

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, 2008

	Governmental Activities	Business Type Activities	Total Primary Government
Assets			
Cash and investments	\$ 48,950,326	\$ 15,590,277	\$ 64,540,603
Taxes receivable, net	626,970	-	626,970
Accounts receivable, net:			
Accounts	3,065,882	4,020,163	7,086,045
Restricted intergovernmental	8,343,678	143,656	8,487,334
Other	2,508	-	2,508
Bond issue costs, net	826,082	979,991	1,806,073
Inventories	23,522	269,409	292,931
Cash on deposit with escrow agent	1,856,896	-	1,856,896
Capital assets:			
Nondepreciable	21,893,891	77,454,396	99,348,287
Depreciable	44,513,197	100,378,546	144,891,743
Total assets	130,102,952	198,836,438	328,939,390
Liabilities			
Accounts payable and accrued liabilities	5,556,720	2,814,336	8,371,056
Accrued interest payable	581,204	342,070	923,274
Customer deposits	-	1,162,408	1,162,408
Unearned revenue	736,593	81,444	818,037
Claims payable	1,235,826	-	1,235,826
Long-term liabilities:			
Due in less than one year	10,000,225	13,931,235	23,931,460
Due in more than one year	105,083,038	58,616,795	163,699,833
Total liabilities	123,193,606	76,948,288	200,141,894
Net assets			
Capital assets, net of related debt	37,271,906	111,540,080	148,811,986
Unrestricted	(30,362,560)	10,348,070	(20,014,490)
Total net assets	\$ 6,909,346	\$ 121,888,150	\$ 128,797,496

The notes to the financial statements are an integral part of this statement.

HARNETT COUNTY, NORTH CAROLINA
Statement of Activities
Year Ended June 30, 2008

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Primary government:							
Governmental activities:							
General government	\$ 26,813,716	\$ 1,930,159	\$ 116,303	\$ -	\$ (24,767,254)	\$ -	\$ (24,767,254)
Public safety	25,374,027	6,165,054	685,126	-	(18,523,847)	-	(18,523,847)
Environmental protection	139,421	-	-	-	(139,421)	-	(139,421)
Transportation	407,741	264,936	529,786	-	386,981	-	386,981
Economic and physical development	5,382,775	-	1,863,797	-	(3,518,978)	-	(3,518,978)
Human services	30,964,992	3,951,818	15,092,951	-	(11,920,223)	-	(11,920,223)
Cultural and recreational	1,570,301	25,653	675,919	15,000	(853,729)	-	(853,729)
Education	19,928,849	558,955	2,730,886	-	(16,639,008)	-	(16,639,008)
Debt service:							
Interest and fees	4,730,870	-	-	-	(4,730,870)	-	(4,730,870)
Total governmental activities	115,312,692	12,896,575	21,694,768	15,000	(80,706,349)	-	(80,706,349)
Business-type activities:							
Water and Sewer	16,667,249	21,950,390	511,300	9,638,451	-	15,432,892	15,432,892
Solid Waste	4,116,940	3,343,756	-	-	-	(773,184)	(773,184)
Total business-type activities	20,784,189	25,294,146	511,300	9,638,451	-	14,659,708	14,659,708
Total primary government	\$ 136,096,881	\$ 38,190,721	\$ 22,206,068	\$ 9,653,451	(80,706,349)	14,659,708	(66,046,641)
General revenues:							
Ad valorem taxes					44,199,461	-	44,199,461
Local option sales tax					20,757,236	-	20,757,236
Other taxes					1,087,668	114,575	1,202,243
Grants and contributions not restricted to specific programs					144,532	-	144,532
Investment earnings					1,516,019	243,356	1,759,375
Miscellaneous					2,050,793	38,891	2,089,684
Gain on sale of capital asset					38,318	60,923	99,241
Transfers					315,526	(315,526)	-
Total general revenues and transfers					70,109,553	142,219	70,251,772
Change in net assets					(10,596,796)	14,801,927	4,205,131
Net assets - beginning					17,506,142	107,086,223	124,592,365
Net assets - ending					\$ 6,909,346	\$ 121,888,150	\$ 128,797,496

HARNETT COUNTY, NORTH CAROLINA

Balance Sheet
Governmental Funds
June 30, 2008

	General	Law Enforcement Expansion	Angier Elementary School Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and investments	\$ 15,711,822	\$ 8,838,607	\$ 13,990,606	\$ 10,409,291	\$ 48,950,326
Taxes receivable, net	577,885	-	-	50,483	628,368
Accounts receivable, net:					
Accounts	2,108,827	-	-	670,982	2,779,809
Restricted intergovernmental	8,580,922	-	-	48,829	8,629,751
Other	2,508	-	-	-	2,508
Inventories	23,522	-	-	-	23,522
Cash on deposit with escrow agent	-	-	-	1,856,896	1,856,896
Total assets	<u>\$ 27,005,486</u>	<u>\$ 8,838,607</u>	<u>\$ 13,990,606</u>	<u>\$ 13,036,481</u>	<u>\$ 62,871,180</u>
Liabilities and fund balances					
Liabilities:					
Accounts payable and accrued liabilities	\$ 738,713	\$ 1,779,336	\$ 812,196	\$ 2,226,475	\$ 5,556,720
Bond anticipation notes	-	-	-	-	-
Unearned revenue	711,970	-	-	24,623	736,593
Deferred revenues	577,884	-	-	51,104	628,988
Accrued vacation	-	-	-	-	-
Long-term liabilities due in more than one year	-	-	-	-	-
Total liabilities	<u>2,028,567</u>	<u>1,779,336</u>	<u>812,196</u>	<u>2,302,202</u>	<u>6,922,301</u>
Fund balances:					
Reserved:					
Reserved for inventories	23,522	-	-	-	23,522
Reserved for encumbrances	413,889	-	-	-	413,889
Reserved by State statute	10,692,257	-	-	719,811	11,412,068
Reserved for debt service	204,653	-	-	1,856,896	2,061,549
Reserved for Register of Deeds	-	-	-	128,097	128,097
Designated for subsequent year's expenditures	4,621,471	-	-	-	4,621,471
Undesignated	9,021,127	7,059,271	13,178,410	-	29,258,808
Unreserved, reported in nonmajor:					
Special revenue	-	-	-	412,406	412,406
Capital projects	-	-	-	7,617,069	7,617,069
Total fund balances	<u>24,976,919</u>	<u>7,059,271</u>	<u>13,178,410</u>	<u>10,734,279</u>	<u>55,948,879</u>
Total liabilities and fund balances	<u>\$ 27,005,486</u>	<u>\$ 8,838,607</u>	<u>\$ 13,990,606</u>	<u>\$ 13,036,481</u>	<u>\$ 62,871,180</u>

HARNETT COUNTY, NORTH CAROLINA
Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Assets
June 30, 2008

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

Ending fund balance - governmental funds	\$	55,948,879
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		66,407,088
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
Accrued Tax Penalties	\$	(1,398)
Bond Issue Costs		826,082
Deferred revenues		628,988
		1,453,672
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Long term liabilities	\$	(115,083,263)
Accrued interest payable		(581,204)
Claims payable		(1,235,826)
		(116,900,293)
Net assets of governmental activities	\$	6,909,346

HARNETT COUNTY, NORTH CAROLINA

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year Ended June 30, 2008

	General	Law Enforcement Expansion	Angier Elementary School Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Ad valorem taxes	\$ 40,874,183	\$ -	\$ -	\$ 3,798,561	\$ 44,672,744
Other taxes and licenses	20,483,774	-	-	1,336,338	21,820,112
Unrestricted intergovernmental	121,282	-	-	-	121,282
Restricted intergovernmental	19,880,026	-	-	1,810,346	21,690,372
Permits and fees	3,082,641	-	-	1,054,327	4,136,968
Sales and services	8,759,607	-	-	-	8,759,607
Investment earnings	708,007	780,569	-	797,463	2,286,039
Contributions	-	-	-	23,250	23,250
Other general revenues	1,641,939	276,971	-	495,813	2,414,723
Total revenues	95,551,459	1,057,540	-	9,316,098	105,925,097
Expenditures					
Current:					
General government	10,114,344	16,292,626	1,821,590	12,747,798	40,976,358
Public safety	19,343,480	-	-	5,827,723	25,171,203
Environmental protection	136,095	-	-	-	136,095
Transportation	132,091	-	-	-	132,091
Economic and physical development	5,120,766	-	-	1,009,776	6,130,542
Human services	29,856,723	-	-	1,037,177	30,893,900
Cultural and recreational	1,563,968	-	-	-	1,563,968
Education	19,623,879	-	-	304,970	19,928,849
Debt service:					
Principal	7,184,070	-	-	34,561	7,218,631
Interest and fees	4,620,814	-	-	1,513	4,622,327
Issue costs	-	558	-	-	558
Total expenditures	97,696,230	16,293,184	1,821,590	20,963,518	136,774,522
Excess (deficiency) of revenues over (under) expenditures	(2,144,771)	(15,235,644)	(1,821,590)	(11,647,420)	(30,849,425)
Other financing sources (uses)					
Bonds and capital lease issuance	503,712	-	15,000,000	-	15,503,712
Transfers in	4,773,298	-	-	1,119,580	5,892,878
Transfers out	(1,015,534)	(524,234)	-	(4,037,584)	(5,577,352)
Total other financing sources (uses)	4,261,476	(524,234)	15,000,000	(2,918,004)	15,819,238
Net change in fund balances	2,116,705	(15,759,878)	13,178,410	(14,565,424)	(15,030,187)
Fund balance - beginning	22,860,214	22,819,149	-	25,299,703	70,979,066
Fund balance - ending	\$ 24,976,919	\$ 7,059,271	\$ 13,178,410	\$ 10,734,279	\$ 55,948,879

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 Ended June 30, 2008

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

Net change in fund balances - total governmental funds \$ (15,030,187)

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 (\$17,179,982) exceeded depreciation (\$2,342,490) in the current period. 14,837,492

The net effect of various miscellaneous transactions involving capital assets (e.g., sales, trade-ins, and donations) is to increase net assets. (22,582)

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.

Proceeds	\$ (15,503,712)	
Premium	29,922	
Principal payments	6,727,856	
Loss on refunding	185,919	
Law Enforcement	(29,880)	
Compensated absences	(387,654)	
		(8,977,549)

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.

Accrued Tax Penalties	\$ (473,283)	
Bond Issue Costs	(64,192)	
Accrued Interest Payable	(108,543)	
Claims payable	(757,952)	
		(1,403,970)

Change in net assets of governmental activities \$ (10,596,796)

HARNETT COUNTY, NORTH CAROLINA

**Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
Year Ended June 30, 2008**

	Original Budget	Final Budget	Actual	Variance With Final Positive (Negative)
REVENUES				
Ad valorem taxes	\$ 40,895,379	\$ 40,903,166	\$ 40,874,183	\$ (28,983)
Other taxes and licenses	19,930,000	20,070,000	20,483,774	413,774
Unrestricted intergovernmental	33,900	58,628	121,282	62,654
Restricted intergovernmental	16,889,861	20,326,557	19,880,026	(446,531)
Permits and fees	2,848,950	3,189,725	3,082,641	(107,084)
Sales and services	8,940,656	9,058,424	8,759,607	(298,817)
Investment earnings	915,000	920,000	708,007	(211,993)
Other general revenues	1,413,818	1,803,448	1,641,939	(161,509)
Total revenues	91,867,564	96,329,948	95,551,459	(778,489)
EXPENDITURES				
Current:				
General government	10,477,012	10,757,845	10,114,344	643,501
Public safety	20,266,011	21,563,902	19,343,480	2,220,422
Environmental protection	135,524	137,567	136,095	1,472
Transportation	137,600	140,000	132,091	7,909
Economic and physical development	4,736,707	5,331,815	5,120,766	211,049
Human services	29,125,442	31,435,477	29,856,723	1,578,754
Cultural and recreational	1,614,178	1,686,933	1,563,968	122,965
Education	19,285,544	19,614,924	19,623,879	(8,955)
Debt service:				
Principal	6,747,617	7,222,638	7,184,070	38,568
Interest and fees	4,799,891	5,052,348	4,620,814	431,534
Total expenditures	97,325,526	102,943,449	97,696,230	5,247,219
Excess (deficiency) of revenues over (under) expenditures	(5,457,962)	(6,613,501)	(2,144,771)	4,468,730
OTHER FINANCING SOURCES (USES)				
Bonds and capital lease issuance	-	555,712	503,712	(52,000)
Transfers in	3,574,165	4,773,296	4,773,298	2
Transfers out	(404,065)	(1,015,909)	(1,015,534)	375
Appropriated fund balance	3,265,000	2,865,418	-	(2,865,418)
Capital reserve	(500,000)	(500,000)	-	500,000
Contingency	(477,138)	(65,016)	-	65,016
Total other financing sources (uses)	5,457,962	6,613,501	4,261,476	(2,352,025)
Net change in fund balances	\$ -	\$ -	2,116,705	\$ 2,116,705
Fund balance - beginning			22,860,214	
Fund balance - ending			\$ 24,976,919	

The notes to the financial statements are an integral part of this statement.

HARNETT COUNTY, NORTH CAROLINA

Statement of Net Assets
 Proprietary Funds
 June 30, 2008

	Enterprise Funds						
	Harnett County Public Utilities	Northeast Metro Water and Sewer Fund	Buies Creek/ Coats Water and Sewer Fund	South Central Water and Sewer Fund	West Central Water and Sewer Fund	Northwest Water and Sewer Fund	Southwest Water and Sewer Fund
Assets							
Current assets							
Cash and investments	\$ 14,312,105	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Receivable, net:							
Accounts	3,805,366	-	-	-	-	-	-
Restricted intergovernmental	93,080	-	-	-	-	-	-
Inventories	269,409	-	-	-	-	-	-
Investment in direct financing leases	(31,938,527)	3,597,343	401,892	12,233,578	2,043,001	1,777,204	6,138,263
Total current assets	(13,458,567)	3,597,343	401,892	12,233,578	2,043,001	1,777,204	6,138,263
Noncurrent assets							
Capital assets, net	173,668,813	-	-	-	-	-	-
Bond issuance costs, net	869,681	-	-	-	-	-	-
Total noncurrent assets	174,538,494	-	-	-	-	-	-
Total assets	161,079,927	3,597,343	401,892	12,233,578	2,043,001	1,777,204	6,138,263
Liabilities							
Current liabilities							
Accounts payable and accrued liabilities	2,597,882	-	-	-	-	-	-
Accrued interest payable	234,974	21,593	1,892	9,798	8,001	7,204	26,027
Long-term liabilities due in less than one year	2,019,869	560,750	100,000	10,035,508	75,000	110,000	408,343
Customer deposits	1,162,408	-	-	-	-	-	-
Unearned revenue	81,444	-	-	-	-	-	-
Accrued vacation	388,409	-	-	-	-	-	-
Total current liabilities	6,484,986	582,343	101,892	10,045,306	83,001	117,204	434,370
Noncurrent liabilities							
Accrued landfill closure and postclosure care costs	-	-	-	-	-	-	-
Long-term debt	33,176,203	3,015,000	300,000	2,188,272	1,960,000	1,660,000	5,703,893
Total noncurrent liabilities	33,176,203	3,015,000	300,000	2,188,272	1,960,000	1,660,000	5,703,893
Total liabilities	39,661,189	3,597,343	401,892	12,233,578	2,043,001	1,777,204	6,138,263
Net assets							
Capital assets net of related debt	109,375,377	-	-	-	-	-	-
Unrestricted net assets	12,043,361	-	-	-	-	-	-
Total net assets	\$ 121,418,738	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Enterprise Funds						
Bunnlevel/ Riverside Water and Sewer Fund	Southeast Water and Sewer Fund	East Central Water and Sewer Fund	Riverside Water and Sewer Fund	Total Public Utility Funds	Solid Waste Management Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ 14,312,105	\$ 1,278,172	\$ 15,590,277
-	-	-	-	3,805,366	214,797	4,020,163
-	-	-	-	93,080	50,576	143,656
-	-	-	-	269,409	-	269,409
149,249	1,219,185	3,255,359	1,123,454	1	-	1
149,249	1,219,185	3,255,359	1,123,454	18,479,961	1,621,878	20,101,839
-	-	-	-	173,668,813	4,164,129	177,832,942
-	-	-	-	869,681	31,977	901,658
-	-	-	-	174,538,494	4,196,106	178,734,600
149,249	1,219,185	3,255,359	1,123,454	193,018,455	5,817,984	198,836,439
-	-	-	-	2,597,882	216,454	2,814,336
529	5,185	13,859	4,454	333,516	8,554	342,070
6,992	29,000	65,500	17,000	13,427,962	13,455	13,441,417
-	-	-	-	1,162,408	-	1,162,408
-	-	-	-	81,444	-	81,444
-	-	-	-	388,409	46,204	434,613
7,521	34,185	79,359	21,454	17,991,621	363,000	18,354,621
-	-	-	-	-	2,908,106	2,908,106
141,728	1,185,000	3,176,000	1,102,000	53,608,096	2,077,466	55,685,562
141,728	1,185,000	3,176,000	1,102,000	53,608,096	4,985,572	58,593,668
149,249	1,219,185	3,255,359	1,123,454	71,599,717	5,348,572	76,948,289
-	-	-	-	109,375,377	2,164,703	111,540,080
-	-	-	-	12,043,361	(1,695,291)	10,348,070
\$ -	\$ -	\$ -	\$ -	\$ 121,418,738	\$ 469,412	\$ 121,888,150

HARNETT COUNTY, NORTH CAROLINA

Statement of Revenues, Expenses, and Changes in Fund Net Assets
 Proprietary Funds
 Year Ended June 30, 2008

	Enterprise Funds						
	Harnett County Public Utilities	Northeast Metro Water and Sewer Fund	Buies Creek/ Coats Water and Sewer Fund	South Central Water and Sewer Fund	West Central Water and Sewer Fund	Northwest Water and Sewer Fund	Southwest Water and Sewer Fund
Operating revenues							
Charges for services	\$ 18,413,408	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Water and sewer taps	482,780	-	-	-	-	-	-
Solid waste user fees	-	-	-	-	-	-	-
Other operating revenues	6,828,526	-	-	-	-	-	-
Johnston County	7,408	-	-	-	-	-	-
Total operating revenues	25,732,122	-	-	-	-	-	-
Operating expenses							
Operating expense	11,521,717	-	-	-	-	-	-
Depreciation	3,507,877	-	-	-	-	-	-
Total operating expenses	15,029,594	-	-	-	-	-	-
Operating income (loss)	10,702,528	-	-	-	-	-	-
Nonoperating revenue (expense)							
Investment earnings	186,506	-	-	-	-	-	-
Solid waste state taxes	-	-	-	-	-	-	-
Federal and state grants	760,000	-	-	-	-	-	-
Interest on debt	(566,740)	(141,983)	(28,090)	(130,327)	(98,093)	(90,460)	(241,165)
Amortization	(47,151)	-	-	-	-	-	-
Other nonoperating expenses	-	-	-	-	-	-	-
Total nonoperating revenue (expense)	332,615	(141,983)	(28,090)	(130,327)	(98,093)	(90,460)	(241,165)
Income (loss) before transfers and contributions	11,035,143	(141,983)	(28,090)	(130,327)	(98,093)	(90,460)	(241,165)
Transfers in	4,845,918	141,983	28,090	130,327	98,093	90,460	241,165
Transfers out	(6,119,013)	-	-	-	-	-	-
Capital contributions	5,521,995	-	-	-	-	-	-
Change in net assets	15,284,043	-	-	-	-	-	-
Total net assets - beginning	106,134,695	-	-	-	-	-	-
Total net assets - ending	\$ 121,418,738	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Enterprise Funds						
Bunnlevle/ Riverside Water and Sewer Fund	Southeast Water and Sewer Fund	East Central Water and Sewer Fund	Riverside Water and Sewer Fund	Total Public Utility Funds	Solid Waste Management Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ 18,413,408	\$ -	\$ 18,413,408
-	-	-	-	482,780	-	482,780
-	-	-	-	-	3,338,783	3,338,783
-	-	-	-	6,828,526	4,973	6,833,499
-	-	-	-	7,408	-	7,408
-	-	-	-	25,732,122	3,343,756	29,075,878
-	-	-	-	11,521,717	3,708,464	15,230,181
-	-	-	-	3,507,877	312,958	3,820,835
-	-	-	-	15,029,594	4,021,422	19,051,016
-	-	-	-	10,702,528	(677,666)	10,024,862
-	-	-	-	186,506	56,850	243,356
-	-	-	-	-	155,897	155,897
-	-	-	-	760,000	91,300	851,300
(6,780)	(63,486)	(169,229)	(54,151)	(1,590,504)	(95,518)	(1,686,022)
-	-	-	-	(47,151)	-	(47,151)
-	-	-	-	-	53,216	53,216
(6,780)	(63,486)	(169,229)	(54,151)	(691,149)	261,745	(429,404)
(6,780)	(63,486)	(169,229)	(54,151)	10,011,379	(415,921)	9,595,458
6,780	63,486	169,229	54,151	5,869,682	-	5,869,682
-	-	-	-	(6,119,013)	(66,195)	(6,185,208)
-	-	-	-	5,521,995	-	5,521,995
-	-	-	-	15,284,043	(482,116)	14,801,927
-	-	-	-	106,134,695	951,528	107,086,223
\$ -	\$ -	\$ -	\$ -	\$ 121,418,738	\$ 469,412	\$ 121,888,150

HARNETT COUNTY, NORTH CAROLINA

Statement of Cash Flows
 Proprietary Funds
 Year Ended June 30, 2008

	Harnett County Public Utilities Fund	Northeast Metro Water and Sewer Fund	Bules Creek/ Coats Water and 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	\$ 25,505,573	\$ -	\$ -	\$ -	\$ -	\$ -
Cash paid to employees	(4,418,022)	-	-	-	-	-
Cash paid for goods and services	(6,889,479)	-	-	-	-	-
Net cash provided by (used in) operating activities	14,198,072	-	-	-	-	-
Noncapital financing activities						
Transfers in	4,845,918	955,883	133,090	391,639	168,093	190,460
Transfers out	(6,119,013)	-	-	-	-	-
Net cash provided (used) by noncapital financing activities	(1,273,095)	955,883	133,090	391,639	168,093	190,460
Capital and related financing activities						
Proceeds from debt	-	-	-	9,753,000	-	-
Municipal contributions	1,385,018	-	-	-	-	-
Federal and state grants	760,000	-	-	-	-	-
Proceeds from investment in direct financing leases	7,875,420	819,141	105,490	-	70,189	100,365
Sold waste state tax	-	-	-	-	-	-
Principal payments on bond maturities and capital leases	(1,812,456)	(813,900)	(105,000)	(261,312)	(70,000)	(100,000)
Purchase of capital assets	(18,832,401)	-	-	-	-	-
Interest payments on debt	(613,891)	(961,124)	(133,580)	(393,104)	(198,292)	(190,825)
Net cash provided (used) by capital and related financing activities	(11,238,310)	(955,883)	(133,090)	(391,639)	(168,093)	(190,460)
Investing activities						
Interest on investments	186,506	-	-	-	-	-
Net cash provided (used) in investing activities	186,506	-	-	-	-	-
Net increase in cash and cash equivalents/investments						
	1,873,173	-	-	-	-	-
Cash and cash equivalents/investments						
Beginning of year	12,438,932	-	-	-	-	-
End of year	\$ 14,312,105	\$ -	\$ -	\$ -	\$ -	\$ -
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities						
Operating income (loss)	\$ 10,702,528	\$ -	\$ -	\$ -	\$ -	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation	3,507,877	-	-	-	-	-
Change in assets and liabilities						
(Increase) decrease in accounts receivable	(393,054)	-	-	-	-	-
(Increase) decrease in inventories	(4,086)	-	-	-	-	-
(Increase) decrease in bond issuance costs	(232,182)	-	-	-	-	-
Increase (decrease) in accounts payable	393,377	-	-	-	-	-
Increase (decrease) in accrued interest payable	(38,790)	-	-	-	-	-
Increase (decrease) in unearned revenue	15,145	-	-	-	-	-
Increase (decrease) in customer deposits	151,360	-	-	-	-	-
Increase (decrease) in landfill closure and postclosure care costs	-	-	-	-	-	-
Increase (decrease) in accrued vacation pay	93,897	-	-	-	-	-
Total adjustments	3,495,544	-	-	-	-	-
Net cash provided by (used in) operating activities	\$ 14,198,072	\$ -	\$ -	\$ -	\$ -	\$ -
Noncash investing, capital, and financing activities:						
Contributions of capital assets	\$ 4,136,977	\$ -	\$ -	\$ -	\$ -	\$ -

Southwest Water and Sewer Fund	Bunnielevel/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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,505,573	\$ 3,257,674	\$ 28,763,247
-	-	-	-	-	-	(4,418,022)	(701,504)	(5,119,526)
-	-	-	-	-	-	(6,889,479)	(3,212,313)	(10,101,792)
-	-	-	-	-	-	14,198,072	(656,143)	13,541,929
646,407	13,468	90,486	231,229	70,151	-	7,736,824	-	7,736,824
-	-	-	-	-	-	(6,119,013)	(66,195)	(6,185,208)
646,407	13,468	90,486	231,229	70,151	-	1,617,811	(66,195)	1,551,616
-	-	-	-	-	-	9,753,000	-	9,753,000
-	-	-	-	-	-	1,385,018	-	1,385,018
407,467	6,708	27,115	62,265	16,064	-	760,000	144,516	904,516
-	-	-	-	-	-	9,490,222	-	9,490,222
(405,242)	(6,688)	(27,000)	(62,000)	(16,000)	-	-	155,897	155,897
-	-	-	-	-	-	(3,679,568)	(61,895)	(3,741,293)
(648,632)	(13,486)	(90,801)	(231,494)	(70,215)	-	(18,832,401)	(1,815,454)	(20,647,855)
-	-	-	-	-	-	(3,515,234)	(95,518)	(3,610,752)
(646,407)	(13,488)	(90,486)	(231,229)	(70,151)	-	(14,129,216)	(1,672,254)	(15,801,470)
-	-	-	-	-	-	186,508	56,850	243,356
-	-	-	-	-	-	186,508	56,850	243,356
-	-	-	-	-	-	1,873,173	(2,337,742)	(464,569)
-	-	-	-	-	-	12,438,932	3,615,914	16,054,846
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,312,105	\$ 1,278,172	\$ 15,590,277
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,702,528	\$ (677,666)	\$ 10,024,862
-	-	-	-	-	-	3,507,877	312,958	3,820,835
-	-	-	-	-	-	(393,054)	(83,129)	(476,183)
-	-	-	-	-	-	(4,086)	-	(4,086)
-	-	-	-	-	-	(232,182)	1,729	(230,453)
-	-	-	-	-	-	393,377	(205,195)	188,182
-	-	-	-	-	-	(36,790)	(713)	(37,503)
-	-	-	-	-	-	15,145	(2,953)	12,192
-	-	-	-	-	-	151,360	-	151,360
-	-	-	-	-	-	-	(14,438)	(14,438)
-	-	-	-	-	-	93,897	13,264	107,161
-	-	-	-	-	-	3,495,544	21,523	3,517,067
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,198,072	\$ (656,143)	\$ 13,541,929
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,136,977	\$ -	\$ 4,136,977

HARNETT COUNTY, NORTH CAROLINA

Statement of Fiduciary Net Assets Fiduciary Funds June 30, 2008

	Agency Funds
Assets	
Cash and investments	\$ 159,470
Total assets	<u>\$ 159,470</u>
Liabilities	
Accounts payable and accrued liabilities	\$ 159,470
Total liabilities	<u>\$ 159,470</u>