

COUNTY OF CAROLINE, VIRGINIA

Notes to Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2006

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Note 1 - General

The accompanying schedule of expenditures of federal awards presents the activity of all federally assisted programs of the County of Gloucester, Virginia. The County's reporting entity is defined in note 1 to the County's basic financial statements. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule.

Note 2 - Basis of Accounting

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting, which is described in note 1 to the County's basic financial statements.

Note 3 - Relationship to Financial Statements

Federal expenditures, revenues and capital contributions are reported in the County's basic financial statements as follows:

Intergovernmental federal revenues per the basic financial statements:

Primary government:		
General Fund	\$	203,654
Special Revenue Funds:		
Virginia Public Assistance Fund		1,349,841
Sheriff's Grants		13,810
Housing Fund		134,360
Capital Projects Funds:		
Capital Projects Fund		131,575
Enterprise Funds:		
Dawn Wastewater Fund		606,256
Total primary government	\$	<u>2,439,496</u>
Component Unit Public Schools:		
School Operating Fund	\$	946,068
School Cafeteria Fund		696,232
School Grant Fund		1,795,718
Total component unit public schools	\$	<u>3,438,018</u>
Total federal expenditures per basic financial statements	\$	<u>5,877,514</u>
Agency Fund - Four Rivers Technology in Education Consortium	\$	<u>538,780</u>
Non-cash expenditures - value of donated commodities	\$	<u>73,348</u>
Total federal expenditures per the Schedule of Expenditures of Federal Awards	\$	<u><u>6,489,642</u></u>