

Harnett County, North Carolina

**Comprehensive
Annual
Financial Report**
for the fiscal year ended June 30, 2011

Prepared by the Harnett County Finance Office
Sylvia Blinson, Finance Officer

This page left blank intentionally.

HARNETT COUNTY, NORTH CAROLINA

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION:	
Letter of Transmittal.....	i
GFOA Certificate of Achievement.....	x
Map of Harnett County, North Carolina.....	xi
Organizational Chart.....	xii
Members of the Board of County Commissioners and Administrative and County Officers.....	xiii
 FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT.....	1
MANAGEMENT'S DISCUSSION AND ANALYSIS.....	3
 BASIC FINANCIAL STATEMENTS:	
GOVERNMENT-WIDE FINANCIAL STATEMENTS:	
Statement of net assets.....	21
Statement of activities.....	22
FUND FINANCIAL STATEMENTS:	
Balance sheet - governmental fund types	24
Statement of revenues, expenditures and changes in fund balances – governmental funds	26
Reconciliation of the statement of revenues, expenditures and changes in fund balances of governmental funds to the statement of activities.....	27
Statement of revenues, expenditures and changes in fund balances - budget and actual – general fund	28
Statement of net assets – proprietary funds.....	29
Statement of revenues, expenses and changes in fund net assets – proprietary funds.....	30

HARNETT COUNTY, NORTH CAROLINA

TABLE OF CONTENTS

	PAGE
Statement of cash flows – proprietary funds.....	31
Statement of fiduciary net assets – fiduciary funds.....	32
Notes to basic financial statements.....	33
REQUIRED SUPPLEMENTAL FINANCIAL DATA	
Law enforcement officers' special separation allowance.....	77
Other post-employment benefits - retiree health plan.....	78
STATEMENTS/SCHEDULES:	
Major Funds - Governmental:	
Schedule of revenues, expenditures and changes in fund balance - budget and actual – General Fund.....	79
Nonmajor Funds - Governmental	
Combining balance sheet - nonmajor governmental funds.....	91
Combining statement of revenues, expenditures and changes in fund balances - nonmajor governmental funds.....	92
Special Revenue Funds:	
Combining balance sheet - nonmajor special revenue funds.....	93
Combining statement of revenues, expenditures and changes in fund balances - nonmajor special revenue funds.....	95
Schedule of revenues, expenditures, and changes in fund balances - budget and actual:	
Section 8 Housing Fund.....	97
Economic Development Greens Jobs	98
Law Enforcement Fund.....	99
Special Districts Fund.....	100
Emergency Telephone System Fund.....	101
Automation Enhancement & Preservation Fund.....	102
Emergency Response Planning Fund.....	103
Harnett Memorial Fund.....	104
Abandoned Manufacturing Homes Fund.....	105

HARNETT COUNTY, NORTH CAROLINA

TABLE OF CONTENTS

	PAGE
Floodplain Mapping Fund.....	106
WIA Youth Program Fund.....	107
AMPI Unrecoverable Cost Fund.....	108
ARRA Fund.....	109
Capital Project Funds:	
Combining balance sheet - nonmajor capital project funds.....	110
Combining statement of revenues, expenditures and changes in fund balances - nonmajor capital project funds.....	112
Schedule of revenues, expenditures and changes in fund balance:	
Transportation Facility Design.....	114
Land Acquisition and Runway Safety.....	115
School Improvement QZAB.....	116
Housing Preservation.....	117
Overhills Elementary.....	118
Barbeque Creek Park.....	119
School Improvements QZAB III.....	120
Emergency Services Renovation.....	121
Scattered Site Housing 2008.....	122
Boone Trail Elementary.....	123
Harnett Central High School.....	124
Johnsonville Elementary School.....	125
Highland Elementary School Gym.....	126
Angier Elementary School.....	127
Law Enforcement Expansion.....	128
Airport Runway Reimbursement Project.....	129

HARNETT COUNTY, NORTH CAROLINA

TABLE OF CONTENTS

	PAGE
Airport Overlay Zoning Project.....	130
Campo Pedestrian Trail Project.....	131
Good Hope Mental Health Project.....	132
Single Family.....	130
Adopt-A-Trail.....	131
Recreational Trail.....	132
Enterprise Funds:	
Schedule of revenues and expenditures - budget and actual (non-GAAP)	
Water and Sewer Fund.....	136
Schedule of revenues and expenditures - budget and actual (non-GAAP)	
Non-operating Enterprise Fund North - East Metro	138
Non-operating Enterprise Fund - Buies Creek/Coats.....	139
Non-operating Enterprise Fund - South Central.....	140
Non-operating Enterprise Fund - West Central.....	141
Non-operating Enterprise Fund - Northwest.....	142
Non-operating Enterprise Fund - Southwest.....	143
Non-operating Enterprise Fund - Bunnlevel/Riverside.....	144
Non-operating Enterprise Fund - Southeast.....	145
Non-operating Enterprise Fund - East Central.....	146
Non-operating Enterprise Fund - Riverside.....	147
Schedule of revenues and expenditures - budget and actual (non-GAAP):	
South Central Wastewater Capital Project.....	148
Raw Water Intake Upgrade Capital Project.....	149
Fort Bragg NTA Housing Capital Project.....	150
Erwin Wastewater Capital Project.....	151
Lafayette School Capital Project.....	152
East Central Improvements Capital Project.....	153

HARNETT COUNTY, NORTH CAROLINA

TABLE OF CONTENTS

	PAGE
Ft. Bragg Water and Wastewater Capital Project.....	154
Water Plant Expansion Capital Project.....	155
Buffalo Lakes Wastewater Capital Project.....	156
Southwest NTA/Cameron Hill Capital Project.....	157
South Central Wastewater 1B-1 Capital Project.....	158
South Central Wastewater 1B-2 Capital Project.....	159
Brightwater Infrastructure Capital Project.....	160
Coats HWY 55 WW Extension Capital Project.....	161
South Central Wastewater 1C-1 Capital Project.....	162
South Central Wastewater 1C-2 Capital Project.....	163
Wastewater Water Plant.....	164
Schedule of revenues and expenditures - budget and actual (non-GAAP1 Enterprise Fund - Solid Waste Fund.....	165
Internal Service Funds:	
Combining statement of net assets.....	167
Combining statement of revenues, expenses and changes in fund net assets – internal service funds.....	168
Statement of cash flows.....	169
Workers' Compensation.....	170
Group Insurance.....	171
Agency Funds:	
Combining statement of fiduciary assets and liabilities – agency funds.....	172
Combining statement of changes in fiduciary assets and liabilities – agency funds.....	173

HARNETT COUNTY, NORTH CAROLINA

TABLE OF CONTENTS

	PAGE
OTHER SCHEDULES:	
Schedule of ad valorem taxes receivable – General Fund.....	174
Analysis of current tax levy.....	175
Statement of net assets – water & sewer districts operating fund	176
Statement of revenues, expenses and changes in fund net assets – water & sewer districts operating fund.....	177
STATISTICAL SECTION (UNAUDITED):	
Net assets by component.....	178
Changes in net assets.....	179
Tax revenues by source.....	182
Fund balances of governmental funds.....	183
Changes in fund balances of governmental funds.....	184
General governmental tax revenues by source.....	186
Assessed value of taxable property.....	187
Property tax rates – direct and overlapping governments.....	188
Principal property taxpayers.....	189
Property tax levies and collections – General Fund.....	190
Ratio of outstanding debt by type	191
Direct and overlapping governmental activities debt.....	192
Pledged revenue coverage – water & sewer.....	193
Computation of legal debt margin.....	194
Demographic and economic statistics.....	195
Principal employers.....	196
Full-time county government employees by function.....	197
Operating indicators by function.....	198
Capital assets statistics by function.....	199