

ENTERPRISE FUNDS

Enterprise Funds account for operations financed and operated in a manner similar to private business enterprises – where the costs of providing services are financed primarily through user charges. Harnett County maintains one enterprise fund to account for the operations of the water and sewer districts. The County maintains ten additional funds to account for the debt service for each district. The County maintains a separate enterprise fund for the operations of the landfill.

INDIVIDUAL FUND DESCRIPTIONS:

Harnett County Public Utilities Fund – accounts for the operations of the ten water and sewer districts, which provide water and sewer to the residents of the County.

Individual Water and Sewer Funds – account for the debt service for each of the water and sewer districts. These funds are the Northeast Metro Water and Sewer District, the Buies Creek / Coats Sewer District, the South Central Water and Sewer District, the West Central Water and Sewer District, the Northwest Water and Sewer District, the Southwest Water and Sewer District, the Bunnlevel / Riverside Water and Sewer District, the Southeast Water and Sewer District, the East Central Water and Sewer District, and Riverside Water and Sewer District.

Solid Waste Management Fund – accounts for the operations of the Harnett County Landfill.

HARNETT COUNTY, NORTH CAROLINA

Enterprise Funds
 Schedule of Operating Expenses
 Year Ended June 30, 2006
 With Comparative Totals for the Year Ended June 30, 2005

	Harnett County	Solid Waste	Totals	
	Public Utilities	Management	2006	2005
	Fund	Fund		
Salaries and wages	\$ 2,544,988	\$ 433,219	\$ 2,978,207	\$ 2,741,546
Employee benefits	683,520	123,939	807,459	784,452
Telephone and postage	69,541	19,273	88,814	76,055
Utilities	1,060,864	17,060	1,077,924	914,890
Travel and meetings	22,440	1,488	23,928	25,157
Bulk water purchases	56,091	-	56,091	34,147
Treatment costs	1,420,119	-	1,420,119	1,136,536
Maintenance and repairs	572,464	217,342	789,806	756,087
Materials and supplies	424,064	91,363	515,427	405,512
Uniforms	34,356	4,432	38,788	31,212
Contracted services	1,059,306	1,715,302	2,774,608	2,613,309
Professional services	457,981	315,791	773,772	751,952
Dues and subscriptions	13,215	330	13,545	6,140
Insurance and bonds	89,330	7,026	96,356	92,101
Miscellaneous	75,312	326,625	401,937	178,021
Operating lease expense	1,022	4,599	5,621	8,210
Rent	19,236	8,785	28,021	58,594
Bad debt (recovery) expense	58,770	-	58,770	(679,880)
	<u>\$ 8,662,619</u>	<u>\$ 3,286,574</u>	<u>\$ 11,949,193</u>	<u>\$ 9,934,041</u>

HARNETT COUNTY, NORTH CAROLINA

Enterprise Funds
 Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Year Ended June 30, 2006

	Harnett County Public Utilities Fund		Solid Waste Management Fund		Totals		Variance Positive (Negative)
	Budget	Actual	Budget	Actual	Budget	Actual	
OPERATING REVENUES:							
Charges for services	\$ 12,233,020	\$ 13,473,335	\$ -	\$ -	\$ 12,233,020	\$ 13,473,335	\$ 1,240,315
Water and sewer taps	626,614	650,241	-	-	626,614	650,241	23,627
Solid waste user fees	-	-	3,270,628	3,227,530	3,270,628	3,227,530	(43,098)
Other operating revenues	1,756,942	1,712,891	7,841	8,009	1,764,783	1,720,900	(43,883)
Johnston County	4,000	4,000	-	-	4,000	4,000	-
Total operating revenues	<u>14,620,576</u>	<u>15,840,467</u>	<u>3,278,469</u>	<u>3,235,539</u>	<u>17,899,045</u>	<u>19,076,006</u>	<u>1,176,961</u>
NONOPERATING REVENUE:							
Investment earnings	55,000	87,855	54,300	74,506	109,300	162,363	53,063
Solid waste state taxes	-	-	125,000	141,044	125,000	141,044	16,044
Federal and state grants	-	510,941	-	-	-	510,941	510,941
Total revenues	<u>14,675,576</u>	<u>16,439,263</u>	<u>3,457,769</u>	<u>3,451,091</u>	<u>18,133,345</u>	<u>19,890,354</u>	<u>1,757,009</u>
EXPENDITURES:							
Operating expense	9,085,915	8,662,619	3,778,402	3,286,574	12,864,317	11,949,193	915,124
Interest paid	-	1,374,055	-	-	-	1,374,055	(1,374,055)
Total expenditures	<u>9,085,915</u>	<u>10,036,674</u>	<u>3,778,402</u>	<u>3,286,574</u>	<u>12,864,317</u>	<u>13,323,248</u>	<u>(458,931)</u>
Revenues over (under) expenditures	5,589,661	6,402,589	(320,633)	164,517	5,269,028	6,567,106	1,298,078
OTHER FINANCING SOURCES (USES):							
Transfers out	(8,887,388)	(134,484)	(17,166)	(17,166)	(8,904,554)	(151,650)	8,752,904
Fund balance appropriated	3,297,727	-	337,799	-	3,635,526	-	(3,635,526)
Total other financing sources (uses)	<u>(5,589,661)</u>	<u>(134,484)</u>	<u>320,633</u>	<u>(17,166)</u>	<u>(5,269,028)</u>	<u>(151,650)</u>	<u>5,117,378</u>
Excess of revenues and other financing sources (uses) over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>6,268,105</u>	<u>\$ -</u>	<u>147,351</u>	<u>\$ -</u>	<u>6,415,456</u>	<u>\$ 6,415,456</u>
RECONCILIATION OF MODIFIED ACCRUAL BASIS TO FULL ACCRUAL							
Budgetary appropriations (above):							
Capital contributions		8,674,180		-		8,674,180	
Depreciation		(3,049,587)		(186,990)		(3,236,577)	
Amortization		(21,927)		-		(21,927)	
Gain (loss) on sale of assets		(76,918)		(10,526)		(87,444)	
Change in Net Assets	<u>\$ 11,793,853</u>		<u>\$ (50,165)</u>		<u>\$ 11,743,688</u>		

HARNETT COUNTY, NORTH CAROLINA
Enterprise Funds
Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP) - Non-Operating Enterprise Funds
Year Ended June 30, 2006

	Northeast Metro Water & Sewer Fund		Buies Creek/Coats Water & Sewer Fund		South Central Water & Sewer Fund		West Central Water & Sewer Fund		Northwest Water and Sewer Fund	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Expenditures:										
Budgetary appropriations:										
Interest paid	\$ 208,758	\$ 203,245	\$ 40,340	\$ 39,850	\$ 166,256	\$ 152,710	\$ 102,133	\$ 101,987	\$ 98,600	\$ 98,285
Debt principal	790,450	790,450	105,000	105,000	230,448	230,448	70,000	70,000	95,000	95,000
Total expenditures	999,208	993,695	145,340	144,850	396,704	383,158	172,133	171,987	193,600	193,285
Revenues under expenditures	(999,208)	(993,695)	(145,340)	(144,850)	(396,704)	(383,158)	(172,133)	(171,987)	(193,600)	(193,285)
Other Financing Sources:										
Capital lease transfers in	999,208	993,695	145,340	144,850	396,704	383,158	172,133	171,987	193,600	193,285
Total other financing sources	999,208	993,695	145,340	144,850	396,704	383,158	172,133	171,987	193,600	193,285
Revenues and other financing sources over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reconciliation of modified accrual basis to full accrual basis:										
Payment of bond principal		790,450		105,000		230,448		70,000		95,000
Proceeds		-		-		-		-		-
Decrease in interest expense accrual		5,512		490		1,281		146		315
Reduction of investment in direct financing lease receivable		(795,962)		(105,490)		(231,729)		(70,146)		(95,315)
Change in Net Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Southwest Water & Sewer Fund		Bunnlevel/Riverside Water & Sewer Fund		Southeast Water & Sewer Fund		East Central Water & Sewer Fund		Riverside Water & Sewer Fund		Totals		Variance Positive (Negative)
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	
\$ 270,687	\$ 268,482	\$ 7,097	\$ 7,089	\$ 66,215	\$ 66,108	\$ 175,368	\$ 175,130	\$ 55,672	\$ 55,612	\$ 1,191,126	\$ 1,168,498	\$ 22,628
388,543	388,542	3,952	3,952	25,000	25,000	55,500	55,500	15,000	15,000	1,778,893	1,778,892	1
659,230	657,024	11,049	11,041	91,215	91,108	230,868	230,630	70,672	70,612	2,970,019	2,947,390	22,629
(659,230)	(657,024)	(11,049)	(11,041)	(91,215)	(91,108)	(230,868)	(230,630)	(70,672)	(70,612)	(2,970,019)	(2,947,390)	22,629
659,230	657,024	11,049	11,041	91,215	91,108	230,868	230,630	70,672	70,612	2,970,019	2,947,390	(22,629)
659,230	657,024	11,049	11,041	91,215	91,108	230,868	230,630	70,672	70,612	2,970,019	2,947,390	(22,629)
<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>

388,542	3,952	25,000	55,500	15,000	1,778,892
-	-	-	-	-	-
2,204	8	107	237	59	10,359
(390,746)	(3,960)	(25,107)	(55,737)	(15,059)	(1,789,251)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
Harnett Fuquay Wastewater Capital Project
From Inception and for Year Ended June 30, 2006

	Project Authorization	Prior Years	Actual		Total To Date
			Closed Project	Current Year	
Revenues:					
Sales tax refund	\$ 267,119	\$ 26,321	\$ -	\$ 207,593	\$ 233,914
Investment earnings	99,793	69,563	-	22,457	92,020
Restricted intergovernmental	26,023,984	1,930,501	-	6,255,310	8,185,811
Total revenues	26,390,896	2,026,385	-	6,485,360	8,511,745
Expenditures:					
Construction	35,249,536	2,342,009	-	18,030,727	20,372,736
Legal and administration	314,608	205,687	-	4,469	210,156
Engineering	5,002,304	2,152,707	-	514,293	2,667,000
Public utilities	3,572,200	-	-	-	-
Capital outlay	40,000	39,450	-	-	39,450
Interest	796,804	253,695	-	77,641	331,336
Contingency	2,207,677	-	-	-	-
Total expenditures	47,183,129	4,993,548	-	18,627,130	23,620,678
Revenues over (under) expenditures	(20,792,233)	(2,967,163)	-	(12,141,770)	(15,108,933)
Other financing sources (uses):					
Bond issuance	1,900,000	1,900,000	-	-	1,900,000
Bond premium	320,033	25,915	-	294,118	320,033
State loan issuance	15,000,000	-	-	9,526,461	9,526,461
Transfers in:					
Harnett County Public Utilities Fund	3,572,200	1,143,500	-	2,428,700	3,572,200
Transfers out:					
Harnett County Public Utilities Fund	-	-	-	-	-
Total other financing sources (uses)	20,792,233	3,069,415	-	12,249,279	15,318,694
Unexpended (overexpended) revenues and receipts	\$ -	\$ 102,252	\$ -	\$ 107,509	\$ 209,761

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 South Central Wastewater Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Investment earnings	\$ 12,655	\$ 5,562	\$ -	\$ 4,732	\$ 10,294
Total revenues	12,655	5,562	-	4,732	10,294
Expenditures:					
Legal and administration	45,000	25,270	-	3,949	29,219
Engineering	189,000	171,197	-	-	171,197
Land	253,000	184,206	-	1,316	185,522
Contingency	17,655	-	-	-	-
Total expenditures	504,655	380,673	-	5,265	385,938
Revenues over (under) expenditures	(492,000)	(375,111)	-	(533)	(375,644)
Other financing sources (uses):					
Transfers in:					
Harnett County Public Utilities Fund	492,000	492,000	-	-	492,000
Total other financing sources (uses)	492,000	492,000	-	-	492,000
Unexpended (overexpended) revenues and receipts	\$ -	\$ 116,889	\$ -	\$ (533)	\$ 116,356

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
Titan Wastewater Extension Capital Project
From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Sales tax refund	\$ 9,447	\$ 9,446	\$ -	\$ -	\$ 9,446
Investment earnings	26,786	15,154	-	11,440	26,594
Restricted intergovernmental	200,000	100,434	-	99,566	200,000
Total revenues	236,233	125,034	-	111,006	236,040
Expenditures:					
Construction	1,317,510	680,510	-	622,912	1,303,422
Legal and administration	62,000	44,589	-	10,628	55,217
Engineering	88,500	83,350	-	1,000	84,350
Contingency	39,261	-	-	-	-
Total expenditures	1,507,271	808,449	-	634,540	1,442,989
Revenues over (under) expenditures	(1,271,038)	(683,415)	-	(523,534)	(1,206,949)
Other financing sources (uses):					
Transfers in:					
Harnett County Public Utilities Fund	1,271,038	1,271,038	-	-	1,271,038
Total other financing sources (uses)	1,271,038	1,271,038	-	-	1,271,038
Unexpended (overexpended) revenues and receipts	\$ -	\$ 587,623	\$ -	\$ (523,534)	\$ 64,089

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Highway 87 Sewer Improvement Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Sales tax refund	\$ 23,048	\$ 21,366	\$ -	\$ 1,681	\$ 23,047
Investment earnings	28,776	23,010	-	9,753	32,763
Restricted intergovernmental	400,000	-	-	400,000	400,000
Total revenues	451,824	44,376	-	411,434	455,810
Expenditures:					
Construction	1,686,149	1,312,405	-	373,742	1,686,147
Legal and administration	99,995	10,672	-	2,261	12,933
Engineering	558,860	547,460	-	7,800	555,260
Materials and supplies	73,305	73,305	-	-	73,305
Interest	270,516	100,235	-	87,869	188,104
Contingency	178,427	-	-	-	-
Cost of issuance	1,635	1,634	-	817	2,451
Total expenditures	2,868,887	2,045,711	-	472,489	2,518,200
Revenues over (under) expenditures	(2,417,063)	(2,001,335)	-	(61,055)	(2,062,390)
Other financing sources (uses):					
Loan proceeds	2,100,000	2,100,000	-	-	2,100,000
Transfers in:					
Harnett County Public Utilities Fund	1,418,143	1,201,080	-	217,063	1,418,143
Transfers out:					
Harnett County Public Utilities Fund	(1,101,080)	(1,101,080)	-	-	(1,101,080)
Total other financing sources (uses)	2,417,063	2,200,000	-	217,063	2,417,063
Unexpended (overexpended) revenues and receipts	\$ -	\$ 198,665	\$ -	\$ 156,008	\$ 354,673

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Raw Water Intake Upgrade Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Prior Years	Actual		Total To Date
			Closed Project	Current Year	
Revenues:					
Sales tax refund	\$ 11,000	\$ 10,800	\$ -	\$ -	\$ 10,800
Investment earnings	15,470	10,574	-	5,151	15,725
Total revenues	26,470	21,374	-	5,151	26,525
Expenditures:					
Construction	787,000	735,600	-	46,601	782,201
Legal and administration	8,820	4,830	-	982	5,812
Engineering	112,615	110,000	-	1,500	111,500
Contingency	22,650	-	-	-	-
Total expenditures	931,085	850,430	-	49,083	899,513
Revenues over (under) expenditures	(904,615)	(829,056)	-	(43,932)	(872,988)
Other financing sources (uses):					
Transfers in:					
Harnett County Public Utilities Fund	904,615	904,615	-	-	904,615
Total other financing sources (uses)	904,615	904,615	-	-	904,615
Unexpended (overexpended) revenues and receipts	\$ -	\$ 75,559	\$ -	\$ (43,932)	\$ 31,627

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Carolina Lakes Sprayfield Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Investment earnings	\$ 1,700	\$ 790	\$ -	\$ 848	\$ 1,638
Total revenues	1,700	790	-	848	1,638
Expenditures:					
Construction	54,397	-	-	49,839	49,839
Legal and administration	4,300	1,090	-	695	1,785
Engineering	30,000	25,500	-	4,500	30,000
Interest	31,303	-	-	31,303	31,303
Contingency	3,700	-	-	-	-
Total expenditures	123,700	26,590	-	86,337	112,927
Revenues over (under) expenditures	(122,000)	(25,800)	-	(85,489)	(111,289)
Other financing sources (uses):					
Transfers in:					
Harnett County Public Utilities Fund	122,000	122,000	-	-	122,000
Total other financing sources (uses)	122,000	122,000	-	-	122,000
Unexpended (overexpended) revenues and receipts	\$ -	\$ 96,200	\$ -	\$ (85,489)	\$ 10,711

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Fort Bragg NTA Housing Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Other operating revenue	\$ 845,900	\$ -	\$ -	\$ -	\$ -
Investment earnings	8,704	-	-	3,931	3,931
Total revenues	854,604	-	-	3,931	3,931
Expenditures:					
Construction	2,097,500	-	-	-	-
Legal and administration	45,000	-	-	21,566	21,566
Engineering	297,000	-	-	229,492	229,492
Materials and supplies	82,979	-	-	-	-
Land	65,000	-	-	-	-
Contingency	135,725	-	-	-	-
Total expenditures	2,723,204	-	-	251,058	251,058
Revenues over (under) expenditures	(1,868,600)	-	-	(247,127)	(247,127)
Other financing sources (uses):					
State loan issuance	1,571,600	-	-	-	-
Transfers in:					
Harnett County Public Utilities Fund	297,000	-	-	297,000	297,000
Total other financing sources (uses)	1,868,600	-	-	297,000	297,000
Unexpended (overexpended) revenues and receipts	\$ -	\$ -	\$ -	\$ 49,873	\$ 49,873

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Public Utilities Davis Tract Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Investment earnings	\$ 3,566	\$ -	\$ -	\$ 3,208	\$ 3,208
Total revenues	3,566	-	-	3,208	3,208
Expenditures:					
Legal and administration	10,000	-	-	9,180	9,180
Land	1,500,000	-	-	742,500	742,500
Interest	-	-	-	35,400	35,400
Contingency	3,566	-	-	-	-
Total expenditures	1,513,566	-	-	787,080	787,080
Revenues over (under) expenditures	(1,510,000)	-	-	(783,872)	(783,872)
Other financing sources (uses):					
State loan issuance	1,500,000	-	-	1,500,000	1,500,000
Transfers in:					
Harnett County Public Utilities Fund	10,000	-	-	10,000	10,000
Total other financing sources (uses)	1,510,000	-	-	1,510,000	1,510,000
Unexpended (overexpended) revenues and receipts	\$ -	\$ -	\$ -	\$ 726,128	\$ 726,128

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 McKoy Town Road Waterline Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Sales tax refund	\$ 6,100	\$ -	\$ -	\$ 6,085	\$ 6,085
Investment earnings	200	-	-	977	977
Restricted intergovernmental	65,384	-	-	-	-
Total revenues	71,684	-	-	7,062	7,062
Expenditures:					
Construction	155,721	-	-	146,877	146,877
Legal and administration	16,114	-	-	-	-
Engineering	27,000	-	-	17,000	17,000
Land	1,000	-	-	-	-
Contingency	10,186	-	-	-	-
Total expenditures	210,021	-	-	163,877	163,877
Revenues over (under) expenditures	(138,337)	-	-	(156,815)	(156,815)
Other financing sources (uses):					
Transfers in:					
Harnett County Public Utilities Fund	178,337	-	-	178,337	178,337
Transfers out:					
Harnett County Public Utilities Fund	(40,000)	-	-	-	-
Total other financing sources (uses)	138,337	-	-	178,337	178,337
Unexpended (overexpended) revenues and receipts	\$ -	\$ -	\$ -	\$ 21,522	\$ 21,522

HARNETT COUNTY, NORTH CAROLINA

Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
 Erwin Wastewater Capital Project
 From Inception and for Year Ended June 30, 2006

	Project Authorization	Actual			Total To Date
		Prior Years	Closed Project	Current Year	
Revenues:					
Investment earnings	\$ 4,000	\$ -	\$ -	\$ 5,724	\$ 5,724
Restricted intergovernmental	2,900,000	-	-	-	-
Total revenues	2,904,000	-	-	5,724	5,724
Expenditures:					
Construction	5,523,400	-	-	-	-
Legal and administration	5,000	-	-	533	533
Engineering	673,920	-	-	151,280	151,280
Materials and supplies	216,000	-	-	129,000	129,000
Land	15,000	-	-	-	-
Contingency	358,805	-	-	-	-
Total expenditures	6,792,125	-	-	280,813	280,813
Revenues over (under) expenditures	(3,888,125)	-	-	(275,089)	(275,089)
Other financing sources (uses):					
Bond issuance	2,086,825	-	-	-	-
State loan issuance	1,589,300	-	-	-	-
Transfers in:					
Harnett County Public Utilities Fund	600,000	-	-	600,000	600,000
Transfers out:					
Harnett County Public Utilities Fund	(388,000)	-	-	-	-
Total other financing sources (uses)	3,888,125	-	-	600,000	600,000
Unexpended (overexpended) revenues and receipts	\$ -	\$ -	\$ -	\$ 324,911	\$ 324,911

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