

BASIC FINANCIAL STATEMENTS

The Basic Financial Statements provide a summary overview of the financial position of all funds and account groups and of the operating results of all funds. They also serve as a condensed introduction to the more detailed statements that follow.

HARNETT COUNTY, NORTH CAROLINA

Statement of Net Assets

June 30, 2003

	Governmental Activities	Business Type Activities	Total Primary Government
Assets			
Cash and investments	\$ 23,314,421	\$ 5,402,583	\$ 28,717,004
Taxes receivable, net	2,823,394	91,783	2,915,177
Accounts receivable, net	6,080,857	1,847,306	7,928,163
Inventories	10,454	273,120	283,574
Cash on deposit with escrow agent	5,315,386	-	5,315,386
Bond issue costs, net	-	81,002	81,002
Capital assets:			
Nondepreciable	22,978,484	16,735,785	39,714,269
Depreciable	16,798,499	78,774,375	95,572,874
Total assets	<u>77,321,495</u>	<u>103,205,954</u>	<u>180,527,449</u>
Liabilities			
Accounts payable and accrued liabilities	1,044,496	386,799	1,431,295
Accrued interest payable	371,970	321,175	693,145
Customer deposits	-	559,358	559,358
Unearned revenue	619,171	33,349	652,520
Long-term liabilities:			
Due in less than one year	5,353,450	2,511,500	7,864,950
Due in more than one year	73,823,798	38,043,764	111,867,562
Total liabilities	<u>81,212,885</u>	<u>41,855,945</u>	<u>123,068,830</u>
Net assets			
Invested in capital assets, net of related debt	20,511,775	57,333,007	77,844,782
Restricted for:			
Capital projects	260,154	-	260,154
Debt service	5,558,331	-	5,558,331
Unrestricted	(30,221,650)	4,017,002	(26,204,648)
Total net assets	<u>\$ (3,891,390)</u>	<u>\$ 61,350,009</u>	<u>\$ 57,458,619</u>

HARNETT COUNTY, NORTH CAROLINA
Statement of Activities
Year Ended June 30, 2003

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		Total
				Governmental Activities	Business-type Activities	
Primary government:						
Governmental activities:						
General government	\$ 9,118,050	\$ 1,371,287	\$ 82,897	\$ (7,663,866)	\$ -	\$ (7,663,866)
Public safety	15,824,691	2,980,749	336,910	(12,507,032)	-	(12,507,032)
Environmental protection	336,670	-	6,205	(330,465)	-	(330,465)
Transportation	156,504	276,495	1,072,013	1,192,004	-	1,192,004
Economic and physical development	3,179,192	-	1,450,053	(1,729,139)	-	(1,729,139)
Human services	22,825,213	2,906,427	12,221,625	(7,679,683)	-	(7,679,683)
Cultural and recreational	889,600	481,893	10,032	(397,675)	-	(397,675)
Education	28,737,978	2,949	3,491,399	(25,243,630)	-	(25,243,630)
Debt service:						
Interest and fees	4,669,096	-	-	(4,669,096)	-	(4,669,096)
Total governmental activities	85,736,994	8,019,800	18,671,134	(59,028,582)	-	(59,028,582)
Business-type activities:						
Water and sewer	11,654,443	11,595,488	-	-	4,859,116	4,859,116
Solid waste	2,803,091	2,703,991	-	-	(99,100)	(99,100)
Total business-type activities	14,457,534	14,299,479	-	-	4,760,016	4,760,016
Total primary government	\$ 100,194,528	\$ 22,319,279	\$ 18,671,134	(59,028,582)	4,760,016	(54,268,566)
General revenues:						
Ad valorem taxes				30,862,061	-	30,862,061
Other taxes				13,893,614	85,681	13,979,295
Grants and contributions not restricted to specific programs				48,741	-	48,741
Investment earnings				358,035	67,158	425,193
Miscellaneous				1,476,618	51,761	1,528,379
Gain on sale of capital asset				-	12,075	12,075
Transfers				851,269	(851,269)	-
Total general revenues and transfers				47,490,338	(634,594)	46,855,744
Change in net assets				(11,538,244)	4,125,422	(7,412,822)
Net assets - beginning				7,646,854	57,224,587	64,871,441
Net assets - ending				<u>(3,891,390)</u>	<u>\$ 61,350,009</u>	<u>\$ 57,458,619</u>

HARNETT COUNTY, NORTH CAROLINA

Balance Sheet
Governmental Funds
June 30, 2003

	General	Masterplan Courthouse	School COPS 2002	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and investments	\$ 6,937,781	\$ 761,505	\$ 14,862,814	\$ 752,321	\$ 23,314,421
Taxes receivable, net	2,447,178	-	-	259,647	2,706,825
Accounts receivable, net	5,713,379	23,155	-	344,323	6,080,857
Due from other fund	33,069	-	-	-	33,069
Inventories	10,454	-	-	-	10,454
Cash on deposit with escrow agent	-	-	-	5,315,386	5,315,386
Total assets	<u>\$ 15,141,861</u>	<u>\$ 784,660</u>	<u>\$ 14,862,814</u>	<u>\$ 6,671,677</u>	<u>\$ 37,461,012</u>
Liabilities and fund balances					
Liabilities:					
Accounts payable and accrued liabilities	\$ 532,481	\$ 133,203	\$ -	\$ 378,812	\$ 1,044,496
Due to other fund	-	-	-	33,069	33,069
Deferred revenues	3,066,349	-	-	259,647	3,325,996
Total liabilities	<u>3,598,830</u>	<u>133,203</u>	<u>-</u>	<u>671,528</u>	<u>4,403,561</u>
Fund balances:					
Reserved:					
Inventories	10,454	-	-	-	10,454
Encumbrances	85,071	-	-	-	85,071
State statute	5,504,503	23,155	-	344,323	5,871,981
Debt service	241,945	-	-	5,315,386	5,557,331
Register of Deeds	-	-	-	45,466	45,466
Unreserved:					
Designated for subsequent year's expenditures	1,733,573	-	-	-	1,733,573
Undesignated	3,967,485	628,302	14,862,814	-	19,458,601
Unreserved, reported in nonmajor:					
Special revenue	-	-	-	81,387	81,387
Capital projects	-	-	-	213,587	213,587
Total fund balances	<u>11,543,031</u>	<u>651,457</u>	<u>14,862,814</u>	<u>6,000,149</u>	<u>33,057,451</u>
Total liabilities and fund balances	<u>\$ 15,141,861</u>	<u>\$ 784,660</u>	<u>\$ 14,862,814</u>	<u>\$ 6,671,677</u>	<u>\$ 37,461,012</u>

HARNETT COUNTY, NORTH CAROLINA
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Assets
June 30, 2003

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

Ending fund balance - governmental funds	\$ 33,057,451
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	39,776,983
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	2,451,424
Long-term liabilities, including capitalized leases, installment purchase agreements and bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(79,177,248)</u>
Net assets of governmental activities	<u>\$ (3,891,390)</u>

HARNETT COUNTY, NORTH CAROLINA

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ending June 30, 2003

	General	Masterplan Courthouse	School COPS 2002	Other Governmental Funds	Total Governmental Funds
Revenues					
Ad valorem taxes	\$ 29,508,448	\$ -	\$ -	\$ 2,571,363	\$ 32,079,811
Other taxes and licenses	13,092,337	-	-	801,277	13,893,614
Unrestricted intergovernmental	48,741	-	-	-	48,741
Restricted intergovernmental	16,747,426	-	-	1,941,186	18,688,612
Permits and fees	1,509,165	-	-	947,794	2,456,959
Sales and services	5,559,892	-	-	-	5,559,892
Investment earnings	353,111	31,943	349,961	9,823	744,838
Contributions	775	-	-	-	775
Other general revenues	1,306,256	18,905	-	177,278	1,502,439
Total revenues	68,126,151	50,848	349,961	6,448,721	74,975,681
Expenditures					
Current:					
General government	8,272,129	1,580,959	-	540,296	10,393,384
Public safety	11,834,662	-	-	4,135,908	15,970,570
Environmental protection	91,210	-	-	-	91,210
Transportation	48,309	-	-	-	48,309
Economic and physical development	3,070,233	-	-	637,340	3,707,573
Human services	22,021,548	-	-	817,485	22,839,033
Cultural and recreational	805,654	-	-	-	805,654
Education	12,271,614	-	16,179,954	636,371	29,087,939
Debt service:					
Principal	3,719,308	-	-	-	3,719,308
Interest and fees	4,299,951	-	-	-	4,299,951
Total expenditures	66,434,618	1,580,959	16,179,954	6,767,400	90,962,931
Excess (deficiency) of revenues over (under) expenditures	1,691,533	(1,530,111)	(15,829,993)	(318,679)	(15,987,250)
Other financing sources (uses)					
Capital lease issuance	10,958	-	-	-	10,958
Transfers in	1,152,044	576,084	-	2,001,193	3,729,321
Transfers out	(1,807,769)	-	-	(1,070,283)	(2,878,052)
Total other financing sources (uses)	(644,767)	576,084	-	930,910	862,227
Net change in fund balances	1,046,766	(954,027)	(15,829,993)	612,231	(15,125,023)
Fund balance - beginning	10,496,265	1,605,484	30,692,807	5,387,918	48,182,474
Fund balance - ending	\$ 11,543,031	\$ 651,457	\$ 14,862,814	\$ 6,000,149	\$ 33,057,451

HARNETT COUNTY, NORTH CAROLINA
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Year Ending June 30, 2003

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

Net change in fund balances - total governmental funds	\$ (15,125,023)
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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 outlay exceeded depreciation in the current period.	1,173,644
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,217,750)
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The issuance of long-term debt (e.g. bonds, leases) 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, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related accounts.	4,000,030
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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.	<u>(369,145)</u>
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Change in net assets of governmental activities	<u><u>\$ (11,538,244)</u></u>
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HARNETT COUNTY, NORTH CAROLINA

Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
Year Ending June 30, 2003

	Original Budget	Final Budget	Actual	Variance With Final Positive Negative
REVENUES				
Ad valorem taxes	\$ 28,136,915	\$ 28,902,935	\$ 29,508,448	\$ 605,513
Other taxes and licenses	11,575,000	13,016,682	13,092,337	75,655
Unrestricted intergovernmental	1,269,500	50,865	48,741	(2,124)
Restricted intergovernmental	14,823,487	17,882,701	16,747,426	(1,135,275)
Permits and fees	1,425,517	1,501,097	1,509,165	8,068
Sales and services	5,449,458	5,885,800	5,559,892	(325,908)
Investment earnings	355,000	356,000	353,111	(2,889)
Contributions	128,621	1,000	775	(225)
Other general revenues	947,343	1,495,464	1,306,256	(189,208)
Total revenues	<u>64,110,841</u>	<u>69,092,544</u>	<u>68,126,151</u>	<u>(966,393)</u>
EXPENDITURES				
Current:				
General government	7,426,085	8,713,759	8,272,129	441,630
Public safety	11,754,484	12,194,402	11,834,662	359,740
Environmental protection	95,452	91,901	91,210	691
Transportation	40,730	49,630	48,309	1,321
Economic and physical development	2,565,217	3,343,074	3,070,233	272,841
Human services	23,100,024	24,321,013	22,021,548	2,299,465
Cultural and recreational	846,231	877,454	805,654	71,800
Education	12,232,944	12,290,444	12,271,614	18,830
Debt service:				
Principal	3,719,311	4,051,461	3,719,308	332,153
Interest and fees	3,597,474	4,299,956	4,299,951	5
Total expenditures	<u>65,377,952</u>	<u>70,233,094</u>	<u>66,434,618</u>	<u>3,798,476</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,267,111)</u>	<u>(1,140,550)</u>	<u>1,691,533</u>	<u>2,832,083</u>
OTHER FINANCING SOURCES (USES)				
Capital lease issuance	-	10,958	10,958	-
Transfers in	675,000	851,869	1,152,044	300,175
Transfers out	(2,420,592)	(1,475,620)	(1,807,769)	(332,149)
Appropriated fund balance	3,012,703	1,753,343	-	(1,753,343)
Total other financing sources (uses)	<u>1,267,111</u>	<u>1,140,550</u>	<u>(644,767)</u>	<u>(1,785,317)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>1,046,766</u>	<u>\$ 1,046,766</u>
FUND BALANCE - BEGINNING			<u>10,496,265</u>	
FUND BALANCE - ENDING			<u>\$ 11,543,031</u>	

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HARNETT COUNTY, NORTH CAROLINA

Statement of Net Assets
 Proprietary Funds
 June 30, 2003

	Harnett County Public Utilities	Northeast Metro Water Sewer Fund	Buies Creek/ Coats Sewer Fund	South Central Water and Sewer Fund	West Central Water and Sewer Fund	Northwest Water and Sewer Fund
Assets						
Current assets						
Cash and investments	\$ 3,000,385	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes receivable, net	-	-	-	-	-	-
Accounts receivable, net	1,708,698	-	-	-	-	-
Inventories	273,120	-	-	-	-	-
Investment in direct financing leases	-	7,175,841	929,342	3,501,113	2,313,088	2,201,480
Total current assets	4,982,203	7,175,841	929,342	3,501,113	2,313,088	2,201,480
Noncurrent assets						
Capital assets, net	93,916,114	-	-	-	-	-
Bond issuance costs, net	81,002	-	-	-	-	-
Total noncurrent assets	93,997,116	-	-	-	-	-
Total assets	98,979,319	7,175,841	929,342	3,501,113	2,313,088	2,201,480
Liabilities						
Current liabilities						
Accounts payable and accrued liabilities	330,753	-	-	-	-	-
Accrued interest payable	321,175	46,391	4,342	18,313	10,688	10,480
Long-term liabilities due in less than one year	2,294,429	714,800	105,000	175,900	41,500	74,000
Customer deposits	559,358	-	-	-	-	-
Unearned revenue	33,349	-	-	-	-	-
Accrued vacation	193,750	-	-	-	-	-
Total current liabilities	3,732,814	761,191	109,342	194,213	52,188	84,480
Noncurrent liabilities						
Accrued landfill closure and postclosure care costs	-	-	-	-	-	-
Long-term debt	34,763,810	6,414,650	820,000	3,306,900	2,260,900	2,117,000
Total noncurrent liabilities	34,763,810	6,414,650	820,000	3,306,900	2,260,900	2,117,000
Total liabilities	38,496,624	7,175,841	929,342	3,501,113	2,313,088	2,201,480
Net assets						
Invested in capital assets net of related debt	57,333,007	-	-	-	-	-
Unrestricted net assets	3,149,688	-	-	-	-	-
Total net assets	\$ 60,482,695	\$ -	\$ -	\$ -	\$ -	\$ -

Enterprise Funds								
Southwest Water and Sewer Fund	Bunlevel/Riverside Water and Sewer Fund	Southeast Water and Sewer Fund	East Central Water and Sewer Fund	Riverside Water and Sewer Fund	Eliminations	Total Public Utility Funds	Solid Waste Management Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,000,385	\$ 2,402,198	\$ 5,402,583
-	-	-	-	-	-	-	91,783	91,783
-	-	-	-	-	-	1,708,698	138,608	1,847,306
-	-	-	-	-	-	273,120	-	273,120
8,525,282	167,696	1,343,714	3,536,556	1,198,753	(30,892,865)	-	-	-
8,525,282	167,696	1,343,714	3,536,556	1,198,753	(30,892,865)	4,982,203	2,632,589	7,614,792
-	-	-	-	-	-	93,916,114	1,594,046	95,510,160
-	-	-	-	-	-	81,002	-	81,002
-	-	-	-	-	-	93,997,116	1,594,046	95,591,162
8,525,282	167,696	1,343,714	3,536,556	1,198,753	(30,892,865)	98,979,319	4,226,635	103,205,954
-	-	-	-	-	-	330,753	56,046	386,799
42,368	696	5,714	15,056	4,753	(158,801)	321,175	-	321,175
590,198	3,000	22,000	50,500	14,000	(1,790,898)	2,294,429	-	2,294,429
-	-	-	-	-	-	559,358	-	559,358
-	-	-	-	-	-	33,349	-	33,349
-	-	-	-	-	-	193,750	23,321	217,071
632,566	3,696	27,714	65,556	18,753	(1,949,699)	3,732,814	79,367	3,812,181
-	-	-	-	-	-	-	3,279,954	3,279,954
7,892,716	164,000	1,316,000	3,471,000	1,180,000	(28,943,166)	34,763,810	-	34,763,810
7,892,716	164,000	1,316,000	3,471,000	1,180,000	(28,943,166)	34,763,810	3,279,954	38,043,764
8,525,282	167,696	1,343,714	3,536,556	1,198,753	(30,892,865)	38,496,624	3,359,321	41,855,945
-	-	-	-	-	-	57,333,007	-	57,333,007
-	-	-	-	-	-	3,149,688	867,314	4,017,002
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,482,695	\$ 867,314	\$ 61,350,009

HARNETT COUNTY, NORTH CAROLINA

Statement of Revenues, Expenses, and Changes in Fund Net Assets

Proprietary Funds

Year Ended June 30, 2003

	Harnett County Public Utilities	Northeast Metro Water Sewer Fund	Buies Creek/ Coats Sewer Fund	South Central Water and Sewer Fund	West Central Water and Sewer Fund	Northwest Water and Sewer Fund
Operating revenues						
Charges for services	\$ 9,902,247	\$ -	\$ -	\$ -	\$ -	\$ -
Water and sewer taps	384,332	-	-	-	-	-
Solid waste user fees	-	-	-	-	-	-
Other operating revenues	1,357,303	-	-	-	-	-
Total operating revenues	11,643,882	-	-	-	-	-
Operating expenses						
Operating expense	7,131,206	-	-	-	-	-
Depreciation	2,677,898	-	-	-	-	-
Total operating expenses	9,809,104	-	-	-	-	-
Operating income (loss)	1,834,778	-	-	-	-	-
Nonoperating revenue (expense)						
Investment earnings	40,885	-	-	-	-	-
Solid waste state taxes	-	-	-	-	-	-
Federal and state grants	3,864,187	-	-	-	-	-
Interest on debt	(221,351)	(410,976)	(57,490)	(212,558)	(130,313)	(129,183)
Amortization	(13,353)	-	-	-	-	-
Other operating expenses	(385)	-	-	-	-	-
Total nonoperating revenue (expense)	3,669,983	(410,976)	(57,490)	(212,558)	(130,313)	(129,183)
Income (loss) before transfers and contributions	5,504,761	(410,976)	(57,490)	(212,558)	(130,313)	(129,183)
Transfers in	2,075,899	410,976	57,490	212,558	130,313	129,183
Transfers out	(4,537,418)	-	-	-	-	-
Capital contributions	1,053,884	-	-	-	-	-
Change in net assets	4,097,126	-	-	-	-	-
Total net assets - beginning	56,385,569	-	-	-	-	-
Total net assets - ending	\$ 60,482,695	\$ -	\$ -	\$ -	\$ -	\$ -

Enterprise Funds								
Southwest Water and Sewer Fund	Bunnlevel/Riverside Water and Sewer Fund	Southeast Water and Sewer Fund	East Central Water and Sewer Fund	Riverside Water and Sewer Fund	Eliminations	Total Public Utility Funds	Solid Waste Management Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,902,247	\$ -	\$ 9,902,247
-	-	-	-	-	-	384,332	-	384,332
-	-	-	-	-	-	-	2,703,686	2,703,686
-	-	-	-	-	-	1,357,303	305	1,357,608
-	-	-	-	-	-	11,643,882	2,703,991	14,347,873
-	-	-	-	-	-	7,131,206	2,707,532	9,838,738
-	-	-	-	-	-	2,677,898	95,559	2,773,457
-	-	-	-	-	-	9,809,104	2,803,091	12,612,195
-	-	-	-	-	-	1,834,778	(99,100)	1,735,678
-	-	-	-	-	-	40,885	26,273	67,158
-	-	-	-	-	-	-	101,123	101,123
(346,964)	(8,488)	(69,559)	(182,934)	(61,785)	-	3,864,187	-	3,864,187
-	-	-	-	-	-	(1,831,601)	-	(1,831,601)
-	-	-	-	-	-	(13,353)	-	(13,353)
(346,964)	(8,488)	(69,559)	(182,934)	(61,785)	-	(385)	-	(385)
-	-	-	-	-	-	2,059,733	127,396	2,187,129
(346,964)	(8,488)	(69,559)	(182,934)	(61,785)	-	3,894,511	28,296	3,922,807
346,964	8,488	69,559	182,934	61,785	(1,610,250)	2,075,899	-	2,075,899
-	-	-	-	-	1,610,250	(2,927,168)	-	(2,927,168)
-	-	-	-	-	-	1,053,884	-	1,053,884
-	-	-	-	-	-	4,097,126	28,296	4,125,422
-	-	-	-	-	-	56,385,569	839,018	57,224,587
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	60,482,695	\$ 867,314	\$ 61,350,009

HARNETT COUNTY, NORTH CAROLINA

Statement of Cash Flows
 Proprietary Funds
 Year Ended June 30, 2003

	Harnett County Public Utilities Fund	Northeast Metro Water and Sewer Fund	Buies Creek/ Coats Sewer Fund	South Central Water and Sewer Fund	West Central Water and Sewer Fund	Northwest Water and Sewer Fund
Operating activities						
Cash received for goods and services	\$ 11,796,367	\$ -	\$ -	\$ -	\$ -	\$ -
Cash paid to employees	(1,952,811)	-	-	-	-	-
Cash paid for goods and services	(7,474,924)	-	-	-	-	-
Net cash provided by (used in) operating activities	2,368,632	-	-	-	-	-
Noncapital financing activities						
Transfers in	2,075,899	410,976	57,490	212,558	130,313	129,183
Transfers out	(4,537,418)	-	-	-	-	-
Net cash provided (used) by noncapital financing activities	(2,461,519)	410,976	57,490	212,558	130,313	129,183
Capital and related financing activities						
Proceeds from debt	1,000,000	-	-	-	-	-
Municipal contributions	709,430	-	-	-	-	-
Federal and state grants	3,864,187	-	-	-	-	-
Proceeds from investment in direct financing leases	-	691,544	105,490	185,937	39,937	67,311
Solid waste state tax	-	-	-	-	-	-
Principal payments on bond maturities and capital leases	(502,600)	(687,200)	(105,000)	(164,900)	(39,750)	(67,000)
Payments for direct financing lease	(1,646,994)	-	-	-	-	-
Purchase of capital assets	(7,401,827)	-	-	-	-	-
Interest payments on debt	(122,853)	(415,320)	(57,980)	(213,595)	(130,500)	(129,494)
Net cash provided (used) by capital and related financing activities	(4,100,657)	(410,976)	(57,490)	(212,558)	(130,313)	(129,183)
Investing activities						
Interest on investments	40,885	-	-	-	-	-
Net cash provided (used) in investing activities	40,885	-	-	-	-	-
Net increase in cash and cash equivalents/investments						
	(4,152,659)	-	-	-	-	-
Cash and cash equivalents/investments						
Beginning of year	7,153,044	-	-	-	-	-
End of year	\$ 3,000,385	\$ -	\$ -	\$ -	\$ -	\$ -
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities						
Operating income (loss)	\$ 1,834,778	\$ -	\$ -	\$ -	\$ -	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation and amortization	2,691,251	-	-	-	-	-
(Increase) decrease in accounts receivable	133,094	-	-	-	-	-
(Increase) decrease in inventories	(29,101)	-	-	-	-	-
(Increase) decrease in bond issuance costs	79,523	-	-	-	-	-
Increase (decrease) in accounts payable	(2,374,658)	-	-	-	-	-
Increase (decrease) in unearned revenue	10,741	-	-	-	-	-
Increase (decrease) in customer deposits	8,650	-	-	-	-	-
Increase (decrease) in landfill closure and postclosure care costs	-	-	-	-	-	-
Increase (decrease) in accrued vacation pay	14,354	-	-	-	-	-
Total adjustments	533,854	-	-	-	-	-
Net cash provided by (used in) operating activities	\$ 2,368,632	\$ -	\$ -	\$ -	\$ -	\$ -
Noncash investing, capital, and financing activities:						
Contributions of capital assets	\$ 344,454	\$ -	\$ -	\$ -	\$ -	\$ -

Southwest Water and Sewer Fund	Bunlevel/ Riverside Water and Sewer Fund	Southeast Water and Sewer Fund	East Central Water and Sewer Fund	Riverside Water and Sewer Fund	Eliminations	Total Public Utility Funds	Solid Waste Management Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,796,367	\$ 2,569,077	\$ 14,365,444
-	-	-	-	-	-	(1,952,811)	(433,434)	(2,386,245)
-	-	-	-	-	-	(7,474,924)	(2,431,802)	(9,906,726)
-	-	-	-	-	-	2,368,632	(296,159)	2,072,473
346,964	8,488	69,559	182,934	61,785	(1,610,250)	2,075,899	-	2,075,899
-	-	-	-	-	1,610,250	(2,927,168)	-	(2,927,168)
346,964	8,488	69,559	182,934	61,785	-	(851,269)	-	(851,269)
-	-	-	-	-	-	1,000,000	-	1,000,000
-	-	-	-	-	-	709,430	-	709,430
(486,542)	3,012	21,090	48,206	(4,753)	651,232	3,864,187	-	3,864,187
-	-	-	-	-	-	-	101,123	101,123
488,856	(3,000)	(21,000)	(48,000)	-	-	(1,149,594)	-	(1,149,594)
-	-	-	-	-	-	(1,646,994)	-	(1,646,994)
(349,278)	(8,500)	(69,649)	(183,140)	(57,032)	(651,232)	(7,401,827)	(10,455)	(7,412,282)
-	-	-	-	-	-	(1,086,109)	-	(1,086,109)
(346,964)	(8,488)	(69,559)	(182,934)	(61,785)	-	(5,710,907)	90,668	(5,620,239)
-	-	-	-	-	-	40,885	26,273	67,158
-	-	-	-	-	-	40,885	26,273	67,158
-	-	-	-	-	-	(4,152,659)	(179,218)	(4,331,877)
-	-	-	-	-	-	7,153,044	2,581,416	9,734,460
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,000,385	\$ 2,402,198	\$ 5,402,583
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,834,778	\$ (99,100)	\$ 1,735,678
-	-	-	-	-	-	2,691,251	95,559	2,786,810
-	-	-	-	-	-	133,094	(25,397)	107,697
-	-	-	-	-	-	(29,101)	-	(29,101)
-	-	-	-	-	-	79,523	-	79,523
-	-	-	-	-	-	(2,374,658)	(108,944)	(2,483,602)
-	-	-	-	-	-	10,741	(109,517)	(98,776)
-	-	-	-	-	-	8,650	-	8,650
-	-	-	-	-	-	-	(51,187)	(51,187)
-	-	-	-	-	-	14,354	2,427	16,781
-	-	-	-	-	-	533,854	(197,059)	336,795
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,368,632	\$ (296,159)	\$ 2,072,473
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 344,454	\$ -	\$ 344,454

HARNETT COUNTY, NORTH CAROLINA

Statement of Fiduciary Net Assets Agency Funds June 30, 2003

	<u>Agency Funds</u>
Assets	
Cash and investments	\$ 156,362
Total assets	<u>\$ 156,362</u>
Liabilities	
Accounts payable and accrued liabilities	\$ 156,362
Total liabilities	<u>\$ 156,362</u>