

Basic Financial Statements

CATAWBA COUNTY, NORTH CAROLINA
Statement of Net Position
June 30, 2013

Exhibit 1

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and investments	\$ 95,380,581	\$ 30,789,576	\$ 126,170,157
Taxes receivable - net	3,354,642	-	3,354,642
Due from other governments	14,665,823	764,601	15,430,424
Notes receivable	631,230	208,655	839,885
Other receivables	3,049,354	388,880	3,438,234
Interest receivable	170,749	90,154	260,903
Inventories	305,186	-	305,186
Prepaid items	26,922	195,903	222,825
Restricted cash and investments	28,619,909	26,393,016	55,012,925
Other assets	-	-	-
Capital assets:			
Land, improvements, and construction in progress	17,568,702	35,746,488	53,315,190
Other capital assets, net of depreciation	67,090,581	22,812,074	89,902,655
Total capital assets	84,659,283	58,558,562	143,217,845
Net investment in joint venture	1,873,059	-	1,873,059
Total assets	232,736,738	117,389,347	350,126,085
Deferred outflows of resources	3,562,549	56,612	3,619,161
Liabilities			
Accounts payable and accrued liabilities	8,699,259	992,798	9,692,057
Liabilities paid from restricted assets	4,431,099		4,431,099
Long-term liabilities:			
Due within one year	17,301,468	1,264,130	18,565,598
Due in more than one year	138,211,169	24,022,993	162,234,162
Total long-term liabilities	155,512,637	25,287,123	180,799,760
Total liabilities	168,642,995	26,279,921	194,922,916
Deferred inflows of resources	977,385	-	977,385
Net Position			
Net investment in capital assets	72,733,148	51,632,394	124,365,542
Restricted			
Stabilization by State statute	16,834,858	-	16,834,858
Register of Deeds	66,229	-	66,229
Public safety	4,531,082	-	4,531,082
Fire Protection	893,577	-	893,577
Library Endowment	236,757	-	236,757
Social services scholarships	44,288	-	44,288
Parks preservation	75,197	-	75,197
School capital and construction	22,834,431	-	22,834,431
Hospital capital projects	5,393,919	-	5,393,919
Other	-	-	-
Unrestricted (deficit)	(56,964,579)	39,533,644	(17,430,935)
Total net position	\$ 66,678,907	\$ 91,166,038	\$ 157,844,945

The accompanying notes are an integral part of the financial statements.

Component Units	
Catawba Valley Medical Center	Catawba County ABC Board
\$ 73,373,868	\$ 840,196
-	-
1,112,950	-
-	-
28,758,054	-
210,581	-
5,437,063	1,747,405
4,512,588	-
7,988,042	-
9,871,734	-
7,660,904	-
<u>112,855,519</u>	<u>1,862,321</u>
<u>120,516,423</u>	<u>1,862,321</u>
-	-
<u>251,781,303</u>	<u>4,449,922</u>
-	-
37,166,977	1,277,542
-	-
2,742,861	78,386
<u>51,037,325</u>	-
<u>53,780,186</u>	<u>78,386</u>
<u>90,947,163</u>	<u>1,355,928</u>
-	-
68,056,937	1,862,321
-	-
-	-
-	-
-	-
-	-
-	-
-	-
5,418,008	-
38,931	424,297
<u>87,320,264</u>	<u>807,376</u>
<u>\$ 160,834,140</u>	<u>\$ 3,093,994</u>

CATAWBA COUNTY, NORTH CAROLINA
Statement of Activities
For the Year Ended June 30, 2013

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 9,760,225	\$ 1,869,484	\$ 1,055,021	\$ 1,500,000
Public safety	31,236,944	9,178,100	84,435	-
Environmental protection	508,073	4,675	62,247	-
Economic and physical development	12,780,487	2,329,590	368,462	150
Human services	48,863,130	7,247,968	26,786,085	-
Culture and recreation	2,776,547	62,192	220,092	-
Education	57,519,210	499,006	-	359,741
Interest on long-term debt	3,602,099	-	-	-
Total governmental activities	<u>167,046,715</u>	<u>21,191,015</u>	<u>28,576,342</u>	<u>1,859,891</u>
Business-type activities				
Solid waste management	5,927,016	5,489,468	138,076	140,098
Water and sewer	2,090,105	391,365	512,102	591,872
Total business-type activities	<u>8,017,121</u>	<u>5,880,833</u>	<u>650,178</u>	<u>731,970</u>
Total primary government	<u>\$ 175,063,836</u>	<u>\$ 27,071,848</u>	<u>\$ 29,226,520</u>	<u>\$ 2,591,861</u>
Component units				
Catawba Valley Medical Center	\$ 202,121,677	\$ 203,178,015	\$ 908,050	\$ 1,345,484
Catawba County ABC Board	12,225,121	12,176,258	-	-
Total Component Units	<u>\$ 214,346,798</u>	<u>\$ 215,354,273</u>	<u>\$ 908,050</u>	<u>\$ 1,345,484</u>

General Revenues:

Taxes
Property taxes, levied for general purposes
Local option sales taxes
Other taxes
Investment earnings, unrestricted
Gain (loss) on sale of capital assets
Transfers
Total general revenues and transfers
Change in net position
Net position, beginning, previously reported
Restatement
Net position, beginning, restated
Net position, ending

The accompanying notes are an integral part of the financial statements.

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Catawba Valley Medical Center	Catawba County ABC Board
\$ (5,335,720)	\$ -	\$ (5,335,720)		
(21,974,409)	-	(21,974,409)		
(441,151)	-	(441,151)		
(10,082,285)	-	(10,082,285)		
(14,829,077)	-	(14,829,077)		
(2,494,263)	-	(2,494,263)		
(56,660,463)	-	(56,660,463)		
(3,602,099)	-	(3,602,099)		
<u>(115,419,467)</u>	<u>-</u>	<u>(115,419,467)</u>		
-	(159,374)	(159,374)		
-	(594,766)	(594,766)		
-	(754,140)	(754,140)		
<u>(115,419,467)</u>	<u>(754,140)</u>	<u>(116,173,607)</u>		
			\$ 3,309,872	\$ -
			-	(48,863)
			<u>\$ 3,309,872</u>	<u>\$ (48,863)</u>
89,347,893	-	89,347,893	-	-
26,644,767	1,293,304	27,938,071	-	-
1,548,870	294,409	1,843,279	-	-
(183,818)	(94,709)	(278,527)	1,272,048	18,205
9,169	(12,471)	(3,302)	19,420	-
(775,000)	775,000	-	-	-
<u>116,591,881</u>	<u>2,255,533</u>	<u>118,847,414</u>	<u>1,291,468</u>	<u>18,205</u>
1,172,414	1,501,393	2,673,807	4,601,340	(30,658)
65,709,270	89,664,645	155,373,915	156,232,800	3,124,652
(202,777)	-	(202,777)	-	-
<u>65,506,493</u>	<u>89,664,645</u>	<u>155,171,138</u>	<u>156,232,800</u>	<u>3,124,652</u>
<u>\$ 66,678,907</u>	<u>\$ 91,166,038</u>	<u>\$ 157,844,945</u>	<u>\$ 160,834,140</u>	<u>\$ 3,093,994</u>

CATAWBA COUNTY, NORTH CAROLINA

Balance Sheet
Governmental Funds
June 30, 2013

	Major Funds			Non Major Funds	Total Governmental Funds
	General Fund	General Capital Projects Fund	School Construction Fund	Other Governmental Funds	
Assets					
Cash and investments	\$ 43,843,765	\$ 29,360,097	\$ 5,429,598	\$ 16,747,121	\$ 95,380,581
Taxes receivable - net	3,168,132	-	-	186,510	3,354,642
Due from other governments	10,912,619	733,120	1,910,064	1,110,020	14,665,823
Notes receivable	631,230	-	-	-	631,230
Other receivables	3,037,930	11,424	-	-	3,049,354
Interest receivable	88,112	46,848	7,894	27,895	170,749
Inventories	305,186	-	-	-	305,186
Prepaid items	26,922	-	-	-	26,922
Restricted cash and investments	2,503,771	3,281,707	22,834,431	-	28,619,909
Total assets	64,517,667	33,433,196	30,181,987	18,071,546	146,204,396
Liabilities					
Accounts payable and accrued liabilities	5,330,628	422,540	1,715,175	1,230,916	8,699,259
Liabilities to be paid from restricted assets	1,644,590	-	2,786,509	-	4,431,099
Total liabilities	6,975,218	422,540	4,501,684	1,230,916	13,130,358
Deferred Inflows of Resources	6,924,285	-	-	204,638	7,128,923
Fund Balances					
Nonspendable					
Inventories	305,186	-	-	-	305,186
Prepaid	26,922	-	-	-	26,922
Restricted					
Stabilization by State Statute	12,972,979	791,393	1,917,958	1,137,915	16,820,245
Register of Deeds	66,229	-	-	-	66,229
School Capital	-	-	-	-	-
Public Safety	-	-	-	2,658,023	2,658,023
Fire Protection	-	-	-	893,577	893,577
Library Endowment	-	-	-	236,757	236,757
Scholarship	-	-	-	44,288	44,288
Parks Preservation	-	-	-	75,197	75,197
School Capital and Construction	-	-	22,834,431	-	22,834,431
Hospital Capital	-	-	-	5,393,919	5,393,919
Committed					
Tax Revaluation	166,678	-	-	-	166,678
General Capital Reserve	448,015	-	-	-	448,015
General Capital	-	32,219,263	-	-	32,219,263
School Construction	-	-	927,914	-	927,914
School Capital	-	-	-	6,172,623	6,172,623
Hospital Construction	-	-	-	23,693	23,693
Assigned					
Public Health	428,814	-	-	-	428,814
Social Services	4,505,344	-	-	-	4,505,344
County Manager	182,660	-	-	-	182,660
Human Resources	624,570	-	-	-	624,570
Library	334,917	-	-	-	334,917
Subsequent year's expenditures	6,356,815	-	-	-	6,356,815
Unassigned	24,199,035	-	-	-	24,199,035
Total fund balances	50,618,164	33,010,656	25,680,303	16,635,992	125,945,115
Total liabilities, deferred inflows of resources, and fund balances	\$ 64,517,667	\$ 33,433,196	\$ 30,181,987	\$ 18,071,546	\$ 146,204,396

The accompanying notes are an integral part of the financial statements.

CATAWBA COUNTY, NORTH CAROLINA
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2013

Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because:

Total <i>fund balances</i> for governmental funds (Exhibit 3)	\$ 125,945,115
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	84,659,283
The County has an equity interest in a joint venture. This investments is not a current financial resource and therefore not reported in the funds	1,873,059
Charges related to refunding bond issues	3,562,549
Liabilites for earned revenues considered deferred inflows of resources in fund statements	6,151,538
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds (Note 4)	<u>(155,512,637)</u>
Net position of governmental activities (Exhibit 1)	<u><u>\$ 66,678,907</u></u>

CATAWBA COUNTY, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Major Funds			Non Major Funds	Total Governmental Funds
	General Fund	General Capital Projects Fund	School Construction Fund	Other Governmental Funds	
Revenues					
Ad valorem taxes	\$ 83,500,533	\$ -	-	\$ 5,745,517	\$ 89,246,050
Other taxes	20,685,904	2,619,663	-	3,896,004	27,201,571
Unrestricted intergovernmental revenues	1,887,066	-	-	-	1,887,066
Restricted intergovernmental revenues	35,182,823	-	-	989,717	36,172,540
Licenses and permits	2,331,347	-	-	15,569	2,346,916
Sales and services	11,518,226	-	-	-	11,518,226
Investment earnings	(105,020)	(52,218)	(8,496)	(18,084)	(183,818)
Miscellaneous	2,772,504	684,208	-	12,712	3,469,424
Total revenues	157,773,383	3,251,653	(8,496)	10,641,435	171,657,975
Expenditures					
Current					
General government	10,339,386	-	-	-	10,339,386
Public safety	24,562,204	-	-	6,366,387	30,928,591
Environmental protection	477,163	-	-	-	477,163
Economic and physical development	12,779,225	-	-	71,492	12,850,717
Human services	48,069,751	-	-	-	48,069,751
Culture and recreation	2,694,713	-	-	-	2,694,713
Education	39,695,975	-	-	-	39,695,975
Capital outlay	-	3,290,533	10,123,433	7,699,803	21,113,769
Debt service					
Principal	11,732,733	-	-	-	11,732,733
Interest	3,600,703	-	-	-	3,600,703
Sinking fund escrow	1,853,902	-	-	-	1,853,902
Advance refunding escrow	1,128,232	-	-	-	1,128,232
Bond issuance costs	135,592	-	-	-	135,592
Total expenditures	157,069,579	3,290,533	10,123,433	14,137,682	184,621,227
Excess of revenues over (under) expenditures	703,804	(38,880)	(10,131,929)	(3,496,247)	(12,963,252)
Other Financing Sources (Uses)					
Transfers from other funds	50,000	1,402,000	714,223	81,444	2,247,667
Transfers to other funds	(2,645,563)	-	(47,704)	(329,400)	(3,022,667)
Sales of capital assets	9,169	-	-	-	9,169
Installment purchase issued	184,750	6,800,000	26,615,250	-	33,600,000
Refunding certificates of participation issued	10,965,000	-	-	-	10,965,000
Payment to refunded bond escrow agent	(9,750,000)	-	-	-	(9,750,000)
Total other financing sources (uses)	(1,186,644)	8,202,000	27,281,769	(247,956)	34,049,169
Net change in fund balance	(482,840)	8,163,120	17,149,840	(3,744,203)	21,085,917
Fund Balances - Beginning of Year	51,101,004	24,847,536	8,530,463	20,380,195	104,859,198
Fund Balances - End of Year	\$ 50,618,164	\$ 33,010,656	\$ 25,680,303	\$ 16,635,992	\$ 125,945,115

The accompanying notes are an integral part of the financial statements.

CATAWBA COUNTY, NORTH CAROLINA
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2013

Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:

Net change in <i>fund balances</i> - total governmental funds (Exhibit 4)	\$ 21,085,917
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 net capital outlays exceeded depreciation in the current period.	1,054,457
Governmental funds do not report the changes in the net investment in joint ventures. However in the Statement of Activities the current year increase (decrease) in this investment is recorded.	(270,209)
Revenues in the statement of activities that do not provide current financial resources are not recorded as revenues in the funds.	172,157
The issuance of long-term debt 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 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 items.	(20,799,884)
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>(70,024)</u>
Total changes in net position of governmental activities (Exhibit 2)	<u>\$ 1,172,414</u>

CATAWBA COUNTY, NORTH CAROLINA**General Fund****Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over/Under</u>
Revenues				
Ad Valorem taxes	\$ 81,137,540	\$ 81,137,540	\$ 83,500,533	\$ 2,362,993
Other taxes	19,530,672	19,530,672	20,685,904	1,155,232
Unrestricted intergovernmental revenues	1,841,000	1,841,000	1,887,066	46,066
Restricted intergovernmental revenues	37,345,580	38,034,043	35,182,823	(2,851,220)
Licenses and permits	1,700,949	1,700,949	2,331,347	630,398
Sales and services	12,505,162	12,560,619	11,518,226	(1,042,393)
Investment earnings	503,500	503,500	(103,867)	(607,367)
Miscellaneous	2,637,221	2,710,891	2,772,504	61,613
Total revenues	<u>157,201,624</u>	<u>158,019,214</u>	<u>157,774,536</u>	<u>(244,678)</u>
Expenditures				
Current				
General government	12,276,716	11,903,316	9,969,891	1,933,425
Public safety	25,470,748	25,673,325	24,562,204	1,111,121
Environmental protection	652,322	725,551	477,163	248,388
Economic and physical development	13,699,678	13,816,471	12,779,225	1,037,246
Human services	56,261,580	56,284,981	48,069,751	8,215,230
Culture and recreation	3,003,654	3,003,654	2,694,713	308,941
Education	40,055,274	40,055,274	39,695,975	359,299
Debt service				
Principal	14,392,745	14,392,745	11,732,733	2,660,012
Interest	8,285,860	8,285,860	3,600,703	4,685,157
Sinking fund escrow	1,853,905	1,853,905	1,853,902	3
Advance refunding escrow	-	1,209,000	1,128,232	80,768
Bond issuance costs	-	275,750	135,592	140,158
Total expenditures	<u>175,952,482</u>	<u>177,479,832</u>	<u>156,700,084</u>	<u>20,779,748</u>
Excess of revenues over (under) expenditures	<u>(18,750,858)</u>	<u>(19,460,618)</u>	<u>1,074,452</u>	<u>20,535,070</u>
Other Financing Sources (Uses)				
Transfers from other funds	50,000	50,000	50,000	-
Transfers to other funds	(3,009,597)	(3,027,713)	(3,027,713)	-
Sale of capital assets	-	-	9,169	9,169
Installment purchase obligation issued	6,781,650	6,966,400	184,750	(6,781,650)
Refunding certificates of participation issued	-	11,050,000	10,965,000	(85,000)
Payment to refunded bond escrow agent	-	(9,750,000)	(9,750,000)	-
Fund balance appropriated	14,928,805	14,171,931	-	(14,171,931)
Total other financing sources (uses)	<u>18,750,858</u>	<u>19,460,618</u>	<u>(1,568,794)</u>	<u>(21,029,412)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(494,342)</u>	<u>\$ (494,342)</u>
Fund Balances - Beginning of Year			<u>50,492,636</u>	
Fund Balances - End of Year			<u>\$ 49,998,294</u>	
A legally budgeted Tax Revaluation Fund is consolidated into the General Fund for reporting purposes:				
Investment earnings			(505)	
Transfer from other funds			382,150	
Expenditures			(369,495)	
Fund Balance, Beginning			158,963	
A legally budgeted General Capital Reserve Fund is consolidated into the General Fund for reporting purposes:				
Investment earnings			(648)	
Fund Balance, Beginning			449,405	
Fund Balance, Ending (Exhibit 4)			<u>\$ 50,618,164</u>	

The accompanying notes are an integral part of the financial statements.

CATAWBA COUNTY, NORTH CAROLINA
Statement of Net Position
Proprietary Funds
June 30, 2013

	Business-Type Activities - Enterprise Funds		
	Solid Waste Management Fund	Water and Sewer Fund	Total
Assets			
Current assets			
Cash and investments	\$ 17,761,097	13,028,479	\$ 30,789,576
Due from other governments	170,707	593,894	764,601
Notes receivable	-	208,655	208,655
Accounts receivables (net of allowance)	374,853	14,027	388,880
Other receivables	29,589	60,565	90,154
Prepaid fees	295	195,608	195,903
Restricted cash and investments	-	26,393,016	26,393,016
Total current assets	<u>18,336,541</u>	<u>40,494,244</u>	<u>58,830,785</u>
Noncurrent assets			
Capital assets			
Land, non-depreciable improvements, and construction in progress	11,110,060	24,636,428	35,746,488
Other capital assets, net of depreciation	15,558,392	7,253,682	22,812,074
Total capital assets	<u>26,668,452</u>	<u>31,890,110</u>	<u>58,558,562</u>
Total assets	<u>45,004,993</u>	<u>72,384,354</u>	<u>117,389,347</u>
Deferred outflows of resources			
Deferred charge on debt refunding	-	56,612	56,612
Total deferred outflows of resources	<u>-</u>	<u>56,612</u>	<u>56,612</u>
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	500,085	492,713	992,798
Accrued landfill closure and postclosure care costs	213,721	-	213,721
Installment loan payable	-	969,774	969,774
Installment loan premium	-	14,131	14,131
Compensated absences payable	59,457	7,047	66,504
Total current liabilities	<u>773,263</u>	<u>1,483,665</u>	<u>2,256,928</u>
Noncurrent liabilities			
Accrued landfill closure and postclosure care costs	9,792,820	-	9,792,820
Installment loan payable	-	13,809,287	13,809,287
Installment loan premium	-	189,588	189,588
Compensated absences payable	56,804	14,028	70,832
Other post employment benefits obligation	156,202	4,264	160,466
Total noncurrent liabilities	<u>10,005,826</u>	<u>14,017,167</u>	<u>24,022,993</u>
Total liabilities	<u>10,779,089</u>	<u>15,500,832</u>	<u>26,279,921</u>
Net Position			
Net investment in capital assets	26,668,452	24,907,330	51,575,782
Unrestricted	7,557,452	32,032,804	39,590,256
Total net position	<u>\$ 34,225,904</u>	<u>\$ 56,940,134</u>	<u>\$ 91,166,038</u>

The accompanying notes are an integral part of the financial statements

CATAWBA COUNTY, NORTH CAROLINA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

Business-Type Activities - Enterprise Funds

	Solid Waste Management Fund	Water and Sewer Fund	Total
Operating Revenues			
Charges for services	\$ 4,780,331	\$ -	\$ 4,780,331
Methane recovery	661,004	-	661,004
Other operating revenues	37,119	-	37,119
Total operating revenues	<u>5,478,454</u>	<u>-</u>	<u>5,478,454</u>
Operating Expenses			
Administration	502,245	81,886	584,131
Recycling	208,464	-	208,464
Solid waste management improvements	171,034	-	171,034
Solid waste code enforcement	63,756	-	63,756
Biodiesel and freon recovery	35,158	-	35,158
Sanitary landfill	2,393,102	-	2,393,102
Landfill closure and postclosure costs	878,889	-	878,889
Convenience centers	315,106	-	315,106
Blackburn landfill methane recovery	596,080	-	596,080
Water and sewer	-	1,571,711	1,571,711
Depreciation	763,182	216,286	979,468
Total operating expenses	<u>5,927,016</u>	<u>1,869,883</u>	<u>7,796,899</u>
Operating income (loss)	<u>(448,562)</u>	<u>(1,869,883)</u>	<u>(2,318,445)</u>
Nonoperating Revenues (Expenses)			
Engineering fees	-	20,418	20,418
Sales Taxes - Article 46 - one quarter of one percent	-	1,293,304	1,293,304
Interest on long term debt	-	(220,222)	(220,222)
Investment earnings	(28,974)	(65,735)	(94,709)
Miscellaneous	2,070	370,947	373,017
Municipal revenue sharing	-	512,102	512,102
Scrap tire grant	27,222	-	27,222
North Carolina biofuels grant	40,894	-	40,894
Solid waste reduction grant	30,000	-	30,000
Solid waste disposal taxes	294,409	-	294,409
Proceeds from sale of equipment	39,960	-	39,960
Loss on fixed assets	(12,471)	-	(12,471)
Electronics management distribution	8,944	-	8,944
Total nonoperating revenues (expenses)	<u>402,054</u>	<u>1,910,814</u>	<u>2,312,868</u>
Income (loss) before contributions and transfers	<u>(46,508)</u>	<u>40,931</u>	<u>(5,577)</u>
Capital contributions	140,098	-	140,098
State Clean Water grant	-	425,031	425,031
Community development block grants	-	166,841	166,841
Transfer from General Fund	-	775,000	775,000
Increase (decrease) in Net Position	93,590	1,407,803	1,501,393
Net Position - Beginning of Year	<u>34,132,314</u>	<u>55,532,331</u>	<u>89,664,645</u>
Net Position - End of Year	<u>\$ 34,225,904</u>	<u>\$ 56,940,134</u>	<u>\$ 91,166,038</u>

The accompanying notes are an integral part of the financial statements



CATAWBA COUNTY, NORTH CAROLINA
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

Business-Type Activities - Enterprise Funds

	Solid Waste Management Fund	Water and Sewer Fund	Total
Cash Flows from Operating Activities			
Cash received from customers	\$ 5,419,264	388,878	\$ 5,808,142
Cash paid for goods and services	(2,827,572)	(1,321,596)	(4,149,168)
Cash paid to employees	(1,444,840)	(79,526)	(1,524,366)
Other operating revenues	37,119	-	37,119
Net cash provided (used) by operating activities	<u>1,183,971</u>	<u>(1,012,244)</u>	<u>171,727</u>
Cash Flows from Noncapital Financing Activities			
Tire disposal tax	189,698	-	189,698
Solid waste disposal tax	57,122	-	57,122
White goods disposal tax	47,589	-	47,589
Biofuels grant	40,894	-	40,894
Scrap tire grant	27,222	-	27,222
Solid waste reduction grant	30,000	-	30,000
Other charges	11,014	-	11,014
Other taxes	-	1,293,304	1,293,304
Domestic haulers	-	391,365	391,365
Municipal revenue sharing	-	512,102	512,102
Total cash provided by noncapital financing activities	<u>403,539</u>	<u>2,196,771</u>	<u>2,600,310</u>
Cash Flows from Capital and Related Financing Activities			
Installment loan proceeds for capital	-	8,000,000	8,000,000
Community development block grant	-	166,841	166,841
State clean water grant	-	425,031	425,031
Principal paid on installment notes payable	-	(368,804)	(368,804)
Interest paid on installment notes payable	-	(220,222)	(220,222)
(Premium)/deferred charge from debt refunding	-	(10,205)	(10,205)
Acquisition and construction of capital assets	(900,630)	(3,478,401)	(4,379,031)
Proceeds from sale of assets	39,960	-	39,960
Transfer from general fund	-	775,000	775,000
Net cash provided (used) by capital and related financing activities	<u>(860,670)</u>	<u>5,289,240</u>	<u>4,428,570</u>
Cash Flows from Investing Activities			
Investment earnings	<u>(27,471)</u>	<u>(68,271)</u>	<u>(95,742)</u>
Net increase (decrease) in cash and cash equivalents	699,369	6,405,496	7,104,865
Cash and cash equivalents - beginning of year	<u>17,061,728</u>	<u>33,015,999</u>	<u>50,077,727</u>
Cash and cash equivalents - end of year	<u>\$ 17,761,097</u>	<u>39,421,495</u>	<u>\$ 57,182,592</u>

CATAWBA COUNTY, NORTH CAROLINA
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

Business-Type Activities - Enterprise Funds

	<u>Solid Waste Management Fund</u>	<u>Water and Sewer Fund</u>	<u>Total</u>
Reconciliation of operating income to net cash provided by operating activities			
Operating income	\$ (448,562)	(1,869,883)	(2,318,445)
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Depreciation and amortization	763,182	216,286	979,468
Increase (decrease) in landfill closure and postclosure care costs	878,889	-	878,889
Changes in assets and liabilities			
(Increase) decrease in refundable sales tax	(8,002)	526,429	518,427
(Increase) decrease in other receivables	(14,069)	(190,115)	(204,184)
(Increase) decrease in notes receivables	-	52,564	52,564
Increase (decrease) in accounts payable and other liabilities	(18,944)	250,115	231,171
Increase (decrease) in compensated absences	7,679	1,828	9,507
Increase (decrease) in accrued salaries and other benefits	23,798	532	24,330
Total adjustments	<u>1,632,533</u>	<u>857,639</u>	<u>2,490,172</u>
Net cash provided by operating activities	<u>\$ 1,183,971</u>	<u>(1,012,244)</u>	<u>\$ 171,727</u>
Noncash investing, capital and financing activities:			
Contribution of capital assets	140,098	-	140,098
	<u>\$ 140,098</u>	<u>\$ -</u>	<u>\$ 140,098</u>

The accompanying notes are an integral part of the financial statements

CATAWBA COUNTY, NORTH CAROLINA
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2013

	Agency Funds
Assets	
Cash and investments	<u>\$ 92,509</u>
Liabilities	
Miscellaneous liabilities	<u>\$ 92,509</u>

The accompanying notes are an integral part of the financial statements