-
Community Development Home Grant-2012	14.239		736,315	429,892	37,312	-
Community Development Home Grant-2013	14.239		507,988	96,403	74,365	-
Community Development Home Grant-2014	14.239		449,394	33,661	1,923	-
Community Development Home Grant-2015	14.239		476,836	-	47,200	-
Passed through NC Housing Finance Agency						
CTP Program (Stewart B. McKinney Homeless Assistance Act - FAF)	14.000	CTP-12	65,000	-	65,000	-
Passed through NC Department of Commerce-Division of Community Assistance						
Neighborhood Stabilization Program	14.256	08-N-1894	2,100,000	2,758,325	24,926	-
Total U.S. Department of Housing and Urban Development			15,308,272	13,724,325	704,706	-

City of Rocky Mount, North Carolina
Schedule of Federal and State Financial Assistance
From Grant Inception and for the Year Ended June 30, 2015

Grantor / Pass - Through Grantor / Program Title	Federal CFDA Number	Pass - Through Grantor Number	Grant Award	Prior Year Expenditure	Federal Exp 6/30/15	State Exp 6/30/15
U.S. Department of Justice						
Direct Program -						
Bulletproof Vest Partnership Grant 2012 (closed)	16.607		\$ 3,990	\$ 3,990	\$ -	\$ -
Bulletproof Vest Partnership Grant 2013	16.607		14,626	1,491	13,880	-
Bulletproof Vest Partnership Grant 2014	16.607		18,890	-	18,701	-
2013 Edward Byrne Memorial JAG (2013-DJ-BX-0118)	16.738		59,816	59,825	-	-
2014 Edward Byrne Memorial JAG (2014-DJ-BX-047)	16.738		65,080	-	63,383	-
Passed through NC Department of Public Safety-Governor's Crime Commission						
2014 Edward Byrne Memorial JAG (2014-DJ-BX-1148)	16.738		25,000	-	21,310	-
Total U.S. Department of Justice						
U.S. Department of Energy						
2009 Energy Efficiency and Conservation Block Grant Program Grant # DE-SC0003224 - Recovery Grant						
	81.128		572,100	572,100	-	-
Passed Through NC Department of Commerce, State Energy Office						
State Energy Program Main Street Energy Grant (ARRA)	81.041		105,000	134,271	-	-
Total U.S. Department of Energy						
U.S. Department of Homeland Security-Federal Emergency Mgt. Agency						
Assistance to Firefighters Grant	97.044		160,000	196,040	-	-
Total Federal Emergency Management Agency						
U.S. Department of Health and Human Services						
Demonstration Grant	93.259		299,932	129,901	64,810	-
Total US Department of Health and Human Services						
Total Federal Financial Assistance Programs						
STATE FINANCIAL ASSISTANCE PROGRAMS:						
North Carolina Department of Transportation:						
Public Transportation Division:						
State Maintenance Assistance Program FY15			\$ 193,448	\$ -	\$ -	\$ 193,448
State Maintenance Assistance Program FY15			16,461	-	-	16,461
Division of Highways:						
State Street-Aid Allocation Fund (Powell Bill)			1,622,516	-	-	776,330
Municipal Agreement - WBS: 3605.33 & 36050.064 - Snow and Ice Removal			75,000	-	-	75,000
Rail Division:						
Municipal Agreement - WBS: 42457 Train Station			250,000	412,215	-	29,333
Total N.C. Department of Transportation						
North Carolina Housing Finance Agency:						
NC Housing Trust Funds - Urgent Repair - URP1233			37,500	41,441	-	-
NC Housing Trust Funds - Urgent Repair - URP1423			45,000	-	-	44,548
Total North Carolina Housing Finance Agency						
North Carolina Dept of Health & Human Services						
Summer Feeding Program 2014			40,000	5,369	-	-
Summer Feeding Program 2015			25,088	-	-	3,349
Passed through the Upper Coastal Plain Area Agency on Aging						
Senior Center General Purpose Funding			11,680	15,573	-	-
Senior Center General Purpose Funding			3,893	-	-	3,893
Total NC Dept of Health & Human Services						
North Carolina Dept of Commerce						
Main Street Solution Fund						
North Carolina Main Street Solutions Fund Grant			202,500	100,000	-	-
Rural Economic Development Division						
Rural Grant Happy Hill 2013-247-60701-107			132,700	-	-	80,833
Industrial Development Fund						
Acme United Sewer Project U-438			30,000	-	-	30,000
Total North Carolina Dept of Commerce						
Golden Leaf Foundation						
Economic Catalyst Grant Program-Project Yum			355,000	18,735	-	11,380
Total State Assistance Programs						
TOTAL FEDERAL AND STATE FINANCIAL ASSISTANCE PROGRAMS						
\$ 30,549,173 \$ 26,949,953 \$ 2,608,981 \$ 1,306,522						

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of Federal and State Awards (SEFSA) includes the federal and State grant activity of the City of Rocky Mount under the programs of the federal government and the State of North Carolina for the year ended June 30, 2015. The information in this SEFSA is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the State Single Audit Implementation Act. Because the SEFSA presents only a select portion of the operations of the City of Rocky Mount, it is not intended to and does not present the financial position, changes in net assets or cash flows of the City of Rocky Mount.

Note 2 - Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments or cost principles contained in Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursements.