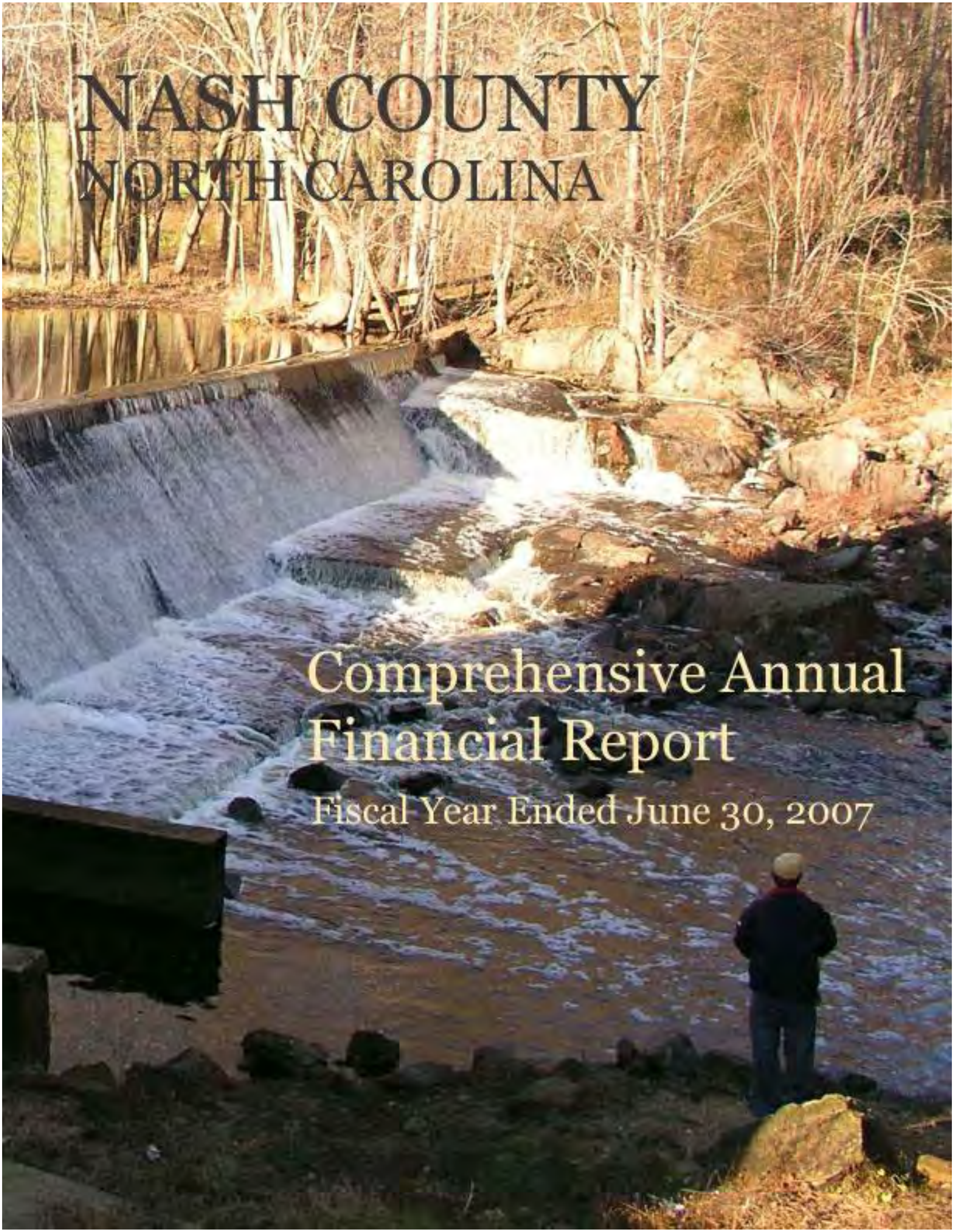
NASH COUNTY
NORTH CAROLINA



Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2007

NASH COUNTY, NORTH CAROLINA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2007

NASH COUNTY
NORTH CAROLINA

Board of County Commissioners

J. Claude Mayo, Jr., Chairman

Billy Morgan, Vice Chairman	Lou M. Richardson
Fred Belfield, Jr.	Danny Tyson
Jay Alford	Robbie Davis

Comprehensive Annual Financial Report

For the Year Ended June 30, 2007

Prepared by:
Nash County Finance Department

County Officials

County Manager	Robert M. Murphy
Assistant County Manger	P. Wayne Moore
Finance Officer	Lynne H. Anderson

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NASH COUNTY, NORTH CAROLINA

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NASH COUNTY

NASHVILLE, NORTH CAROLINA 27856

J. CLAUDE MAYO, JR., CHRM.
BOARD OF COMMISSIONERS

ROBERT M. MURPHY
COUNTY MANAGER

VINCE DURHAM
ATTORNEY

WAYNE MOORE
CLERK TO BOARD

December 18, 2007

Nash County Citizens,
The Honorable Chairman,
Members of the Board of Commissioners

Maintaining the fiscal strength and stability of County government are primary goals of the Commissioners. This Comprehensive Annual Financial Report (Financial Statements) of Nash County, North Carolina, for the fiscal year ended June 30, 2007, is prepared to provide you with details about how the County receives, spends and accounts for its money, as well as key indicators of its financial strength. The County's Finance Department prepares the Financial Statements, and responsibility for the accuracy of the data, the completeness and fairness of the presentation, and all disclosures rests with the County. We believe the data and presentation are fair and accurate and that you will find everything necessary in this document to gain an understanding of the County's financial activities over the last fiscal year.

It is our pleasure to submit this Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2007. State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Nash County.

This report consists of management's representations concerning the finances of Nash County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Nash County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Nash County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Nash County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Nash County's financial statements have been audited by Martin Starnes & Associates, CPAs, P.A., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Nash County for the fiscal year ended June 30, 2007, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Nash County's financial statements for the fiscal year ended June 30, 2007, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Nash County was part of a broader, federal and State mandated "Single Audit" designed to meet the special needs of federal and State grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and State awards. These reports are available in Nash County's separately issued Compliance Reports.

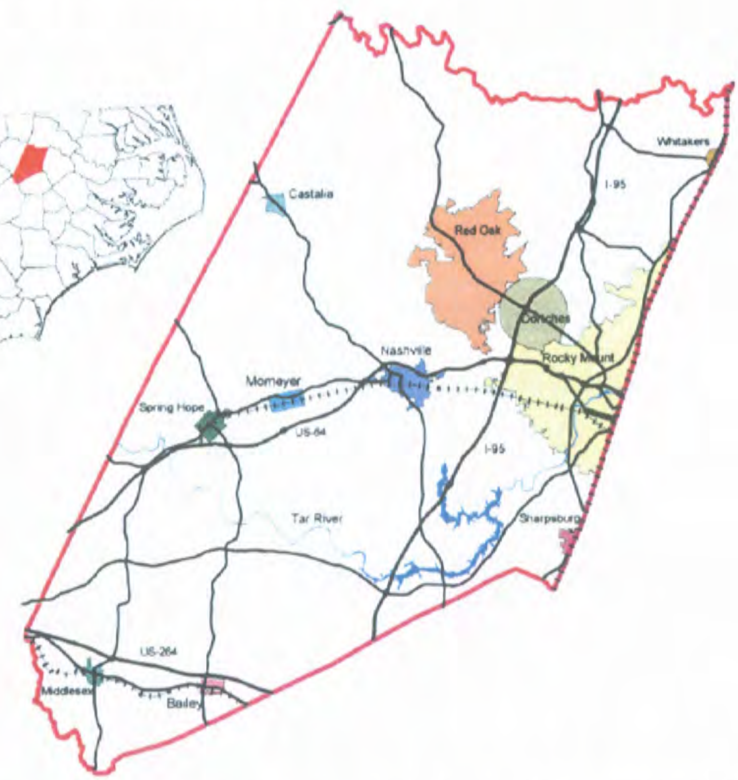
GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Nash County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Nash County was formed in 1777 from the western part of Edgecombe County. It was named for General Francis Nash, a soldier who was mortally wounded while fighting under General George Washington at Germantown during the American Revolution. Nashville, the county seat, was settled in 1780 and chartered in 1815. First land grants in the area date back to 1743.

After the Revolution, which impacted the county minimally, Nash County settled down to a pace which made it one of the State's leading farm areas. Since the Civil War, it has been known primarily as a leading agricultural county, but it has experienced a steady industrial growth since that time.

Nash County could be classified as either a northern coastal plain county or a far eastern piedmont county. It has a primarily rolling terrain with sandy soil, however, brick and tile clays are found along the Tar River, which flows through Nash County. The average rainfall in Nash County is 43 inches and the average temperature is 61.9 degrees. Falling midway between New York and Florida, Nash County currently occupies a land area of 542.71 square miles and serves a population of 93,088 according to estimates based on the 2000 Census. With an employment level of 43,504, 13.1% were engaged in manufacturing jobs. Some other workforce industry groups are the retail trade (13.3%), health care and social assistance (13.4%) and educational services (8.1%). Nash County enjoys a rare blend of rural lifestyle coupled with the economic advantages of a diversified agricultural, industrial and service-based economy. Nash County is also positioned as a major gateway between the Coastal Plain and Piedmont regions of North Carolina. Within 30 miles of the state capital of Raleigh, Nash County is within an hour's drive of the world-famous Research Triangle Park. Eleven municipalities are located within the County, the largest being the City of Rocky Mount. Nashville is the second largest municipality in population and serves as the county seat. Nash County is empowered to levy a property tax on both real and personal properties located within its boundaries.



The County operates under the commissioner/manager form of government. Policy-making and legislative authority are vested in a governing board consisting of seven elected commissioners. The governing board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the government's manager and attorney. The government's manager is responsible for carrying out the policies and ordinances of the governing board, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments. Commissioners are elected by districts and serve four-year staggered terms.

Nash County provides its citizens with a wide range of services that include general administration, public safety, health services, social services, cultural, and operation of Solid Waste Disposal, Convenience Centers and Water/Sewer infrastructures, as well as other services. This report includes all the County's activities in maintaining these services. The County also extends financial support to certain boards, agencies, and commissions to assist their efforts to serve citizens. Among these are the Nash-Rocky Mount Board of Education, Nash Community College and Edgecombe-Nash Mental Health.

The annual budget serves as the foundation for Nash County's financial planning and control. All Nash County departments and outside agencies are required to submit requests for appropriation to the county manager on or before February 28 each year. The county manager uses these requests as the starting point for developing a proposed budget. The county manager then presents a proposed budget to the commissioners for review at the May commissioners meeting. The commissioners are required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of Nash County's fiscal year. The appropriated budget is prepared by fund, function (ex., public safety), and department (ex., sheriff). The county manager is authorized to transfer appropriations within a department. Transfers between departments and budget increases or decreases over $5,000 require the formal approval of the Board of Commissioners at monthly meetings. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. Governmental funds, other than the general fund, with appropriated annual budgets, are presented in the combining and individual fund financial statements. Also included in the governmental fund subsection are project-length budget-to-actual comparisons for each governmental fund for which a project-length budget has been adopted.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Nash County operates.

Local economy. Nash County's diverse agricultural production contributes to its economic stability. One third of Nash County's total land area, or 85,000 acres is cropland and pastures. The 2006 total cash receipts estimate for Nash County farms was $155 million, which is the tenth highest county in North Carolina. Income estimates for some of our major commodities include $44.2 million - poultry & eggs, $29.8 million – flue-cured tobacco, $17.6 million – sweet potatoes, $14.1 million – hogs, $7.8 million – fruits & vegetables, $6.5 million – soybeans, and $6.1 million - cotton. Nash County farmers rank second in the state for county production of flue-cured tobacco and third for county production of sweet potatoes.

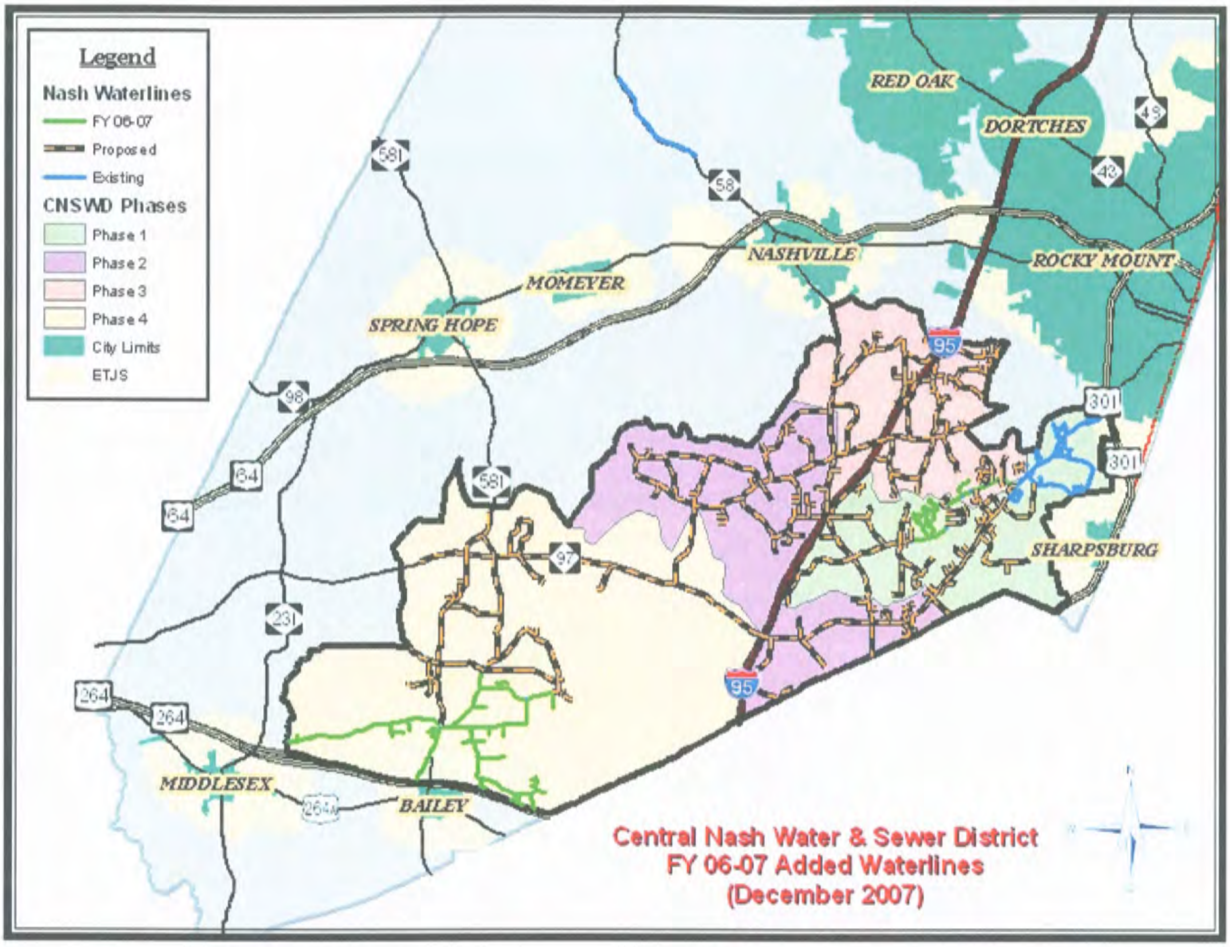
The local economy of Nash County is well diversified with manufacturing and government comprising the largest segments of employment at 13.1% and 15.6% respectively. This year showed a movement of retail employment ahead of manufacturing for the first time. The opening of Sam's Club largely contributed to this shift. Major manufacturing concerns include Consolidated Diesel Company, a diesel engine manufacturer, Universal Leaf North America NC, a tobacco processing plant, Hospira Inc., a pharmaceutical manufacturer, Ilco Unican Corporation, a security lock manufacturer and McLane Company, Inc., a grocery distribution center. Employment levels are at approximately 43,500 persons. After a period of relatively high unemployment, the County has seen a leveling off in this area. At June 2007 Nash County was at 6.1% unemployed. A slight increase over last year's 6.0%

Development in the industry sector in 2007 included $5,000,000 and 50 jobs with Mack Industries, $5,500,000 and 150 jobs with PenCell Plastics. Nash County also saw expansions in several companies including Consolidated Diesel $22,000,000 and Hospira, Inc. with $15,300,000 and 80 jobs. Fawn Electronics opted to move its facility to the Nashville Business Park with a $3,000,000 expansion and 75 jobs.

Long-term financial planning. Land purchased by the County in 2006 for the development of a business and medical park in the southern sector of the County is being considered for several options. A road connecting the park to the intersection of Highways 231 and 264 is scheduled within the next year. Nash Health Care Systems will locate a facility within the park in the near future. With quicker access to Raleigh and RTP by way of the recently opened bypass around Raleigh, Nash County is seeing a rise in activity in the area. It is anticipated southern Nash County will sustain steady growth in the near future.

The Recreation Department continues to expand its programs. Tennis was added in the spring and summer of 2007 and football and cheerleading will be added in the fall. Progress continues on the Red Oak/Dortches Park and a committee is searching for land for a Bailey/Middlesex Park.

The Central Nash Water/Sewer District has been formed for the extension of water and sewer lines in the county. Four phases are planned and a bond referendum is scheduled for December 2007. The map on the following page illustrates the four phases and the location of water lines constructed during 2006-07, lines constructed prior to 2006-07 and proposed water lines for future construction.



Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Nash County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2006. This makes the sixteenth consecutive year Nash County received the award. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the government has received the GFOA's Distinguished Budget Presentation Award for its annual budget document for Fiscal Year 2006-2007. This marked the second fiscal year the County received this companion award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide and as a communications tool.

Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report and to the county's independent certified public accountants, Martin Starnes & Associates, CPA's, P.A. for their assistance and guidance. Credit also must be given to the members of the Board of Commissioners for their continuing interest and support in conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

NASH COUNTY, NORTH CAROLINA

Robert M. Murphy
County Manager

Lynne H. Anderson
Finance Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Nash County North Carolina

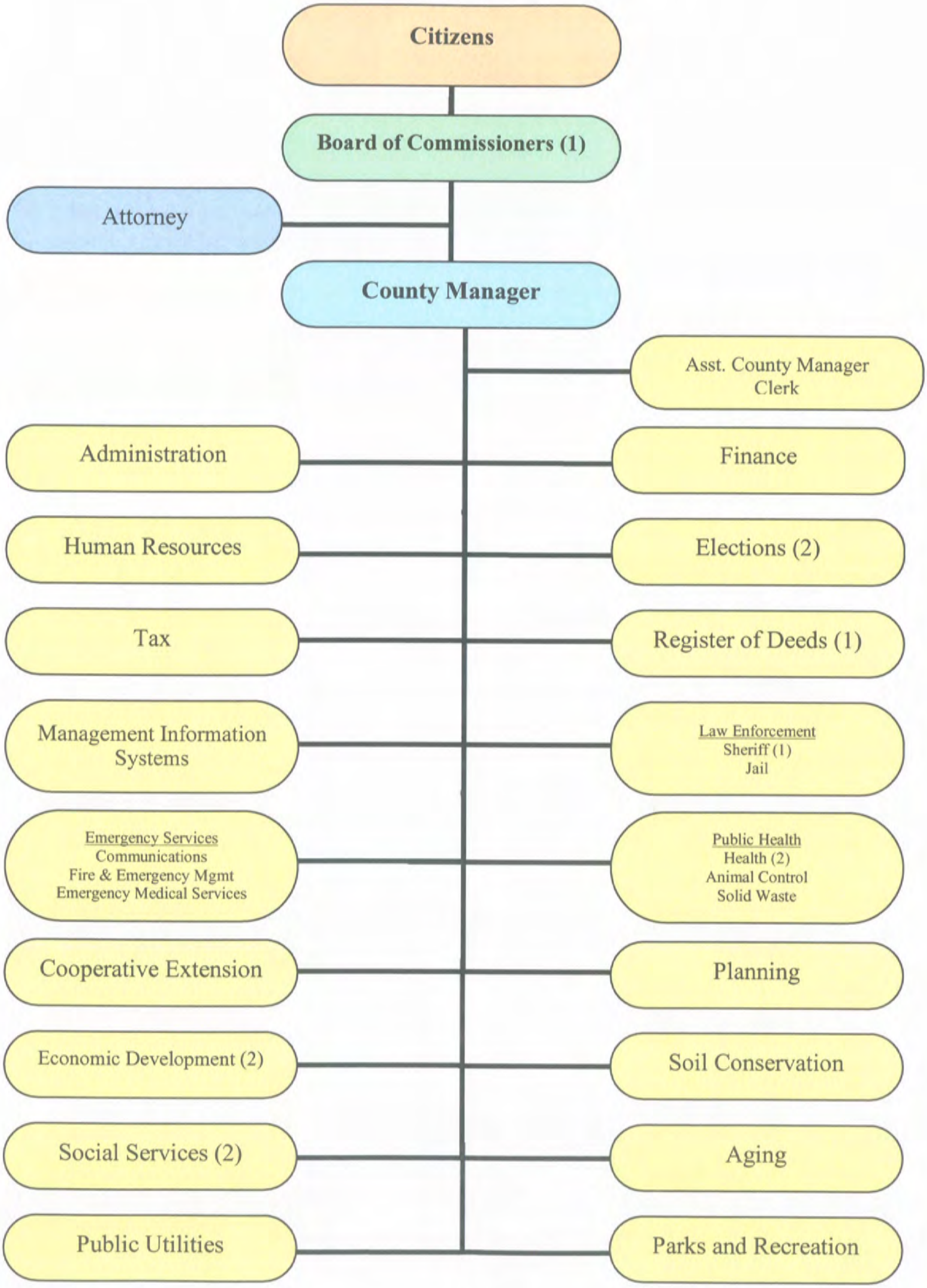
For its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

Nash County Organizational Chart



(1) Elected Office (2) Governed by Boards

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FINANCIAL SECTION

- *Independent Auditor's Report*
- *Management's Discussion and Analysis*
- *Basic Financial Statements*
- *Notes to Financial Statements*

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Martin Starnes & Associates, CPAs, P.A.
A Professional Association of Certified Public Accountants and Management Consultants

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Nash County
Nashville, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Nash County, North Carolina as of and for the year then ended June 30, 2007, which collectively comprise Nash County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these basic financial statements based on our audit. We did not audit the financial statements of Nash County Tourism Development Authority, Nash County Business Development Authority, Nash Health Care Systems and Subsidiaries or the Nash County ABC Board which represents 100 percent of the assets, net assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Nash County Tourism Development Authority, Nash County Business Development Authority, Nash Health Care Systems and Subsidiaries and the Nash County ABC Board, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. The financial statements of Nash County Tourism Development Authority, Nash County Business Development Authority, Nash Health Care Systems and Subsidiaries and the Nash County ABC Board were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall basic financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion.

In our opinion, based upon our audit and the reports of the other auditors, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2007, and the respective changes in financial position and cash flows, where appropriate, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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13 South Center Street • Taylorsville, North Carolina 28681 • Phone 828-632-9025 • Fax 828-632-9085
Toll Free Both Locations 800-948-0585 • Web Site: www.martinstarnes.com

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2007 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose o f that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis, the schedules of funding progress, employer contributions and the notes to the required schedules for the Law Enforcement Officers' Special Separation Allowance are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit this information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements of Nash County, North Carolina. The introductory information, combining and individual non-major fund financial statements and schedules, supplementary information, other schedules and the statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements and have been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Martin Starnes & Associates CPA's, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
December 18, 2007

Management's Discussion and Analysis

As management of Nash County, we offer readers of Nash County's financial statements this narrative overview and analysis of the financial activities of Nash County for the fiscal year ended June 30, 2007. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

Financial Highlights

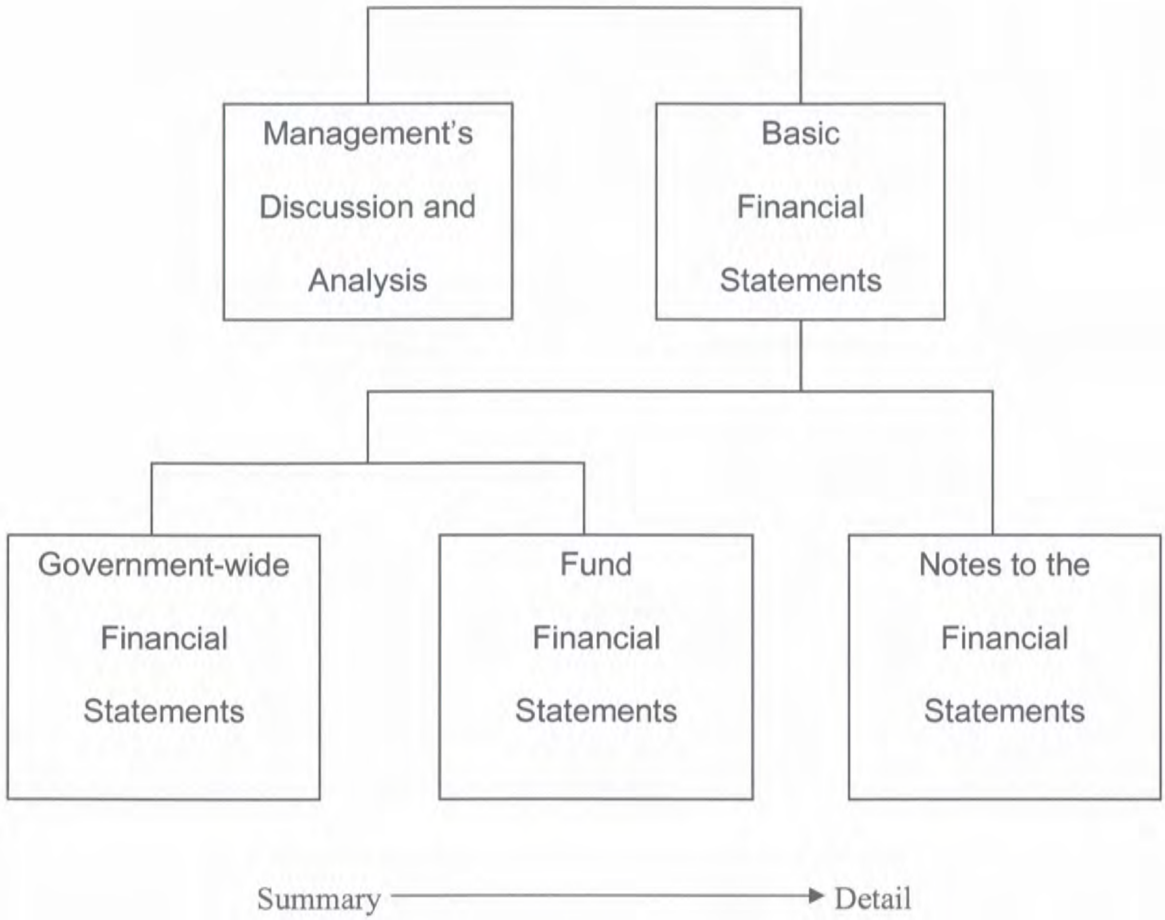
- The assets of Nash County exceeded its liabilities at the close of the fiscal year by $81,543,290. Of this amount, $30,164,046 may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by $8,120,957.
- As of the close of the current fiscal year, Nash County's governmental funds reported combined ending fund balances of $32,682,737, an increase of $2,081,751 in comparison with the prior year. Approximately 80% of this total amount, or $25,980,619, is available for spending at the government's discretion.
- At the end of the current fiscal year, undesignated fund balance for the General Fund was $20,527,719, or 25% of total general fund expenditures for the fiscal year.
- Nash County's total debt decreased by $118,796 or less than 1% during the current fiscal year. The key factor of this decrease is the decline in principal through debt payments.
- Nash County's issuer credit rating of A+ was affirmed by Standard & Poor's. The County also maintained its A1 rating by Moody's.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Nash County's basic financial statements. The County's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of Nash County.

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements

The first two statements (Exhibits A and B) in the basic financial statements are the **Government-wide Financial Statements** of the County. They provide both short and long-term information about the County and the discretely presented component units' financial status.

The next statements (Exhibits C – L) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the County's non-major governmental funds, all of which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

Following the notes is the required supplemental information. This section contains funding information about the County's pension plans.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the County's and the County's discretely presented component units' finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the County's and the County's discretely presented component units' financial status as a whole.

The government-wide and combining statements report the County's and the discretely presented component units' net assets and how they have changed. Net assets are the difference between total assets and total liabilities. Measuring net assets is one way to gauge the County's and the County's discretely presented component units' financial condition.

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The governmental activities include most of the County's and the discretely presented component units' basic services such as general government, public safety, environmental protection, transportation, economic and physical development, human services, cultural and education. Property taxes, sales taxes and state and federal grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These activities include water and sewer, solid waste disposal and convenience center operations of Nash County. The final category is the component units. Nash Health Care Systems is a public hospital operated by a not-for-profit corporation that has leased the hospital from the County for a period of 30 years. The County appoints the board of trustees for the Hospital and has issued debt on its behalf. Although legally separate from the County, the ABC Board is important to the County because the County is financially accountable for the Board by appointing its members and because the Board is required to distribute its profits to the County.

The government-wide financial statements are on Exhibits A and B of this report.

Fund Financial Statements

The fund financial statements provide a more detailed look at the County's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Nash County, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the County's budget ordinance. All of the funds of Nash County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the County's programs. The relationship between government activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Nash County adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the County, the management of the County, and the decisions of the Board about which services to provide and how to pay for them. It also authorizes the County to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the County complied with the budget ordinance and whether or not the County succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the board; 2) the final budget as amended by the board; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and charges. To account for the difference between the budgetary basis of accounting and the modified accrual basis, a reconciliation showing the differences in the reported activities is shown at the end of the budgetary statement.

Proprietary Funds – Nash County maintains two kinds of proprietary funds. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Nash County uses its enterprise fund to account for its water and sewer activity and for its solid waste management function. This fund is the same as those functions shown in the business-type activities in the Statement of Net Assets and the Statement of Activities. Nash County uses *Internal Service Funds* to account for its employee group insurance and workers compensation insurance. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The County has four agency funds.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are in the Financial Section of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Nash County's progress in funding its obligation to provide pension benefits to its employees. This information can be found in the Required Supplementary Information section of this report.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of Nash County exceeded liabilities by $81,543,290 as of June 30, 2007. The County's net assets increased by $8,120,957 for the fiscal year ended June 30, 2007. One of the largest portions (62.3%) reflects the County's investment in capital assets (e.g. land, buildings, vehicles, equipment, infrastructure and construction in progress), less any related debt still outstanding that was issued to acquire those items.

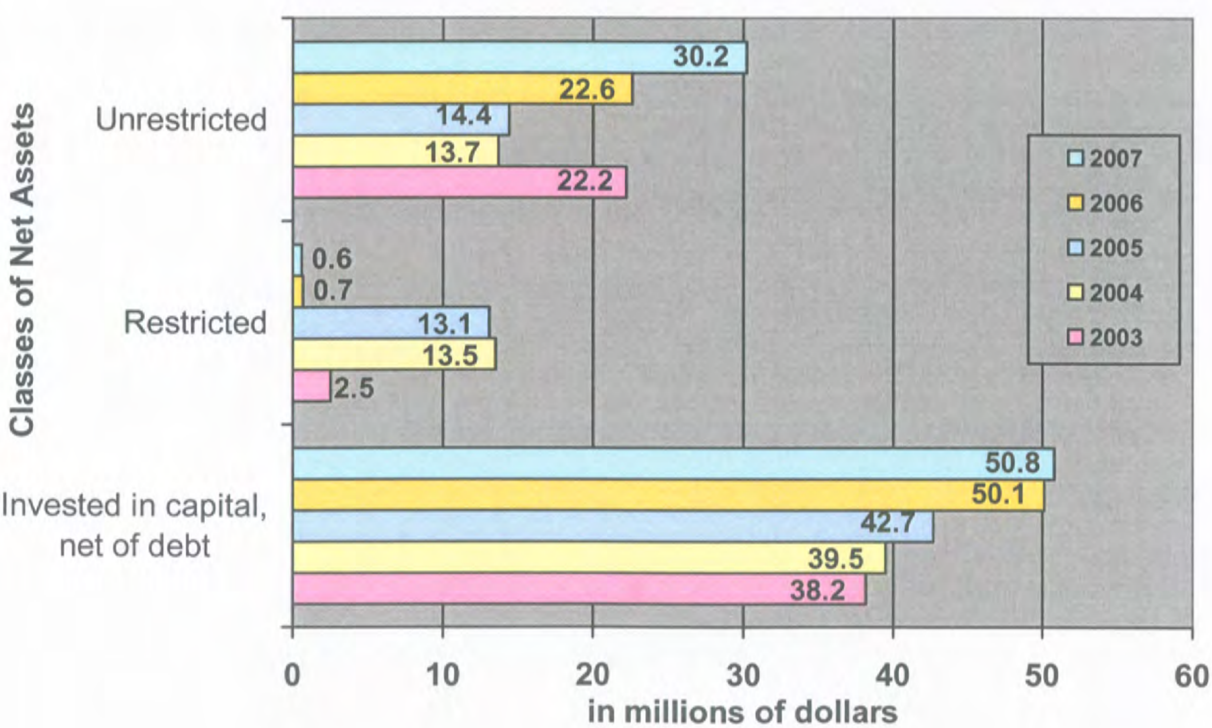
Nash County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Nash County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. A small portion of Nash County's net assets (0.7%) represents resources that are subject to external restrictions on how they may be used. Restricted net assets declined substantially due to various capital projects being completed. The remaining balance of $30,164,046 is unrestricted.

Nash County's Net Assets

Figure 2

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Assets:						
Current and other assets	$ 42,488,748	$ 40,307,135	$ 11,459,052	$ 10,338,948	$ 53,947,800	$ 50,646,083
Capital assets	46,840,828	45,861,838	12,875,846	11,654,268	59,716,674	57,516,106
Total assets	89,329,576	86,168,973	24,334,898	21,993,216	113,664,474	108,162,189
Liabilities:						
Long-term liabilities outstanding	17,883,399	20,530,056	5,224,058	2,968,831	23,107,457	23,498,887
Other liabilities	8,079,473	10,386,805	934,254	854,169	9,013,727	11,240,974
Total liabilities	25,962,872	30,916,861	6,158,312	3,823,000	32,121,184	34,739,861
Net assets:						
Invested in capital assets, net of related debt	42,226,375	40,398,252	8,547,345	9,735,868	50,773,720	50,134,120
Restricted	605,524	735,844	-	-	605,524	735,844
Unrestricted	20,534,805	14,118,016	9,629,241	8,434,348	30,164,046	22,552,364
Total net assets	$ 63,366,704	$ 55,252,112	$ 18,176,586	$ 18,170,216	$ 81,543,290	$ 73,422,328

Primary Government Net Assets
5 Year Comparison



Several particular aspects of the County's financial operations influenced the total unrestricted governmental net assets:

- Growth economically reflected in sales tax collections.
- Effect of property tax rate adjustment to sustain fund balance and future growth.
- Continued low cost of debt due to the County's bond rating.

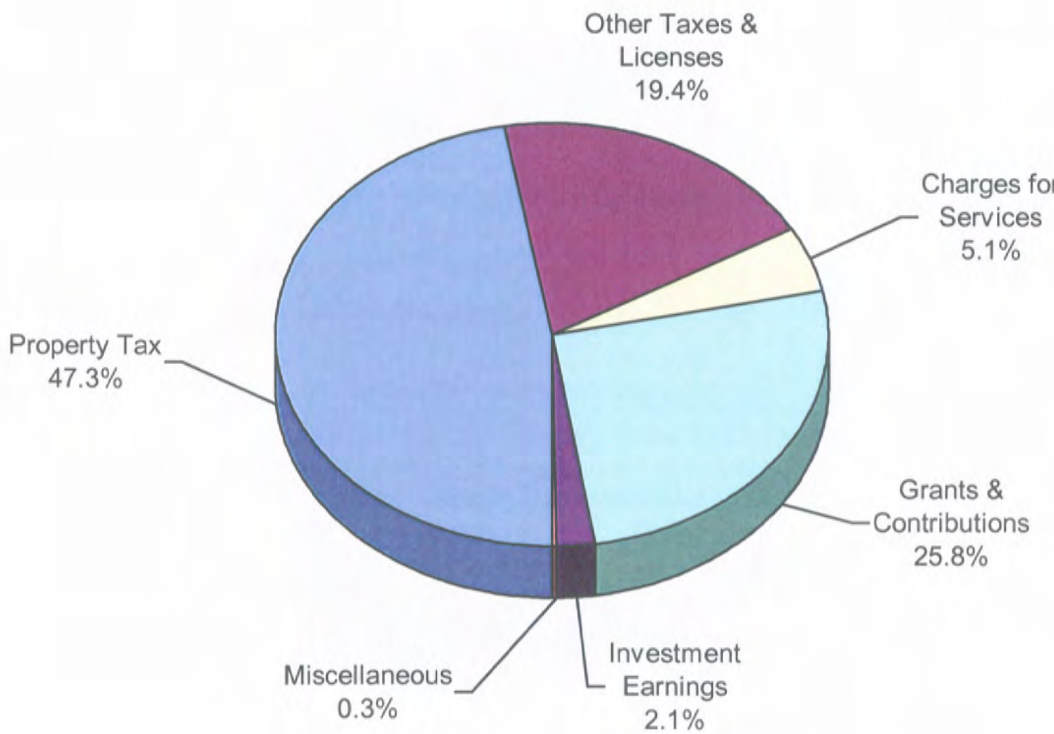
Nash County Changes in Net Assets
Figure 3

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program revenues:						
Charges for services	$ 4,598,636	$ 3,719,771	$ 2,652,601	$ 2,693,935	$ 7,251,237	$ 6,413,706
Operating grants and contributions	23,024,491	19,465,918	162,318	125,909	23,186,809	19,591,827
Capital grants and contributions	284,721	3,055,960	-	-	284,721	3,055,960
General revenues:						
Property taxes	42,661,231	38,857,590	-	-	42,661,231	38,857,590
Other taxes	17,479,292	16,211,556	-	-	17,479,292	16,211,556
Other	2,135,500	1,775,414	771,468	629,127	2,906,968	2,404,541
Total revenues	90,183,871	83,086,209	3,586,387	3,448,971	93,770,258	86,535,180
Expenses:						
General government	7,668,066	6,592,978	-	-	7,668,066	6,592,978
Public safety	17,756,359	15,833,217	-	-	17,756,359	15,833,217
Transportation	248,084	200,590	-	-	248,084	200,590
Economic and physical development	2,717,028	4,559,681	-	-	2,717,028	4,559,681
Human services	29,691,056	28,289,719	-	-	29,691,056	28,289,719
Cultural	1,235,187	1,076,713	-	-	1,235,187	1,076,713
Education	21,661,968	22,391,650	-	-	21,661,968	22,391,650
Debt service - interest	1,091,536	1,024,795	-	-	1,091,536	1,024,795
Water and sewer	-	-	1,216,921	991,604	1,216,921	991,604
Solid waste disposal	-	-	1,012,626	1,003,268	1,012,626	1,003,268
Convenience center	-	-	1,350,470	1,335,317	1,350,470	1,335,317
Total expenses	82,069,284	79,969,343	3,580,017	3,330,189	85,649,301	83,299,532
Increase (decrease) in net assets	8,114,587	3,116,866	6,370	118,782	8,120,957	3,235,648
Net assets, July 1	55,252,117	52,135,251	18,170,216	18,051,434	73,422,333	70,186,685
Net assets, June 30	$ 63,366,704	$ 55,252,117	$ 18,176,586	$ 18,170,216	$ 81,543,290	$ 73,422,333

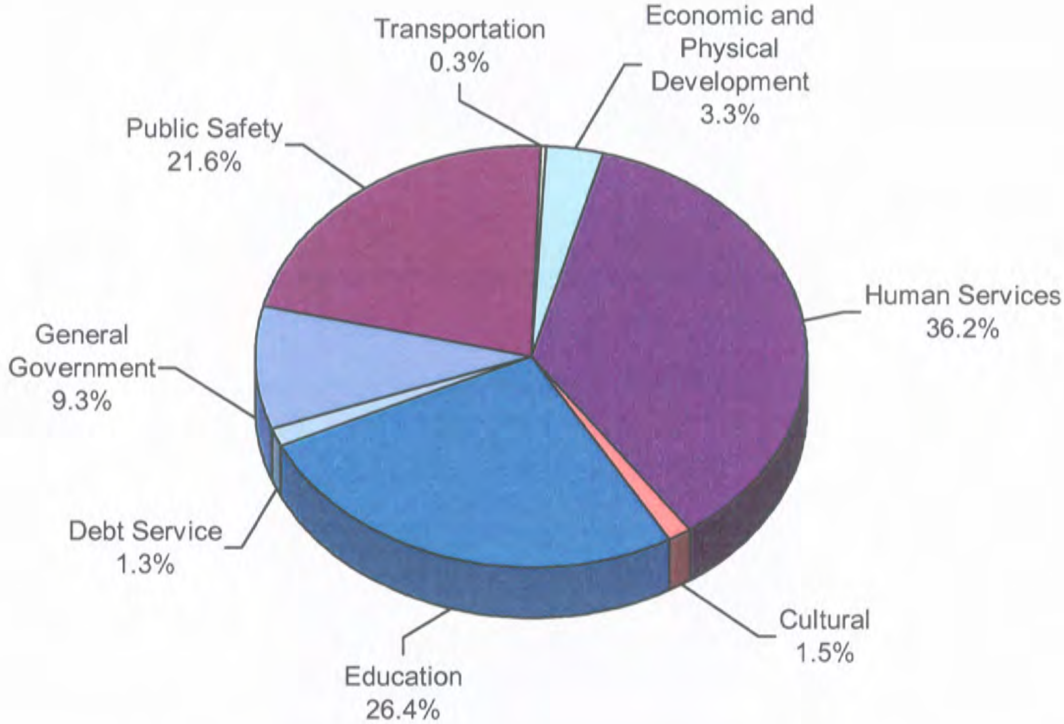
Governmental Activities. Governmental activities increased the County's net assets for fiscal year 2007 by $8,114,587, accounting for the total growth in net assets of the County. Key elements of this increase are as follows:

- Increase in capital assets ($1,798,460) due to completion of building projects in progress.
- Increased investment earnings due to rising interest rates.
- Revised accrual for Employee's Group Insurance and Worker's Compensation plan as indicated in Footnote 18.

Governmental Activities Revenue Sources
For Fiscal Year 2007



Governmental Activities Functional Expenses
For Fiscal Year 2007



Business-type Activities. Business-type activities increased Nash County's net assets by $6,370. A key element of this increase in business-type activities is the increase in investment earnings due to rising interest rates.

Financial Analysis of the County's Funds

As noted earlier, Nash County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of Nash County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Nash County's financing requirements. Specifically, unreserved fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the chief operating fund of Nash County. At the end of the current fiscal year, unreserved fund balance of the General Fund was $20,527,719 while total fund balance was $26,805,127. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 25% of total General Fund expenditures, while total fund balance represents 33% of that same amount.

At June 30, 2007, the governmental funds of Nash County reported a combined fund balance of $32,682,737, a 6.8% increase from last year, primarily due to capital project activity and accrual adjustments for Employee's Health Insurance and Worker's Compensation as indicated in Footnote 18.

General Fund Budgetary Highlights. During the fiscal year, the County revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased revenues by $3,818,128 or 4.6% primarily due to the transfer and setting up of the Employees Insurance and Workers Compensation funds.

Differences between the original budget and final budget are briefly summarized as follows:

- $2,439,432 transfer establishing Employee Insurance Fund and Workers Compensation Fund.
- $428,188 additional State/Federal funding for Social Services programs.

Proprietary Funds. Nash County's proprietary fund provides the same type of information found in the government-wide statements but in more detail. Unrestricted net assets of the Utilities Fund at the end of the fiscal year amounted to $9,629,241. The Utilities Fund includes operation of the Solid Waste Disposal, Convenience Centers and Water/Sewer Divisions. Net assets increased $6,370. Other factors concerning the finances of this fund have already been addressed in the discussion of Nash County's business-type activities.

Capital Asset and Debt Administration

Capital Assets. Nash County's capital assets for its governmental and business-type activities as of June 30, 2007, totals $59,716,674. These assets include buildings, land, vehicles, equipment and construction in progress.

Major capital asset transactions during the year include:

- Courthouse renovations and improvements $1,118,290.
- Disposed of $217,671 in old vehicles in Public Safety.
- Water/Sewer improvements $1,737,000.

Nash County's Capital Assets
(net of depreciation)
Figure 4

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Land and improvements	$ 5,417,695	$ 5,335,506	$ 1,272,144	$ 1,355,509	$ 6,689,839	$ 6,691,015
Buildings	23,729,044	24,342,441	24,814	29,753	23,753,858	24,372,194
Infrastructure	507,639	521,806	9,007,759	9,263,530	9,515,398	9,785,336
Furniture and equipment	2,906,963	3,256,866	258,598	429,278	3,165,561	3,686,144
Vehicles	1,269,189	1,193,381	6,623	7,290	1,275,812	1,200,671
Construction in progress	13,010,298	11,211,838	2,305,908	568,908	15,316,206	11,780,746
Total	$ 46,840,828	$ 45,861,838	$ 12,875,846	$ 11,654,268	$ 59,716,674	$ 57,516,106

Additional information on the County's capital assets can be found in the Capital Assets Footnote, Note 5 and 6, within the Notes to the Financial Statements.

Long-term Debt. As of June 30, 2007, Nash County had total installment purchase debt outstanding of $22,120,278.

Nash County's Outstanding Debt
Figure 5

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Compensated absences	$ 1,633,250	$ 1,470,780	$ 25,786	$ 24,032	$ 1,659,036	$ 1,494,812
Unfunded special separation allowance	377,049	338,883	-	-	377,049	338,883
Accrued landfill postclosure	-	-	1,201,058	1,224,831	1,201,058	1,224,831
Installment purchase contracts	20,109,979	22,817,492	4,328,500	1,918,400	24,438,479	24,735,892
Total debt	$ 22,120,278	$ 24,627,155	$ 5,555,344	$ 3,167,263	$ 27,675,622	$ 27,794,418

Nash County's total debt decreased by only $118,796 or 0.4% during the past fiscal year, primarily due to the pay down of existing debt.

As mentioned in the financial highlights section of this document, Nash County's issuer credit rating of A+ was affirmed by Standard & Poors. The county also maintained its A1 rating by Moody's Investor Service. High bond rating is a primary factor in keeping interest costs low on the County's outstanding debt.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. This is defined as Legal Debt Margin and for Nash County is $461,764,231 for 2007. The County has no general obligation bonds authorized or issued at June 30, 2007.

Additional information regarding Nash County's long-term debt can be found in the Long-Term Obligations Footnote, Note 11, within the Notes to the Financial Statements.

Economic Factors and Next Year's Budgets and Rates

The following key economic indicators reflect the economic condition of the County.

- The unemployment rate for Nash County is currently 6.1% showing only a slight increase of 0.10% over prior year. Nash County is above the State average unemployment rate of 5.1% which also increased from prior year rate of 4.8%.
- The ad valorem tax rate remained $.70 per $100 property valuation.
- New and expanded industries in the area contributed $47,800,000 in investment and 280 new jobs.

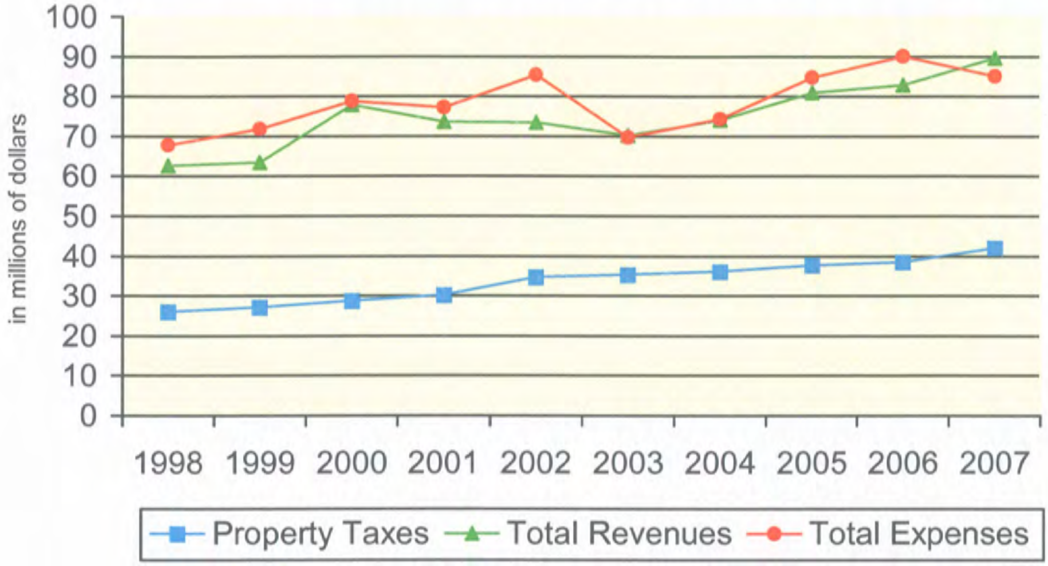
All of these factors were considered in preparing Nash County's budget for the 2008 fiscal year.

Budget Highlights for the Fiscal Year Ending June 30, 2008

Governmental Activities. Property taxes and sales tax revenues are expected to lead the increase in revenue projections with growth at 1.5% in overall revenues. The county will use this increase in revenue to finance programs currently in place and a portion of fund balance ($817,663) for funding capital items.

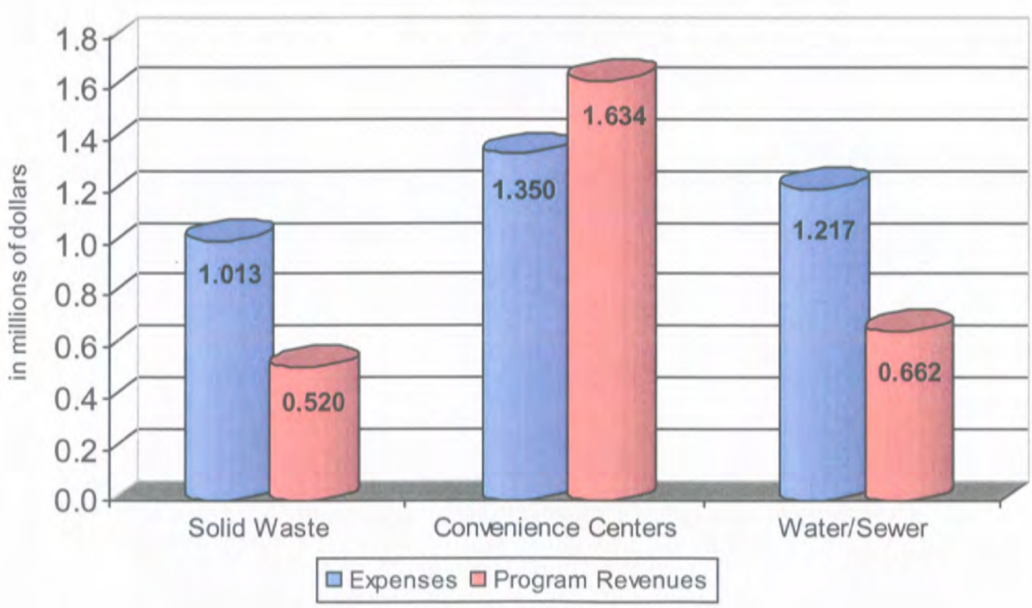
Budgeted expenditures in the General Fund are expected to rise approximately 2.6% to $86,186,359 primarily due to education and personnel costs including additional public safety staffing.

Governmental Activities
Comparison of Total Expenses, Property Taxes, and Total Revenues



Business-type Activities. The Water/Sewer rate schedule was adjusted but with no aggregate increase overall. General operating expenses will increase 10.3% to cover increased personnel, materials, supplies and other operations. Rates for landfill services increased from $38 to $41 per ton in order to cover rising container costs. Nash County's landfill rate is still less than surrounding areas.

Business-type Activities
Expenses and Program Revenues



Requests for Information

This report is designed to provide an overview of the County's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Director of Finance, Nash County, 120 W. Washington St., Suite 3072, Nashville, NC 27856.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT- WIDE FINANCIAL STATEMENTS

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NASH COUNTY, NORTH CAROLINA

STATEMENT OF NET ASSETS
JUNE 30, 2007

	Governmental Activities	Business-Type Activities	Total Primary Government	Discretely Presented Component Unit	Total Reporting Unit
Assets:					
Cash and cash equivalents	$ 15,269,522	$ 9,243,816	$ 24,513,338	$ 70,022,339	$ 94,535,677
Investments	17,745,036	1,999,374	19,744,410	-	19,744,410
Receivables:					
Taxes receivable, net	3,845,554	-	3,845,554	-	3,845,554
Accounts receivable, net	5,618,928	215,862	5,834,790	27,534,814	33,369,604
Internal balances	75,090	-	75,090	-	75,090
Prepaid items and other assets	9,708	-	9,708	14,790,925	14,800,633
Inventories	-	-	-	4,155,948	4,155,948
Cash and cash equivalents - restricted	-	-	-	61,031,180	61,031,180
Capital assets:					
Non-depreciable capital assets	18,310,727	2,634,200	20,944,927	-	20,944,927
Other capital assets, net of depreciation	28,530,101	10,241,646	38,771,747	117,105,267	155,877,014
Total assets	$ 89,404,666	$ 24,334,898	$ 113,739,564	$ 294,640,473	$ 408,380,037
Liabilities:					
Accounts payable and accrued liabilities	$ 3,857,381	$ 602,968	$ 4,460,349	$ 29,958,286	$ 34,418,635
Distribution payable	-	-	-	118,149	118,149
Unearned revenue	60,303	-	60,303	-	60,303
Current portion of compensated absences	1,596,540	25,786	1,622,326	-	1,622,326
Current portion of long-term debt	2,640,339	305,500	2,945,839	1,200,000	4,145,839
Long-term liabilities:					
Accrued landfill postclosure costs	-	1,201,058	1,201,058	-	1,201,058
Noncurrent portion of long-term debt	17,846,689	4,023,000	21,869,689	53,777,790	75,647,479
Noncurrent portion of compensated absences	36,710	-	36,710	-	36,710
Total liabilities	26,037,962	6,158,312	32,196,274	85,054,225	117,250,499
Net Assets:					
Invested in capital assets, net of related debt	42,226,375	8,547,345	50,773,720	64,527,477	115,301,197
Restricted for:					
Human services	605,524	-	605,524	-	605,524
Law Enforcement	-	-	-	8,103	8,103
Working capital	-	-	-	692,763	692,763
Unrestricted	20,534,805	9,629,241	30,164,046	144,357,905	174,521,951
Total net assets	$ 63,366,704	$ 18,176,586	$ 81,543,290	$ 209,586,248	$ 291,129,538

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

NASH COUNTY, NORTH CAROLINA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007

		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	$ 7,668,066	$ 1,358,601	$ 6,520,052	$ 210,015
Public safety	17,756,359	2,559,763	971,290	-
Transportation	248,084	-	-	-
Economic and physical development	2,717,028	527,327	-	-
Human services	29,691,056	152,945	15,360,699	-
Cultural	1,235,187	-	172,450	-
Education	21,661,968	-	-	74,706
Debt service - interest	1,091,536	-	-	-
Total governmental activities	82,069,284	4,598,636	23,024,491	284,721
Business-Type Activities:				
Water and sewer	1,216,921	499,301	162,318	-
Solid waste disposal	1,012,626	519,643	-	-
Convenience centers	1,350,470	1,633,657	-	-
Total business-type activities	3,580,017	2,652,601	162,318	-
Total primary government	$ 85,649,301	$ 7,251,237	$ 23,186,809	$ 284,721
Component Units:				
Business Development Authority	55,970	-	96,452	-
Health Care Systems and Subsidiaries	176,704,038	180,355,905	5,006,231	-
ABC Board	7,306,263	7,500,373	-	-
Total component units	$ 184,066,271	$ 187,856,278	$ 5,102,683	$ -

General Revenues:

Ad valorem taxes

Local option sales tax

Excise tax

Other taxes

Investment earnings, unrestricted

Miscellaneous

Total general revenues

Change in net assets

Net assets - beginning, July 1

Net assets - ending, June 30

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

Exhibit B

Net (Expense) Revenue and Changes in Net Assets				
Primary Government				Total
Governmental Activities	Business-Type Activities	Total	Component Units	Reporting Unit
$ 420,602	$ -	$ 420,602	$ -	$ 420,602
(14,225,306)	-	(14,225,306)	-	(14,225,306)
(248,084)	-	(248,084)	-	(248,084)
(2,189,701)	-	(2,189,701)	-	(2,189,701)
(14,177,412)	-	(14,177,412)	-	(14,177,412)
(1,062,737)	-	(1,062,737)	-	(1,062,737)
(21,587,262)	-	(21,587,262)	-	(21,587,262)
(1,091,536)	-	(1,091,536)	-	(1,091,536)
(54,161,436)	-	(54,161,436)	-	(54,161,436)
-	(555,302)	(555,302)	-	(555,302)
-	(492,983)	(492,983)	-	(492,983)
-	283,187	283,187	-	283,187
-	(765,098)	(765,098)	-	(765,098)
(54,161,436)	(765,098)	(54,926,534)	-	(54,926,534)
-	-	-	40,482	40,482
-	-	-	8,658,098	8,658,098
-	-	-	194,110	194,110
-	-	-	8,892,690	8,892,690
42,661,231	-	42,661,231	-	42,661,231
17,039,399	-	17,039,399	-	17,039,399
371,336	-	371,336	-	371,336
68,557	-	68,557	-	68,557
1,907,909	771,468	2,679,377	7,816,696	10,496,073
227,591	-	227,591	813	228,404
62,276,023	771,468	63,047,491	7,817,509	70,865,000
8,114,587	6,370	8,120,957	16,710,199	24,831,156
55,252,117	18,170,216	73,422,333	192,876,049	266,298,382
$ 63,366,704	$ 18,176,586	$ 81,543,290	$ 209,586,248	$ 291,129,538

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

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FUND FINANCIAL STATEMENTS

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NASH COUNTY, NORTH CAROLINA

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2007

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Cash and cash equivalents	$ 6,556,861	$ 6,056,637	$ 12,613,498
Investments	17,745,036	-	17,745,036
Taxes receivable, net	3,845,554	-	3,845,554
Accounts receivable, net	5,424,557	175,242	5,599,799
Due from other funds	75,090	-	75,090
Prepaid items and other assets	9,708	-	9,708
Total assets	$ 33,656,806	$ 6,231,879	$ 39,888,685
Liabilities and Fund Balances:			
Liabilities:			
Accounts payable and accrued liabilities	$ 2,945,822	$ 354,269	$ 3,300,091
Deferred revenues	3,905,857	-	3,905,857
Total liabilities	6,851,679	354,269	7,205,948
Fund Balances:			
Reserved by State statute	5,499,647	95,618	5,595,265
Reserved for encumbrances	162,529	69,445	231,974
Reserved for wireless	-	259,647	259,647
Reserved for prepaids	9,708	-	9,708
Reserved for human services	605,524	-	605,524
Unreserved:			
Undesignated	20,527,719	-	20,527,719
Unreserved, reported in nonmajor:			
Special revenue funds	-	4,101,770	4,101,770
Capital project funds	-	1,351,130	1,351,130
Total fund balances	26,805,127	5,877,610	32,682,737
Total liabilities and fund balances	$ 33,656,806	$ 6,231,879	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			46,840,828
Long-term liabilities and compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.			(22,120,278)
Assets and liabilities of the internal service funds used by management to account for insurance costs are included in governmental activities in the statement of net assets			2,117,863
Deferred revenues in the governmental funds are used to offset accounts receivable not expected to be available within 90 days of year end. These receivables are a component of net assets in the statement of net assets.			3,845,554
Net assets of governmental activities			$ 63,366,704

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

NASH COUNTY, NORTH CAROLINA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2007

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Ad valorem taxes	$ 40,224,393	$ 2,007,729	$ 42,232,122
Other taxes and licenses	17,479,292	-	17,479,292
Unrestricted intergovernmental	200,923	-	200,923
Restricted intergovernmental	17,209,946	952,762	18,162,708
Restricted intergovernmental - grants	-	581,161	581,161
Permits and fees	1,364,055	-	1,364,055
Sales and services	3,160,275	-	3,160,275
Investment earnings	1,210,634	594,821	1,805,455
Miscellaneous	4,640,216	8,200	4,648,416
Total revenues	85,489,734	4,144,673	89,634,407
Expenditures:			
Current:			
General government	6,282,053	1,390,302	7,672,355
Public safety	15,605,242	2,219,812	17,825,054
Transportation	49,203	164,289	213,492
Economic and physical development	2,041,141	684,791	2,725,932
Human services	29,687,921	-	29,687,921
Cultural and recreation	1,194,892	-	1,194,892
Education	21,595,644	408,158	22,003,802
Revaluation	-	40,667	40,667
Debt service:			
Principal	2,707,513	-	2,707,513
Interest	1,091,536	-	1,091,536
Total expenditures	80,255,145	4,908,019	85,163,164
Revenues over (under) expenditures	5,234,589	(763,346)	4,471,243
Other Financing Sources (Uses):			
Transfers in	-	50,000	50,000
Transfers (out)	(2,439,492)	-	(2,439,492)
Total other financing sources (uses)	(2,439,492)	50,000	(2,389,492)
Net change in fund balances	2,795,097	(713,346)	2,081,751
Fund Balances:			
Beginning of year - July 1	24,010,030	6,590,956	30,600,986
End of year - June 30	$ 26,805,127	$ 5,877,610	$ 32,682,737

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

NASH COUNTY, NORTH CAROLINA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2007

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different due to the following items:

Net change in fund balances - total governmental funds (Exhibit D)	$ 2,081,751
Property tax revenues in the governmental fund statement that were actually earned are reflected as revenues in the prior periods on the statement of activities.	429,109
Expenses related to compensated absences and law enforcement officers separation allowance that do not require current financial resources are not reported as expenditures in the governmental fund statement.	(200,636)
Capital outlays are reported as expenditures in the governmental fund statement. However, in the statement of activities, capital outlay is not an expense, rather it is an increase in capital assets.	3,091,135
Depreciation expense allocates the costs of capital assets over their useful lives. It is not reported as an expenditure in the governmental fund statement.	(2,112,145)
Internal Service Fund	2,117,863
Advance refunding of bonds and principal repayments are reported as expenditures in the governmental fund statement. However, in the statement of activities, these transactions are not an expense, rather they are a decrease in liabilities.	2,707,510
Change in net assets of governmental activities (Exhibit B)	$ 8,114,587

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

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget Over/Under
Revenues:				
Ad valorem taxes	$ 38,958,000	$ 38,958,000	$ 40,224,393	$ 1,266,393
Other taxes and licenses	16,666,000	16,666,000	17,479,292	813,292
Unrestricted intergovernmental	175,000	175,000	200,923	25,923
Restricted intergovernmental	16,678,863	17,739,190	17,209,946	(529,244)
Permits and fees	1,177,500	1,207,500	1,364,055	156,555
Sales and services	3,383,263	3,388,763	3,160,275	(228,488)
Investment earnings	700,000	700,000	1,210,634	510,634
Miscellaneous	817,958	896,189	4,640,216	3,744,027
Total revenues	78,556,584	79,730,642	85,489,734	5,759,092
Expenditures:				
Current:				
General government	7,291,178	7,246,341	6,282,053	964,288
Public safety	15,712,526	15,944,239	15,605,242	338,997
Transportation	49,203	49,203	49,203	-
Economic and physical development	2,246,448	2,310,196	2,041,141	269,055
Human services	30,877,628	31,844,083	29,687,921	2,156,162
Cultural and recreation	1,019,899	1,199,656	1,194,892	4,764
Education	21,595,644	21,595,644	21,595,644	-
Debt service:				
Principal	2,776,335	2,707,513	2,707,513	-
Interest	1,046,144	1,114,966	1,091,536	23,430
Total expenditures	82,615,005	84,011,841	80,255,145	3,756,696
Revenues over (under) expenditures	(4,058,421)	(4,281,199)	5,234,589	9,515,788
Other Financing Sources (Uses):				
Transfers out	(50,000)	(2,489,492)	(2,439,492)	50,000
Installment purchases	522,000	522,000	-	(522,000)
Fund balance appropriated	3,586,421	6,248,691	-	(6,248,691)
Total other financing sources (uses)	4,058,421	4,281,199	(2,439,492)	(6,720,691)
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ -	2,795,097	$ 2,795,097
Fund Balances:				
Beginning of year - July 1			24,010,030	
End of year - June 30			$ 26,805,127	

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

NASH COUNTY, NORTH CAROLINA

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2007

	Enterprise	Governmental Activities Internal Service Funds
Assets:		
Current assets:		
Cash and investments	$ 11,243,190	$ 2,656,024
Accounts receivable, net	215,862	19,129
Total current assets	11,459,052	2,675,153
Noncurrent assets:		
Non-depreciable capital assets	2,634,200	-
Other capital assets, net of depreciation	10,241,646	-
Total noncurrent assets	12,875,846	-
Total assets	$ 24,334,898	$ 2,675,153
Liabilities and Net Assets:		
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities	$ 602,967	$ 557,290
Current portion of compensated absences	25,786	-
Current portion of long-term debt	305,500	-
Total current liabilities	934,253	557,290
Noncurrent liabilities:		
Noncurrent portion of long-term debt	4,023,001	-
Accrued landfill closure and postclosure care costs	1,201,058	-
Total noncurrent liabilities	5,224,059	-
Total liabilities	6,158,312	557,290
Net Assets:		
Invested in capital assets, net of related debt	8,547,345	-
Unrestricted	9,629,241	2,117,863
Total net assets	$ 18,176,586	$ 2,117,863

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

NASH COUNTY, NORTH CAROLINA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2007

	Enterprise	Governmental Activities Internal Service Funds
Operating Revenues:		
Charges for sales and services	$ 2,275,820	$ 289,530
Other operating revenue	376,781	-
Total operating revenues	2,652,601	289,530
Operating Expenses:		
Water and sewer operations	810,639	-
Solid waste disposal operations	780,181	-
Convenience center operations	1,323,264	-
Depreciation	515,422	-
Insurance Claims	-	663,613
Total operating expenses	3,429,506	663,613
Operating income (loss)	(776,905)	(374,083)
Nonoperating Revenues (Expenses):		
Interest and fees paid	(113,054)	-
Miscellaneous expense	(37,457)	-
Investment earnings	771,468	102,454
Total nonoperating revenues (expenses)	620,957	102,454
Income before transfers and contributions	(155,948)	(271,629)
Capital contributions	162,318	-
Transfers from other funds	-	2,389,492
Change in net assets	6,370	2,117,863
Net Assets:		
Beginning of year - July 1	18,170,216	-
End of year - June 30	$ 18,176,586	$ 2,117,863

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

NASH COUNTY, NORTH CAROLINA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	Enterprise	Governmental Activities Internal Service Funds
Cash Flows From Operating Activities:		
Cash received from customers	$ 2,630,277	$ 270,401
Cash paid for goods and services	(2,221,368)	(106,323)
Cash paid to employees for services	(804,962)	-
Net cash provided (used) by operating activities	(396,053)	164,078
Cash Flows From Noncapital Financing Activities:		
Transfers from other funds	-	2,389,492
Cash Flows From Capital and Related Financing Activities:		
Capital contributions	162,318	-
Proceeds from long-term debt	2,622,000	-
Principal paid on long-term debt	(211,900)	-
Interest paid on long-term debt	(113,054)	-
Acquisition of capital assets	(1,737,000)	-
Net cash provided (used) by capital and related financing activities	722,364	-
Cash Flows From Investing Activities:		
Investment earnings	771,468	102,454
Net increase in cash and cash equivalents	1,097,779	2,656,024
Cash and cash equivalents - July 1	10,145,411	-
Cash and cash equivalents - June 30	$ 11,243,190	$ 2,656,024
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating income	$ (776,905)	$ (374,083)
Adjustments to reconcile operating income to Net Cash Provided by Operating Activities:		
Depreciation	515,422	-
Landfill closure and postclosure care costs	(23,773)	-
Non-operating expense	(37,456)	-
Changes in Assets and Liabilities:		
(Increase) decrease in accounts receivable	(22,325)	(19,129)
Increase (decrease) in accounts payable and accrued liabilities	(51,016)	557,290
Net cash provided (used) by operating activities	$ (396,053)	$ 164,078

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

NASH COUNTY, NORTH CAROLINA

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2007

	Agency Fund
Assets:	
Cash and cash equivalents	$ 321,985
Liabilities:	
Accounts payable	$ 61,365
Intergovernmental payable	260,620
Total liabilities	$ 321,985

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

NASH COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF NET ASSETS
ALL DISCRETELY PRESENTED COMPONENT UNITS
JUNE 30, 2007

	Nash County Business Development Authority	Nash Health Care Systems and Subsidiaries	Nash County ABC Board	Total Component Units
Assets:				
Cash and cash equivalents	$ 102,277	$ 69,567,980	$ 352,082	$ 70,022,339
Cash and cash equivalents - restricted	-	61,031,180	-	61,031,180
Receivables:				
Accounts receivable, net	34,459	27,500,355	-	27,534,814
Prepaid items and other assets	300	14,790,625	-	14,790,925
Inventories	-	3,180,562	975,386	4,155,948
Capital assets:				
Depreciable capital assets, net	-	2,718,839	1,160,457	3,879,296
Nondepreciable assets	3,675,677	109,287,782	262,512	113,225,971
Total assets	$ 3,812,713	$ 288,077,323	$ 2,750,437	$ 294,640,473
Liabilities:				
Accounts payable	$ 367	$ 29,449,450	$ 508,469	$ 29,958,286
Distributions payable	-	-	118,149	118,149
Current portion - long-term debt	-	1,200,000	-	1,200,000
Noncurrent portion - long-term debt	1,777,790	52,000,000	-	53,777,790
Total liabilities	1,778,157	82,649,450	626,618	85,054,225
Net Assets:				
Invested in capital assets, net of related debt	1,897,887	61,206,621	1,422,969	64,527,477
Restricted for:				
Debt service	-	16	-	16
Law Enforcement	-	-	8,103	8,103
Working capital	-	-	692,747	692,747
Unrestricted	136,669	144,221,236	-	144,357,905
Total net assets	$ 2,034,556	$ 205,427,873	$ 2,123,819	$ 209,586,248

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

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NASH COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF ACTIVITIES
ALL DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2007

		Program Revenues	
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions
Component Units:			
Business Development Authority	$ 55,970	$ -	$ 96,452
Health Care Systems and Subsidiaries	176,704,038	180,355,905	5,006,231
ABC Board	7,306,263	7,500,373	-
Total component units	$ 184,066,271	$ 187,856,278	$ 5,102,683

General Revenues:

Investment earnings:

Business Development Authority

Health Care Systems and Subsidiaries

ABC Board

Miscellaneous:

ABC Board

Total general revenues

Change in net assets

Net assets - beginning, July 1

Net assets - ending, June 30

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

Business Development Authority	Health Care Systems and Subsidiaries	ABC Board	Total Component Units
$ 40,482	$ -	$ -	$ 40,482
-	8,658,098	-	8,658,098
-	-	194,110	194,110
40,482	8,658,098	194,110	8,892,690
1,672	-	-	1,672
-	7,800,461	-	7,800,461
-	-	14,563	14,563
-	-	813	813
1,672	7,800,461	15,376	7,817,509
42,154	16,458,559	209,486	16,710,199
1,992,402	188,969,314	1,914,333	192,876,049
$ 2,034,556	$ 205,427,873	$ 2,123,819	$ 209,586,248

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

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NOTES TO FINANCIAL STATEMENTS

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Note 1 – Summary of Significant Accounting Policies

The accounting policies of Nash County, North Carolina and its discretely presented component units conform to accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

REPORTING ENTITY

Nash County is located in the eastern part of North Carolina in the coastal plains area and has a population of approximately 90,000. The County seat is located in Nashville, North Carolina. The County, which is governed by a seven-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by accounting principles generally accepted in the United States of America, these financial statements present the County and its component units, legally-separate entities for which the County is financially accountable.

Component Units:

The County's four discretely presented component units described below are reported in separate combining government-wide financial statements.

- Nash County Tourism Development Authority – The fifteen members of the Nash County Tourism Development Authority's governing board, including the chairman, are appointed by the County. The finance officer for the County serves as ex officio finance officer for the Authority. The County levies, collects and remits a room occupancy tax on behalf of the Authority. The Authority, which has a June 30 year end, is presented as a special revenue fund.

- Nash County Business Development Authority – Nash County Business Development Authority is a non-profit corporation created under the provisions of Section 55A of the State statutes. The County appoints the ten member governing board of the Authority. The Authority's purpose is to promote population growth, taxable property values and improve the general welfare of the County as deemed appropriate in the opinion of the County governing board. The excess revenues of the Authority are for the benefit of the County. The Authority, which has a June 30 year end, is presented as a special revenue fund.

- Nash Health Care Systems and Subsidiaries of Nash County, North Carolina – Nash Health Care Systems and Subsidiaries of Nash County is a Hospital Authority created under the provisions of Article 12 of Chapter 131 of the State statutes. The County appoints the fourteen member governing board of the Authority and there is a potential financial benefit/burden to the County. The Authority includes the operations of Nash Hospitals, Inc. and subsidiary, Nash Community Health Services, Inc., Nash MSO, Inc., Nash Medical Development Authority, and Nash Health Care Foundation. The County leases the hospital facilities to the Authority in accordance with a thirty-year operating agreement (Note 5). The Authority, which has a December 31 year end, is presented as a proprietary fund.

- Nash County ABC Board – The five members of the Nash County ABC Board's governing board are appointed by the County. The ABC Board is required by State statute to distribute its surplus to the general fund of the County. The ABC Board, which has a June 30 year end, is presented as a proprietary fund.

Complete financial statements for each of the individual component units may be obtained at the administrative offices of those entities as follows:

Nash County Tourism Development Authority
120 W. Washington Street, Suite 3072
Nashville, NC 27856

Nash County Business Development Authority
Economic Development Commission
427 Falls Road
Rocky Mount, NC 27801

Nash Health Care Systems and Subsidiaries of Nash County
Nash General Hospital
2460 Curtis Ellis Drive
Rocky Mount, NC 27804

Nash County ABC Board
1206 Eastern Avenue
Nashville, NC 27856

BASIS OF PRESENTATION - MEASUREMENT FOCUS, BASIS OF ACCOUNTING

Basis of Presentation

Government-Wide Statements – The statement of net assets and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements – The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category, *governmental, proprietary, and fiduciary,* are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

Major Funds – The General Fund and the Utilities Fund are major funds of the County. The General Fund is the primary operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The Utilities Fund is used to account for the County's water and sewer operations, solid waste disposal operations and convenience center operations.

The County has the following fund categories:

Governmental Funds – Governmental Funds account for the County's general governmental activities. Governmental Funds include the following fund types:

General Fund – The General Fund is the primary operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – The County has nine Special Revenue Funds: rural operating assistance program fund, fire districts fund, economic development fund, revaluation fund, E911 fund, controlled substance fund, federal asset forfeiture fund, capital reserve fund, and grant projects fund.

Capital Project Funds – The County has five Capital Project Funds: court facilities project fund, community college tech building fund, farmers market, gateway technology center and school capital fund.

Proprietary Funds – include the following fund type:

Utilities Fund – The Utilities Fund is used to account for the County's water and sewer operations, solid waste disposal operations and convenience center operations.

Fiduciary Funds – include the following fund type:

Agency Fund – Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and/or other funds. Agency Funds are custodial in nature and do not involve measurement of results of operations. The County has six Agency Funds: the Social Services Trust Fund, which is used to account for monies deposited with the County's Social Services Department for the benefit of certain individuals for whom the County acts as agent; the Motor Vehicle Tax Fund, which is used to account for monies collected from motor vehicle property taxes for the benefit of municipalities located in the County; the Fines and Forfeitures Fund, which is used to account for monies collected by the Clerk of Court for the benefit of the Nash/Rocky Mount School System; the Jail Inmate Fund which is used to account for monies held for inmates; the Department of Revenue Tax Fund which accounts for the three percent interest on the first month of delinquent motor vehicle taxes that the County is required to remit to the North Carolina Department of Motor Vehicles; and the Transportation Taxes Fund which accounts for vehicle rental taxes collected.

Measurement Focus, Basis of Accounting

In accordance with North Carolina General Statutes, all funds of the County are maintained during the year using the modified accrual basis of accounting.

Government-Wide, Proprietary, and Fiduciary Fund Financial Statements – The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus, except for the agency funds which have no measurement focus. The government-wide, proprietary fund and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County enterprise funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the water and sewer system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of January 1, 1993, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, Nash County is responsible for billing and collecting the property taxes on all registered motor vehicles on behalf of all municipalities and special tax districts in the County. For those motor vehicles registered under the staggered system and for vehicles newly registered under the annual system, property taxes are due the first day of the fourth month after the vehicles are registered. The billed taxes are applicable to the fiscal year in which they become due. Therefore, taxes for vehicles registered from March 2006 through February 2007 apply to the fiscal year ended June 30, 2007. Uncollected taxes which were billed during this period are shown as a receivable on these financial statements. In addition, as of January 1, 2006, State law implemented a staggered expiration date system for annually registered vehicles as part of the conversion into the staggered registration. Originally, annual registration expired December 31 each year with taxes due by May 1 of the following year. To transition from the staggered into the annual registration, the initial 2006 registration renewals will vary from 7 to 18 months after December 31, 2005. Once these initial renewals have expired, all vehicles that were previously annually registered will be in the staggered system.

Sales taxes collected and held by the State at year-end on behalf of the County are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

All governmental and business-type activities and enterprise funds of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

BUDGETARY DATA

Budgets are adopted as required by the North Carolina General Statutes. An annual budget ordinance is adopted at the departmental level for the general, special revenue funds (excluding grant projects) and enterprise funds. All annual appropriations lapse at fiscal year-end. Project ordinances are adopted for the special revenue grant funds, capital project funds, and the enterprise capital project funds, which are consolidated with the operating funds for reporting purposes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level. The balances in the capital reserve funds will be appropriated when transferred to their respective capital project funds. The County Manager is authorized by the budget ordinance to transfer appropriations between functional areas within a fund up to $5,000; however, any revisions in excess of $5,000 or that alter total expenditures of any fund must be approved by the governing board. During the year, several amendments to the original budget were necessary, the effects of which were not material. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

ASSETS, LIABILITIES, AND FUND EQUITY

Deposits and Investments – All deposits of the County are made in board-designated official depositories and are secured as required by G.S. 159-31. The County may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the County may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

State law [G.S. 159-30(c)] authorizes the County to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the State of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances and the North Carolina Capital Management Trust (NCCMT).

The County investments with a maturity of more than one year at acquisition and non-money market investments are carried at fair value as determined by quoted market prices. The securities of the NCCMT Cash Portfolio, a SEC-registered (2a-7) money market mutual fund, are valued at fair value, which is the NCCMT's share price. The NCCMT Term Portfolio's securities are valued at fair value. Money market investments that have a remaining maturity at the time of purchase of one year or less are reported at amortized cost. Non-participating interest earnings and investment contracts are reported at cost.

Cash and Cash Equivalents – The County pools monies from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents.

Ad Valorem Taxes Receivable – In accordance with State law [G.S. 105-347 and G.S. 159-133(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2006. As allowed by State law, the County has established a schedule of discounts that apply to taxes, which are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

Allowance for Doubtful Accounts – Allowance for doubtful accounts are maintained on all types of receivables which historically experience uncollectible accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years.

Prepaid Items – Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets – Purchased or constructed capital assets are recorded at cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Minimum capitalization costs are $5,000 for all asset categories. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

The County holds title to certain Nash Community College and Nash Rocky Mount Schools properties that have not been included in fixed assets. The properties have been deeded to the County to permit installment purchase financing of acquisition and construction costs and to permit the County to receive refunds of sales tax paid for construction costs.

Agreements between the County and Nash Community College gives those entities, the County, and Nash Rocky Mount Schools full use of the facilities, full responsibility for maintenance of the facilities, and provide that the County will convey title to the property back to the respective entities, once all restrictions of the financing agreements and all sales tax reimbursement requirements have been met. The properties are reflected as fixed assets in the financial statements of Nash Community College and Nash Rocky Mount Schools, respectively.

Capital assets of the County are depreciated using the straight-line method over the following estimated useful lives of the individual assets:

	Estimated Useful Lives	
Description	Primary Government	Component Units
Land improvements	20 Years	5 - 40 Years
Buildings	40 Years	20 - 40 Years
Furniture and equipment	3 - 20 Years	2 - 20 Years
Infrastructure	40 Years	-
Vehicles	3	-

Long-Term Obligations – In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

In the fund financial statements for governmental fund types, the face amount of debt issued is reported as other financing sources.

Compensated Absences – The vacation policies of the County provide for the accumulation of up to thirty (30) days earned vacation leave with such leave being fully vested when earned. The County's liability for accumulated earned vacation and the salary-related payments as of June 30, 2007 are recorded in the governmental activities of the government-wide financial statements. For the County's proprietary funds an expense and a liability for compensated absences and the salary-related payments are recorded within those funds as the benefits accrue to the employees.

The sick leave policies of the County provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since the County has no obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made by the County.

NET ASSETS / FUND BALANCES

Net Assets – Net assets in government-wide and proprietary fund financial statements are classified as invested in capital assets, net of related debt; restricted and unrestricted. Restricted net assets represent constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

Net assets are classified as follows:

Restricted

Human Services – portion of net assets legally segregated for Health Department expenditures. It represents the balance of the total unexpended Health Department grants and related fees.

Fund Balances – In the governmental fund financial statements, reservations or restrictions of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. State law [G.S. 159-13 (b)(16)] restricts appropriations of fund balance to an amount not to exceed the sum of cash and investments minus the sum of liabilities, encumbrances and deferred revenue arising from cash receipts as these amounts stand at the close of the fiscal year preceding the budget year.

The governmental fund types classify fund balances as follows:

Reserved

- *Reserved by State Statute* – portion of fund balance, in addition to reserves for encumbrances and reserves for inventories, which is not available for appropriation under State law [G.S 159-8(a)]. This amount is usually comprised of receivables and amounts due from other funds which are not offset by deferred revenues.
- *Reserved for Wireless* – portion of fund balance not available for appropriation because it represents the year-end balance of wireless E911 funds.
- *Reserved for Prepaid Items* – portion of total fund balance not available for appropriation because it represents funds restricted for specific purposes.
- *Reserved for Health* – portion of fund balance not available for appropriation because it represents funds restricted for specific purposes.
- *Reserved for Encumbrances* – portion of total fund balance not available for appropriation because it represents funds restricted for specific purposes.

Unreserved

- *Designated for Economic Development* – portion of total fund balance set aside by the Board for future economic development $650,000.
- *Designated for Future Capital* – portion of total fund balance set aside by the Board for future capital expenditures $650,000.
- *Designated for Subsequent Year's Expenditures* – portion of total fund balance available for appropriation that has been designated for the adopted 2007 - 2008 budget ordinance.

  General Fund - $5,491,432

- *Undesignated* – portion of total fund balance available for appropriation that is uncommitted at year-end.

Note 2 – Deposits and Investments

Deposits – All of the County's deposits are either insured or collateralized by using one of two methods. Under the "Dedicated Method", all deposits over the federal depository insurance coverage are collateralized with securities held by the County's agent in the County's name. Under the "Pooling Method", all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County, these deposits are considered to be held by the County's agent in the County's name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County or the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County under the Pooling Method, the potential exists for under-collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository using the Pooling Method. The County does not have policies regarding custodial credit risk for deposits. The State Treasurer enforces standards of minimum capitalization for all pooling method financial institutions. The County relies on the State Treasurer to monitor those financial institutions. The County analyzes the financial soundness of any other financial institution used by the County. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2007, the County's deposits had a carrying amount of $6,757,557 and a bank balance of $7,333,623. Of the bank balance, $200,000 was covered by federal depository insurance, and $7,133,623 in interest bearing deposits was covered by collateral held under the Pooling Method. At June 30, 2007, Nash County had $2,700 cash on hand.

Investments – At June 30, 2007, the County had the following investments and maturities:

	Fair Value	Less Than 6 Months	6-12 Months	% Concentration
U.S. Government Agencies:				
Commercial Paper:				
Federal Home Loan	$ 2,650,000	$ 650,000	$ -	7.01%
Chesham Finance	1,948,100	2,000,000	-	5.15%
General Electric Capital	1,931,885	2,000,000	-	5.11%
Dealers Capital	3,552,818	3,634,000	-	9.39%
Wachovia	1,462,233	1,500,000	-	3.87%
Greyhawk Funding	1,479,298	1,500,000	-	3.91%
New Center Asset Trust	2,007,724	2,050,000	-	5.31%
Citigroup Funding	1,499,655	1,530,000	-	3.97%
N.C. Government Securities:				
NC Student Loan 7/1/28	3,501,000	1,530,000	-	9.26%
NC State Education Asst Auth 7/1/32	6,200,000	-	-	16.39%
NCCMT - Cash Portfolio	11,589,466	-	-	30.64%
	$ 37,822,179	$ 16,394,000	$ -	100.00%

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The County has no formal policy but limits its exposure to fair value losses from rising interest rates by limiting at least half its investment portfolio to maturities of less than 12 months.

Credit Risk – State law limits investments in commercial paper to the top rating issued by nationally recognized statistical rating organizations (NRSROs); however, the County has no formal policy on managing credit risk. As of June 30, 2007, the County's investments in commercial paper were rated PI by Standard & Poor's, F1 by Fitch Ratings, and AQ by Moody's Investors Service. The County's investments in the NC Capital Management Trust Cash Portfolio carried a credit rating of AAAm by Standard & Poor's as of June 30, 2007.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County has no policy on custodial credit risk.

Concentration of Credit Risk – The County places no limit on the amount that the County may invest in any one issuer. Over 1/4 of the County's investments are in N.C. State Education Assistance Authority (25.52%), another 30% are in NCCMT (30.49%) and the remaining 43.99% are in commercial paper.

Note 3 – Property Tax Use - Value Assessment on Certain Lands

In accordance with the general statutes, agriculture, horticulture, and forestland may be taxed at present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is re-computed at market value for the current year and the three preceding fiscal years along with accrued interest from the original due date. This tax is immediately due and payable. Shown below are property taxes that could become due if present use-value eligibility is lost. These amounts have not been recorded in the financial statements.

Year of Levy	Tax	Interest	Total
2004	$ 1,602,027	$ 236,301	$ 1,838,328
2005	1,643,174	94,483	1,737,657
2006	1,761,740	-	1,761,740
2007	1,694,577	-	1,694,577
	$ 6,701,518	$ 330,784	$ 7,032,302

Note 4 – Receivables

At June 30, 2007, the County's government-wide receivable balances were as follows:

	Government-wide Financial Statements		
	Governmental Activities	Business-Type Activities	Total
Receivables:			
Taxes	$ 3,960,554	$ -	$ 3,960,554
Accounts	2,272,990	199,942	2,472,932
Due from other governments	3,270,848	46,920	3,317,768
Gross receivables	9,504,392	246,862	9,751,254
Less: allowance for uncollectibles	(115,000)	(31,000)	(146,000)
Net total receivables	$ 9,389,392	$ 215,862	$ 9,605,254

The due from other governments that is owed to the County consists of the following:

Local option sales tax	$ 3,270,848	$ -
White goods disposal tax	-	23,052
Scrap tire tax	-	23,868
	$ 3,270,848	$ 46,920

Note 5 – Capital Assets

Capital asset activity for the governmental activities for the year ended June 30, 2007 was as follows:

	Beginning Balances	Additions	Retirements	Transfers	Ending Balances
Governmental Activities:					
Capital assets not being depreciated:					
Land	$ 5,220,252	$ 80,177	$ -	$ -	$ 5,300,429
Construction in progress	11,211,838	1,798,460	-	-	13,010,298
Total capital assets not being depreciated	16,432,090	1,878,637	-	-	18,310,727
Capital assets being depreciated:					
Land improvements	135,405	6,650	-	-	142,055
Infrastructure	566,637	-	-	-	566,636
Buildings	36,338,951	280,241	-	-	36,619,192
Vehicles	3,267,213	640,582	217,671	-	3,690,124
Equipment	8,471,830	316,689	12,000	-	8,776,519
Total capital assets being depreciated	48,780,036	1,244,162	229,671	-	49,794,526
Less accumulated depreciation for:					
Land improvements	20,151	4,638	-	-	24,789
Infrastructure	44,831	14,166	-	-	58,997
Buildings	11,996,510	893,638	-	-	12,890,148
Vehicles	2,073,832	536,311	189,207	-	2,420,935
Equipment	5,214,964	663,392	8,800	-	5,869,556
Total accumulated depreciation	19,350,288	$ 2,112,145	$ 198,007	$ -	21,264,425
Total capital assets being depreciated, net	29,429,748				28,530,101
Governmental activity capital assets, net	$ 45,861,838				$ 46,840,828

Depreciation was charged to functions/programs of the primary government as follows:

General government	$1,012,004
Public safety	808,428
Transportation	34,610
Economic and physical development	55,153
Human services	135,626
Education	66,324
Total depreciation expense	$2,112,145

The County's equity interest in the Rocky Mount/Wilson Airport represents $1,773,312 (Note 13).

Note 6 - Construction Commitments

The government has active construction projects as of June 30, 2007. The projects include the court renovation project, school construction, and water projects. At June 30, 2007, the government's commitments with contractors are as follows:

Project	Spent to Date	Remaining Commitment
Bailey Water	$ 1,545,046	$ 201,348
Bend of the River	309,070	110,413
	$ 1,854,116	$ 311,761

Capital asset activity for business-type activities for the year ended June 30, 2007 was as follows:

	Beginning Balances	Increases	Decreases and Adjustments	Balances
Business-Type Activitities:				
Water and Sewer Activity:				
Capital assets not being depreciated:				
Land	$ 20,107	$ -	$ -	$ 20,107
Construction in progress	568,908	1,737,000	-	2,305,908
Capital assets being depreciated:				
Infrastructure	10,187,441	-	-	10,187,441
Furniture, fixtures and equipment	26,863	-	-	26,863
Vehicles	25,112	-	-	25,112
Total capital assets being depreciated	10,239,416	-	-	10,239,416
Less accumulated depreciation for:				
Infrastructure	923,911	255,771	-	1,179,682
Furniture, fixtures and equipment	26,863	-	-	26,863
Vehicles	25,112	-	-	25,112
Total accumulated depreciation	975,886	$ 255,771	$ -	1,231,657
Total capital assets being depreciated, net	9,263,530			9,007,759
Water & Sewer activity capital assets, net	$ 9,852,545			$ 11,333,774

	Beginning Balances	Increases	Decreases and Adjustments	Ending Balances
Solid Waste Disposal Activity:				
Capital assets not being depreciated:				
Land	$ 238,000	$ -	$ -	$ 238,000
Capital assets being depreciated:				
Land improvements	1,374,063	-	-	1,374,063
Buildings and building improvements	21,686	-	-	21,686
Furniture, fixtures and equipment	1,511,047	-		1,511,047
Vehicles	34,537	-	-	34,537
Total capital assets being depreciated	2,941,333	-	-	2,941,333
Less accumulated depreciation for:				
Land improvements	445,155	68,703	-	513,858
Buildings and building improvements	16,892	1,027	-	17,919
Furniture, fixtures and equipment	1,103,863	162,048	-	1,265,911
Vehicles	27,247	667	-	27,914
Total accumulated depreciation	1,593,158	$ 232,445	$ -	1,825,603
Total capital assets being depreciated, net	1,348,175			1,115,730
Solid Waste Disposal activity capital assets, net	$ 1,586,175			$ 1,353,730
Convenience Centers Activity:				
Capital assets not being depreciated:				
Land	$ 70,185	$ -	$ -	$ 70,185
Capital assets being depreciated:				
Land improvements	293,241	-	-	293,241
Buildings and building improvements	94,379	-	-	94,379
Furniture, fixtures and equipment	108,667	-	-	108,667
Total capital assets being depreciated	496,287	-	-	496,287
Less accumulated depreciation for:				
Land improvements	194,932	14,662	-	209,594
Buildings and building improvements	69,420	3,912	-	73,332
Furniture, fixtures and equipment	86,573	8,632	-	95,205
Total accumulated depreciation	350,925	$ 27,206	$ -	378,131
Total capital assets being depreciated, net	145,362			118,156
Convenience Center activity capital assets, net	$ 215,547			$ 188,341
Business-type activities capital assets, net	$ 11,654,268			$ 12,875,846

Legal title to the Hospital property is owned by Nash County. The facilities are leased to the Hospital under an amended 30-year operating agreement, which expires May 2031. For consideration of the lease extension, the Hospital has paid the County $12,000,000 for the extension at June 30, 1996 and an additional $250,000 for years beginning May 1995 and May 1996 that was added due to the termination clause. Under a second amendment dated December 18, 1997, the Hospital agreed to pay the County $300,000 per year beginning May 1998 ending May 2007. A third amendment was signed May 7, 2001 extending the lease for 30 years. For consideration, the Hospital will pay to the County each year after May 2002, 4.5% of Hospital net income from its immediately preceding fiscal year. Net income is the excess of revenue (exclusive of the revenue of Nash Health Care Foundation) over expenses minus regularly scheduled principal payments on its bond indebtedness.

Note 7 – Accounts Payable and Accrued Liabilities

Payables at June 30, 2007, were as follows:

Government-Wide Financial Statements

	Vendors	Other	Total
Governmental Activities:			
General	$ 2,201,048	$ 1,377,154	$ 3,578,202
Other governmental	279,179	-	279,179
Total governmental activities	$ 2,480,227	$ 1,377,154	$ 3,857,381
Business-type Activities:			
Solid waste	$ 108,779	$ -	$ 108,779
Convenience center	69,564	-	69,564
Water and sewer	318,189	106,436	424,625
Total business-type activities	$ 496,532	$ 106,436	$ 602,968

Note 8 - Pension Plan Obligations

Local Governmental Employees' Retirement System

- *Plan Description* – Nash County contributes to the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS provides retirement and disability benefits to plan members and beneficiaries. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

- *Funding Policy* – Plan members are required to contribute 6% of their annual covered salary. The County is required to contribute at an actuarially determined rate. For the County, the current rate for employees not engaged in law enforcement and for law enforcement officers is 4.89% and 4.78% respectively, of annual covered payroll. The contribution requirements of members and of Nash County are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2007, 2006 and 2005 were \$1,136,035, \$1,021,575, and \$983,614, respectively. The contributions made by the County equaled the required contributions for each year.

Law Enforcement Officers Special Separation Allowance

- *Plan Description* – Nash County administers a public employee retirement system (the Separation Allowance), a single-employer defined benefit pension plan that provides retirement benefits to the County's qualified sworn law enforcement officers. The Separation Allowance is equal to .85% of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. These funds are locally administered and there is not a stand-alone financial report.

  All full-time County law enforcement officers are covered by the Separation Allowance. At December 31, 2006, the Separation Allowance's membership consisted of:

Retirees receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	71
	72

- *Summary of Significant Accounting Policies:*

  Basis of Accounting – The County has chosen to fund the Separation Allowance on a pay as you go basis. Pension expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting.

  Method Used to Value Investments – No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due.

- *Contributions* – The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the benefit payments on a pay as you go basis through appropriations made in the General Fund operating budget. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. There were no contributions made by employees.

  The annual required contribution for the current year was determined as part of the December 31, 2006 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.25% investment rate of return (net of administrative expenses) and (b) projected salary increases range from 4.5% to 12.3% per year. Both (a) and (b) included an inflation component of 3.75%. The assumptions did not include postretirement benefit increases.

Annual Pension Cost and Net Pension Obligation – The County's annual pension cost and net pension obligation to the Separation Allowance for the current year were as follows:

Annual required contribution	$ 58,079
Interest on net pension obligation	24,569
Adjustment to annual required contribution	(20,280)
Annual pension cost	62,368
Contributions made	24,202
Increase (decrease) in net pension obligation	38,166
Net pension obligation, beginning of year	338,883
Net pension obligation, end of year	$ 377,049

Three-Year Trend Information

Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contribution	Net Pension Obligation
2005	60,353	19.05%	227,383
2006	69,603	11.64%	338,883
2007	62,368	38.81%	377,049

A separate report was not issued for the plan.

Supplemental Retirement Income Plan for Law Enforcement Officers

- *Plan Description* – Nash County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

- *Funding Policy* – Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to 5% of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan. The County's contributions for the year ended June 30, 2007 were $187,914, which consisted of $138,128 from the County and $49,786 from the law enforcement officers.

Registers of Deeds' Supplemental Pension Fund

- *Plan Description* – Nash County also contributes to the Registers of Deeds' Supplemental Pension Fund (Fund), a noncontributory, defined contribution plan administered by the North Carolina Department of State Treasurer. The Fund provides supplemental pension benefits to any county register of deeds that is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

- *Funding Policy* – On a monthly basis, the County remits to the Department of State Treasurer an amount equal to four and one-half percent (4.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety-three percent (93%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining seven percent (7%) of the Fund's assets may be used by the State Treasurer in administering the Fund. For the fiscal year ended June 30, 2007, the County's required and actual contributions were $27,294.

Other Postemployment Benefits - Nash County

- *Health Care Benefits* – According to a County resolution, the County provides health care benefits and a Medicare Supplement Policy at age 65 to retirees of the County who participate in the North Carolina Local Government Employees' Retirement System (System) and have at least five years of creditable service with the County. The County pays the full cost of coverage for these benefits. Also, retirees can purchase coverage for their dependents at the County's group rates. Currently 27 retirees are eligible for postretirement health benefits up to age 65 (and 10 employees are eligible for the supplemental retirement at age 65 and above). For the fiscal year ended June 30, 2007, the County made payments for postretirement health benefit premiums of $127,758 for retired employees up to age 65 (and $28,416 for the supplemental retirement at age 65 and above). The County obtains health care coverage through private insurers.

Other Employment Benefits - Nash County

- *Death Benefits* – The County has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, State-administered, cost-sharing plan funded on a one-year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest month's salary in a row during the 24 months prior to the employee's death but the benefit will be a minimum of $25,000 and will not exceed $50,000. All death benefit payments are made from the Death Benefit Plan. The County has no liability beyond the payment of monthly contributions. Contributions are determined as a percentage of monthly payrolls, based upon rates established annually by the State. Separate rates are set for employees not engaged in law enforcement officers. Because the benefit payments are made by the Death Benefit Plan and not by the County, the County does not determine the number of eligible participants.

  For the fiscal year ended June 30, 2007, the County made contributions to the State for death benefits of $20,352. The County's required contributions for employees not engaged in law enforcement and for law enforcement officers represented .08% and .14% of covered payroll, respectively. The contributions to the Death Benefit Plan cannot be separated between the postemployment benefit amount and the other benefit amount.

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 401(k). The plan is sponsored by the State of North Carolina and is governed by the Department of State Treasurer and the Plan's Board of Trustees. The Department and Board have contracted with Branch Banking and Trust Company to be the Plan administrator.

The Plan is available to all County employees except for law enforcement officers and the register of deeds, who are covered by other supplemental retirement plans. The Plan permits the employees to defer a portion of their salary until future years. The deferred compensation is not available until termination, retirement, death, or financial hardships. The County contributes up to 5.0% of qualified salary and all amounts contributed are vested immediately. The employees also may make voluntary contributions to the Plan.

The County's contributions were calculated using a covered payroll amount of $22,638,095. Total contributions for the year ended June 30, 2007 were $1,609,015, which consisted of $1,131,911 from the County and $477,104 from the employees. The County's required contributions and the employees' voluntary contributions represented 5% and 2% of the covered payroll amount, respectively.

Note 9 – Closure and Postclosure Costs

State and federal laws and regulations require the County to place a final cover on its landfill facility when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The $1,201,058 reported as landfill closure and postclosure care liability at June 30, 2007 represents a cumulative amount reported to date, based on the use of 100% of the total estimated capacity of the landfill. The County closed the facility on December 31, 1998. Actual costs may be higher due to inflation, changes in technology or changes in regulations.

The County has met the requirements of a local government financial test that is one option under state and federal laws and regulations that help determine if an entity is financially able to meet closure and postclosure care requirements.

Note 10 – Deferred / Unearned Revenue

The balance of deferred revenues or unearned revenues on the fund statements and unearned revenues on the government-wide financial statements at year-end is composed of the following elements:

	Deferred Revenue	Unearned Revenue
Taxes, net (General Fund)	$ 3,845,554	$ -
Taxes collected in advance (General Fund)	60,303	60,303
Total deferred revenue	$ 3,905,857	$ 60,303

Note 11 - Long-Term Obligations

Installment Purchase Contracts – Installment purchase contracts at June 30, 2007 are below:

Serviced by Governmental Funds

62% of $6,240,314 or $3,868,995 for community college and jail addition, due in semiannual installments of $372,815 including interest at 4.57% through March 2012.	$ 3,299,449
30% of $1,465,900 or $439,770 contract for the land purchase addition, due in quarterly installments of $44,380 including interest of 3.88%, final payment due March 2009.	282,811
39% of $2,684,000 or $1,046,760 contract for Library Construction, due in monthly principal installments of $22,590 plus interest accruing of 5.13% through May 2010.	768,101
71% of $8,484,000 or $6,023,640 contract for new high school, due in semiannual installments of fixed principal $303,000 plus interest of 4.76% through November 2015.	5,454,000
100% of $499,500 for Cheesecake Factory, due in annual installments of $110,629.95 including interest of 3.5% through September 2011.	405,634
100% of $972,000 for Munis software package, due in semi-annual installments of $97,200 including interest of 3.4% through February 2011.	777,600
100% of $321,881 for EMS Data Collection System, due in annual installments of $72,185 including interest of 3.94% through April 2011.	262,384
88% of $10,800,000 or $9,504,000 for Certificate of Participation, due in annual installments of fixed principal $650,000 plus interest through June 2024.	8,860,000
Total serviced by governmental funds	$ 20,109,979

Serviced by Enterprise Fund

73% of $2,616,000 or $1,909,680 for water/sewer project, due in semiannual installments of fixed principal $87,200 plus interest of 4.29% through July 2017.	$ 1,744,000
100% of $1,500,000 for water/sewer project, due in semiannual installments of fixed principal $75,000 plus interest of 4.35% through October 2026.	1,462,500
100% of $1,122,000 for water/sewer project, due in semiannual installments of fixed principal $56,100 plus interest of 2.305% through May 2027.	1,122,000
Total serviced by enterprise funds	$ 4,328,500

Annual debt service requirements to maturity for the County's installment purchase contracts are as follows:

	Governmental Activities		Business Type Activities	
	Principal	Interest	Principal	Interest
2008	$ 2,640,399	$ 882,829	$ 305,500	$ 170,292
2009	2,618,834	776,552	305,500	149,575
2010	2,489,963	670,077	305,500	137,538
2011	2,299,952	568,743	305,500	125,500
2012	1,961,831	471,244	305,500	113,463
2013-2017	5,594,000	1,375,522	1,527,500	386,754
2018-2022	2,005,000	369,638	655,500	169,990
2023-2027	500,000	36,563	618,000	56,100
	$ 20,109,979	$ 5,151,168	$ 4,328,500	$ 1,309,212

The following is a summary of changes in the County's long-term obligations as of June 30, 2007:

	July 1, 2006	Increases	Decreases	June 30, 2007	Due in Less Than One Year
Governmental Activities:					
Compensated absences	$ 1,470,780	$ 1,600,192	$ 1,437,722	$ 1,633,250	$ 1,596,540
Unfunded special separation allowance	338,883	58,079	19,913	377,049	-
Installment purchase contracts	22,817,492	-	2,707,513	20,109,979	2,640,339
Total governmental activities	$ 24,627,155	$ 1,658,271	$ 4,165,148	$ 22,120,278	$ 4,236,879

	June 30, 2006	Increases	Decreases	June 30, 2007	Due in Less Than One Year
Business-Type Activities:					
Installment purchase contract	$ 1,918,400	$ 2,622,000	$ 211,900	$ 4,328,500	$ 305,500
Accrued landfill closure and postclosure costs	1,224,831	-	23,773	1,201,058	-
Accrued vacation	24,032	19,344	17,590	25,786	25,786
Total business-type activities	$ 3,167,263	$ 2,641,344	$ 253,263	$ 5,555,344	$ 331,286

Compensated absences typically have been liquidated in the general fund and are accounted for on a FIFO basis. Unfunded special separation allowance typically have been liquidated in the general fund.

State statutes provide for a legal debt margin of 8% of the County's appraised valuation. The County has utilized none of its legal debt limitation of $461,764,000 at June 30, 2007.

Conduit Debt Obligation – Nash County Industrial Facility and Pollution Control Authority has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed as well as letters of credit and are payable solely from the payments received from the private businesses involved. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the County, the Authority, the State nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2007, there were no outstanding balances; the last payment was paid in December 2004.

Note 12 - Due From / To Other Funds

Transfers To / From Other Funds

Transfers in (out) for the year ended June 30, 2007 are summarized below:

	Transfers		
	From	To	Reason
General Fund	$ 2,439,492		
Special Revenue - CDBG Bloomer Hill		$ 50,000	
Special Revenue - Employee Insurance Fund		2,117,579	
Special Revenue - Workers Comp Fund		271,913	Start New Internal Service Fund
Utility Fund - Water/Sewer Divisions	1,200,666		
Capital Project - Hwy 97 Bentridge		176,717	
Capital Project - Bend of the River		518,949	
Capital Project - Windchase Water Line		375,000	
Capital Project - Lake Haven Water Line		130,000	Supplement Other Funding Sources

Note 13 – Joint Ventures

Nash Community College – The County, in conjunction with the State of North Carolina and the Rocky Mount Nash Board of Education, participates in a joint venture to operate the Nash Community College. Each of the three entities appoints four members of the twelve member board of trustees of the community college. The community college is a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the college and for providing some financial support for the college's operation. The County has an ongoing financial responsibility for the college because of statutory responsibilities to provide funding for the college's facilities. The County contributed $1,525,000 to the college for operating purposes and $20,000 for capital outlay during the year ended June 30, 2007. The participants in the joint venture do not have any equity interest in the college; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2007. Complete financial statements for the community college may be obtained from the college's administrative offices at Old Carriage Road, Rocky Mount, North Carolina 27804.

Nash-Edgecombe Mental Health Authority – The County, in conjunction with Edgecombe County, participates in a joint venture to operate the Nash-Edgecombe Mental Health Authority. Each County appoints a commissioner to the Authority Board. The commissioners then appoint the remaining board of thirteen members. The County has ongoing financial responsibility for the joint venture. The County made a $346,316 contribution to the Authority during the year ended June 30, 2007. Complete financial statements for the Authority may be obtained from the Authority's administrative offices at 500 Medical Arts Mall, Rocky Mount, North Carolina, 27804.

Rocky Mount - Wilson Airport Authority – The County, in conjunction with the City of Rocky Mount, City of Wilson, Edgecombe County and Wilson County, participates in a joint venture to operate the Rocky Mount - Wilson Airport Authority. Each of the entities appoints members of the seven-member board of commissioners of the Authority. The County appoints one of the seven board members. The County has an ongoing financial responsibility for the airport. The County contributed $40,214 and $2,500 to the Authority's operating purposes and capital outlay during the year ended June 30, 2007. The participants in the joint venture have an equity interest in the Authority's real property; therefore, an equity interest of $1,773,312 has been reported in the governmental capital assets in the County's basic financial statements at June 30, 2007. Complete financial statements for the Authority may be obtained from the Authority's administrative offices at 250 Airport Drive, Elm City, North Carolina, 27822.

Joint Cooperative Agreement - Down East Home Consortium – The County, in conjunction with the City of Rocky Mount and Edgecombe County participate in a joint venture to operate the Down East Home Consortium, (the "DEHC"). The agreement commenced on June 30, 1996, the members of the DEHC may choose to continue as a consortium or may notify HUD that it has dissolved. The participating governments mutually agree that Rocky Mount shall act as the lead entity. Each of the entities appoints one member of a three-member DEHC Home Coordinating committee. Each participating government shall receive a percentage of the home funds based on a proration of the population. Each participating government shall be responsible for providing matching funds required by federal regulations for any home funds allocated and accepted for use by that government. As of June 30, 2007, the County contribution was not required due to other funds leveraged by the consortium.

Carolinas Gateway Partnership, Inc. – The County, in conjunction with Edgecombe County, the Town of Tarboro, and the City of Rocky Mount, participates in a joint venture to operate Carolinas Gateway Partnership, Inc. As of June 30, 2007, approximately $427,556 in pledges and contributions have been received from approximately 182 donors from the private sector and $594,253 in public funding. The Partnership's bylaws state that private sector funds are matched on an equal basis by the public partners. As of June 30, 2007, the County contributed $271,614 to support the partnership.

Braswell Memorial Library – The County, in conjunction with the Library Association, the City of Rocky Mount and Edgecombe County, participates in a joint venture to operate the Braswell Memorial Library. Each of the entities appoints members of the twelve-member board of trustees of the library. The County appoints two of the twelve board members. The County contributed $814,316 to the library's operating purposes during the year ended June 30, 2007. In addition, the County has contributed $219,541 of federal and state funds; primarily the State equalizing and block grants, to supplement the County's funding.

Note 14 – Contingencies

Risk Management – The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in two self-funded risk financing pools administered by the NCACC Risk Management Pools. Through these pools, the County obtains property insurance coverage equal to replacement cost values of owned property subject to a pool limit of $150,000,000 for any one occurrence, with an annual aggregate of $65 million for flood and earthquake.

The County purchases general, auto and professional liability coverage up to $2,000,000 each occurrence, auto physical damage coverage for owned autos at actual cash value, crime coverage of $250,000 each occurrence, and workers' compensation coverage up to statutory limits subject to a $50,000 deductible and a $140,000 annual aggregate. These pools are reinsured through a multi-state public entity captive for single occurrence liability losses in excess of $500,000 per occurrence and an additional $500,000 annual aggregate up $2,000,000 each occurrence, property losses in excess of $100,000 each occurrence and an additional $1,000,000 annual aggregate, and workers' compensation losses in excess of $350,000 each loss and an additional $300,000 annual aggregate.

The County carries commercial coverage for all other risks of loss except employee health and dental which the County has self-insured. There have been no significant reductions in insurance coverage from coverage in the prior year and settled claims have not exceeded coverage in any of the past three fiscal years. The self-funded insurance is administered by a third party agency. The County has purchased excess employee health insurance for individual claims in excess of $100,000 for the year ended June 30, 2007. All funds of the County participate in the program and are charged on actuarial estimates of the amounts needed to pay current year claims. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR's).

Changes in the balances of claims liabilities during the past fiscal year are as follows:

	2007	2006
Unpaid claims, beginning	$ 504,899	$ 471,319
Incurred claims	3,225,342	2,812,343
Claim payments	(3,175,102)	(2,778,763)
Unpaid claims, ending	$ 555,139	$ 504,899

In accordance with G.S. 159-29, the County's employees that have access to $100 or more at any given time of the County's funds are performance bonded through a commercial surety bond. The Director of Finance, Sheriff and Tax Collector are individually bonded for $100,000 each and the Register of Deeds is bonded for $50,000. The remaining employees that have access to funds are bonded under a blanket bond for $250,000.

Claims and Judgments – At June 30, 2007, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position. Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Environmental Matters – During May 1993, the County discovered that property owned by the County, which was formerly leased to a service station, is contaminated as a result of leakage from underground fuel storage tanks. Consultants hired by the County have assessed the extent of the contamination and estimated the cleanup cost to total approximately $200,000. By letter dated November 30, 1993, the County has been notified that the cost is eligible for reimbursement from the North Carolina Commercial Trust Fund. In order to retain eligibility, the County must continue to proceed with corrective action. The Trust Fund has a $20,000 deductible which the County believes has been met as of June 30, 2007. To date $65,912 has been submitted for reimbursement of which $42,079 has been reimbursed. The State has frozen spending pending revision of regulations governing clean up of contaminated soil.

Note 15 – Additional Social Welfare Expenditures

The State, on behalf of the County, paid the following amounts directly to recipients in the County. These amounts represent additional federal and state financial assistance to the residents of the County but are not reflected in the financial statements because the County has no primary responsibilities beyond making eligibility determinations.

	Federal	State
Medicaid	$ 54,939,058	$ 26,255,073
WIC	2,044,533	-
Food Stamps	9,284,516	-
TANF	769,624	(161)
Adoption Assistance	237,252	68,391
Special Assistance to Adults	-	904,984
Title IV-B Adoption Subsidy	-	144,436
Energy Assistance	248,496	-
	$ 67,523,479	$ 27,372,723

Note 16 - Summary Disclosure of Significant Contingencies

Federal and State Assisted Programs

The County has received proceeds from several Federal and State grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

Note 17 – Related Party Transactions

Nash County Health Care Systems – During 1995, Systems renegotiated the existing operating lease agreement with Nash County for the use of the land and building originally purchased by the County (the "First Amendment"). Systems prepaid the lease amount of $12 million in 1995. The renegotiated lease agreement, before extensions, was scheduled to expire in May 2000. During December 1997, Systems and the County extended the lease through May 2011 (the "Second Amendment"). Under the Second Amendment, additional consideration of $300,000 per year was paid through 2001. During May 2001, Systems and the County extended the lease through May 2031 (the "Third Amendment"). The prepaid lease is being amortized over the amended life of the lease through May 2031. Under the Third Amendment, Systems will pay the County additional consideration of 4.5 percent of Systems' net income, as defined, from its immediately preceding fiscal year beginning with the lease year starting May 2002. In addition, the Third Amendment provided that additional consideration of $300,000 would be paid to the County for the lease year ending April 2002. Expense recognized during 2006 and 2005 was approximately $773,000 and $759,000, respectively. Prepaid expenses related to this agreement as of December 31, 2006 and 2005 were approximately $2,093,000 and $2,511,000, respectively. Payments to the County, related to this agreement in 2006 and 2005 were approximately $355,000 and $243,000, respectively.

Note 18 – Change in Accounting Estimate

During the 2006-2007 year, the County revised the estimate for the Employee Healthcare Benefit's based on prior year history of actual pay out amounts and to incorporate the independent third party actuarial estimate. The effect of this change in accounting estimate resulted in an increase in the County's fund balance of $2,155,178.

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REQUIRED SUPPLEMENTARY INFORMATION

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NASH COUNTY, NORTH CAROLINA

LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2007

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets A	Actuarial Accrued Liability (AAL) -Projected Unit Credit B	Unfunded AAL (UAAL) B - A	Funded Ratio A / B	Covered Payroll C	UAAL as a Percentage Covered Payroll (B - A) /C
12/31/1996	$ -	$ 106,903	$ 106,903	0.00%	$ 1,035,800	10.32%
12/31/1997	-	115,051	115,051	0.00%	1,256,851	9.15%
12/31/1998	-	126,446	126,446	0.00%	1,351,381	9.36%
12/31/1999	-	145,144	145,144	0.00%	1,721,919	8.43%
12/31/2000	-	270,137	270,137	0.00%	1,776,244	15.21%
12/31/2001	-	268,189	268,189	0.00%	1,897,242	14.14%
12/31/2002	-	305,702	305,702	0.00%	2,034,117	15.03%
12/31/2003	-	373,554	373,554	0.00%	2,249,492	16.61%
12/31/2004	-	434,686	434,686	0.00%	2,489,125	17.46%
12/31/2005	-	403,739	403,739	0.00%	2,636,452	15.31%
12/31/2006	-	488,280	488,280	0.00%	2,793,573	17.48%

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contribution (ARC)	Percentage of ARC Contributed
1997	14,107	51.58%
1998	18,384	35.52%
1999	20,999	31.10%
2000	23,226	28.12%
2001	27,541	45.70%
2002	40,895	35.04%
2003	45,020	24.25%
2004	50,522	22.11%
2005	56,605	17.58%
2006	65,424	17.58%
2007	64,614	17.14%

NASH COUNTY, NORTH CAROLINA

LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2007

Notes to the Required Schedules:
The information presented above was determined as part of the actuarial valuation at the dates indicated. Additional information as of the latest valuation follows:

Valuation date	12/31/2006
Actuarial cost method	Projected unit credit
Amortization method	Level percent of pay closed
Remaining amortization period	25 years
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return *	7.25%
Projected salary increases *	4.5-12.3%
* Includes inflation at 3.75%	
Cost of living adjustments	N/A

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

- *General Fund*
- *Nonmajor Governmental Funds*
- *Enterprise Fund*
- *Agency Funds*

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GENERAL FUND

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NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Ad Valorem Taxes:				
Current year, net of discounts	$ 37,728,000	$ 38,802,420		$ 35,451,004
Prior year's taxes	1,000,000	1,146,428		1,123,481
Penalties and interest	230,000	275,545		263,004
Total	38,958,000	40,224,393	$ 1,266,393	36,837,489
Other Taxes and Licenses:				
Local option sales taxes	16,300,000	17,039,399		15,757,773
Real estate transfer taxes	300,000	371,336		386,425
Rental vehicle tax	45,000	54,335		48,273
Privilege licenses	21,000	14,222		19,085
Total	16,666,000	17,479,292	813,292	16,211,556
Unrestricted Intergovernmental Revenues:				
Beer and wine tax	150,000	170,839		165,052
ABC 5% bottle tax	25,000	30,084		29,855
Total	175,000	200,923	25,923	194,907
Restricted Intergovernmental Revenues:				
Restricted state DSS	9,954,764	9,916,287		9,320,420
Restricted state health	1,511,765	1,436,790		1,429,402
Restricted state other	1,787,888	1,772,182		2,915,950
Restricted federal health	4,331,140	3,912,236		4,125,367
Restricted local grants	153,633	172,451		201,197
Total	17,739,190	17,209,946	(529,244)	17,992,336
Permits and Fees:				
Register of deeds	500,000	521,653		523,103
Building permits	482,000	527,327		463,697
Cable franchise fees	100,000	123,021		117,800
Imaging system payback	34,500	33,335		55,073
Other permits and fees	91,000	158,719		135,417
Total	1,207,500	1,364,055	156,555	1,295,090

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Sales and Services:				
Sheriffs officer fees	40,000	44,089		36,903
Jail fees	150,000	138,861		193,139
Home health other	137,678	106,026		116,970
Environmental fees	199,000	189,389		204,385
Ambulance collections	2,300,000	2,049,700		1,092,587
Ambulance cost settlement	175,000	229,212		323,887
Hospital paramedics	80,000	80,000		80,000
Local health	80,000	46,919		81,446
Other sales and services	227,085	276,079		290,049
Total	3,388,763	3,160,275	(228,488)	2,419,366
Investment Earnings	700,000	1,210,634	510,634	903,514
Miscellaneous:				
Nash general lease	250,000	684,554		355,086
Donations - Red Oak	-	-		25,000
Home health	-	3,149,929		-
Contribution from ABC Board	150,000	267,520		234,173
TDA funds - economic development	100,000	100,000		100,000
Miscellaneous	396,189	438,213		452,936
Total	896,189	4,640,216	3,744,027	1,167,195
Total revenues	79,730,642	85,489,734	5,759,092	77,021,453
Expenditures:				
General Government:				
Governing Body:				
Salaries	59,429	59,046		57,268
Professional services	-	-		-
Operating expenditures	39,500	30,754		33,613
Total	98,929	89,800	9,129	90,881
Administration:				
Salaries and employee benefits	324,644	324,606		302,810
Operating expenditures	37,795	34,676		30,974
Total	362,439	359,282	3,157	333,784

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Finance:				
Salaries and employee benefits	365,393	365,383		345,345
Professional services	200	-		66
Other operating expenditures	52,360	49,817		45,340
Total	417,953	415,200	2,753	390,751
Human Resources:				
Salaries and employee benefits	197,586	196,800		175,244
Operating expenditures	50,212	29,014		36,000
Total	247,798	225,814	21,984	211,244
Board of Elections:				
Salaries and employee benefits	155,402	151,185		127,023
Operating expenditures	98,705	88,148		82,079
Capital outlay	-	(13,027)		453,760
Total	254,107	226,306	27,801	662,862
Tax Supervisor and Data Processing:				
Salaries and employee benefits	1,201,563	1,196,106		1,108,290
Professional services	71,000	64,191		142,880
Operating expenditures	225,365	198,512		187,332
Capital outlay	6,700	2,194		-
Total	1,504,628	1,461,003	43,625	1,438,502
Legal:				
Professional services	170,000	167,571	2,429	148,062
Register of Deeds:				
Salaries and employee benefits	366,374	348,697		338,729
Operating expenditures	60,417	48,161		45,032
Total	426,791	396,858	29,933	383,761
Management Information Services:				
Salaries and employee benefits	291,159	275,639		273,398
Professional services	116,645	81,365		14,220
Operating expenditures	174,244	149,346		173,118
Capital outlay	99,447	97,513		47,323
Total	681,495	603,863	77,632	508,059

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Public Buildings:				
Operating expenditures	310,178	182,420		185,540
Capital outlay	313,475	257,204		176,378
Total	623,653	439,624	184,029	361,918
Non-Departmental Costs:				
Operating expenditures	959,779	890,939		588,987
Capital outlay	372,000	-		972,000
Total	1,331,779	890,939	440,840	1,560,987
Administration Building:				
Salaries and employee benefits	376,379	372,016		344,018
Operating expenditures	447,800	417,154		384,657
Total	824,179	789,170	35,009	728,675
Court Facilities:				
Salaries and employee benefits	97,330	68,542		67,602
Operating expenditures	140,260	94,081		115,052
Capital outlay	65,000	54,000		-
Total	302,590	216,623	85,967	182,654
Total general government	7,246,341	6,282,053	964,288	7,002,140
Public Safety:				
Sheriff:				
Salaries and employee benefits	3,023,428	3,037,086		2,822,225
Operating expenditures	804,845	780,318		908,428
Capital outlay	426,530	426,530		309,415
Total	4,254,803	4,243,934	10,869	4,040,068
Court Security:				
Salaries and employee benefits	572,077	548,151	23,926	521,436
School Officers NRMS:				
Salaries and employee benefits	300,211	299,459	752	274,679

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Jail:				
Salaries and employee benefits	2,314,060	2,271,769		2,132,766
Professional services	324,000	323,284		157,786
Operating expenditures	1,029,099	980,221		972,252
Capital outlay	28,465	28,444		28,800
Total	3,695,624	3,603,718	91,906	3,291,604
Governor's Crime Grant:				
Juvenile court	18,509	18,509	-	82,610
Criminal Justice:				
Operating expenditures	98,356	33,903	64,453	46,175
Communications:				
Salaries and employee benefits	905,063	886,117		791,267
Operating expenditures	97,243	87,700		63,738
Capital outlay	71,300	62,750		-
Total	1,073,606	1,036,567	37,039	855,005
Emergency Services:				
Salaries and employee benefits	345,405	344,836		302,562
Operating expenditures	86,028	71,258		50,093
Capital outlay	3,000	-		-
Total	434,433	416,094	18,339	352,655
Emergency Medical Services:				
Salaries and employee benefits	3,804,960	3,744,927		1,660,827
Professional services	34,100	33,629		44,538
Other operating expenditures	789,541	779,498		559,005
Capital outlay	223,298	223,296		723,959
Total	4,851,899	4,781,350	70,549	2,988,329
Ambulance Franchise Services:				
Operating expenditures	-	-	-	761,594
Fire and Rescue:				
Professional services	211,320	211,320	-	171,320

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Animal Control:				
Salaries and employee benefits	220,990	219,991		206,204
Professional services	2,300	1,824		967
Operating expenditures	66,455	51,808		53,538
Total	289,745	273,623	16,122	260,709
Forestry:				
Operating expenditures	92,656	90,214	2,442	81,164
Medical Examiner:				
Professional services	51,000	48,400	2,600	51,400
Total public safety	15,944,239	15,605,242	338,997	13,778,748
Transportation:				
Airport:				
Operations	49,203	49,203		49,202
Economic and Physical Development:				
Planning:				
Salaries and employee benefits	316,708	299,364		291,450
Professional services	43,000	17,983		22,679
Operating expenditures	21,215	18,037		23,051
Total	380,923	335,384	45,539	337,180
Stormwater:				
Operating expenditures	17,782	8,926	8,856	6,017
Inspections:				
Salaries and employee benefits	299,306	287,641		259,292
Operating expenditures	45,648	37,798		32,288
Capital outlay	33,942	33,941		-
Total	378,896	359,380	19,516	291,580

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Cooperative Extension:				
Salaries and employee benefits	225,701	219,238		216,639
Operating expenditures	85,359	70,792		65,670
Total	311,060	290,030	21,030	282,309
4H After School:				
Salaries and employee benefits	1,325	1,324		1,058
Operating expenditures	575	497		465
Total	1,900	1,821	79	1,523
4H Enrichment Club:				
Salaries and employee benefits	2,921	2,015		465
Operating expenditures	2,536	2,531		79
Total	5,457	4,546	911	544
Soil Conservation:				
Salaries and employee benefits	239,131	235,083		214,559
Operating expenditures	44,620	40,852		40,914
Capital outlay	23,500	22,276		-
Total	307,251	298,211	9,040	255,473
Economic Development:				
Operating expenditures	906,927	742,843		1,526,316
Capital outlay	-	-		1,606,501
Total	906,927	742,843	164,084	3,132,817
Total economic and physical development	2,310,196	2,041,141	269,055	4,307,443
Human Services:				
Health:				
Administration:				
Salaries and employee benefits	1,476,771	1,386,661		1,363,366
Professional services	66,513	60,601		25,808
Operating expenditures	581,271	497,308		439,695
Capital outlay	15,000	7,707		-
Total	2,139,555	1,952,277	187,278	1,828,869

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Family Planning:				
Salaries and employee benefits	536,022	450,108		497,781
Professional services	40,697	24,286		27,678
Operating expenditures	154,644	95,919		138,392
Total	731,363	570,313	161,050	663,851
Home Health:				
Salaries and employee benefits	1,635,232	1,320,341		1,275,904
Professional services	608,200	493,372		507,806
Operating expenditures	496,012	436,669		437,688
Total	2,739,444	2,250,382	489,062	2,221,398
CAP:				
Salaries and employee benefits	178,679	178,506		167,926
Operating expenditures	18,100	14,304		14,197
Total	196,779	192,810	3,969	182,123
Child Service Coordinator:				
Salaries and employee benefits	373,158	347,418		333,701
Professional services	26,039	18,777		3,895
Operating expenditures	34,773	21,989		24,019
Total	433,970	388,184	45,786	361,615
Child Health:				
Salaries and employee benefits	464,556	464,830		438,906
Professional services	34,297	20,117		11,170
Operating expenditures	72,532	44,628		41,200
Total	571,385	529,575	41,810	491,276
Maternal Health:				
Salaries and employee benefits	696,626	662,547		636,863
Professional services	94,305	78,197		68,977
Operating expenditures	88,800	72,177		67,607
Total	879,731	812,921	66,810	773,447
AIDS:				
Salaries and employee benefits	41,115	41,057		37,349
Operating expenditures	11,500	7,797		15,922
Total	52,615	48,854	3,761	53,271

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Health Promotion:				
Salaries and employee benefits	86,720	86,285		81,341
Professional services	12,500	5,279		20,956
Operating expenditures	47,081	23,070		5,974
Total	146,301	114,634	31,667	108,271
Environmental Health:				
Salaries and employee benefits	685,044	677,800		618,509
Professional services	3,465	3,252		-
Operating expenditures	77,520	74,373		62,679
Total	766,029	755,425	10,604	681,188
Diabetic Care:				
Professional services	3,500	2,800	700	675
Tuberculosis:				
Salaries and employee benefits	84,833	84,447		79,222
Professional services	2,518	2,518		2,518
Total	87,351	86,965	386	81,740
CDC Tuberculosis Project:				
Salaries and employee benefits	44,335	44,214		40,768
Professional services	3,000	3,087		2,580
Operating expenditures	8,675	7,117		9,213
Total	56,010	54,418	1,592	52,561
Cardiovascular Health:				
Salaries and employee benefits	-	-		31,597
Operating expenditures	-	-		14,372
Total	-	-	-	45,969
WIC Administration:				
Salaries and employee benefits	380,345	349,850		345,179
Professional services	8,000	-		-
Operating expenditures	52,502	45,778		11,724
Total	440,847	395,628	45,219	356,903

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Communicable Disease:				
Salaries and employee benefits	50,770	50,566		47,396
Professional services	5,513	428		235
Operating expenditures	24,700	16,186		18,311
Total	80,983	67,180	13,803	65,942
Healthy Start Baby Love Plus:				
Salaries and employee benefits	114,805	100,474		106,980
Operating expenditures	47,594	38,893		22,419
Total	162,399	139,367	23,032	129,399
Breast and Cervical Cancer:				
Salaries and employee benefits	19,608	13,963		15,921
Professional services	43,717	29,424		28,870
Operating expenditures	350	202		-
Total	63,675	43,589	20,086	44,791
Childhood Lead Screening:				
Salaries and employee benefits	32,274	32,246		30,402
Operating expenditures	4,856	-		-
Total	37,130	32,246	4,884	30,402
Immunization Action Plan:				
Salaries and employee benefits	43,112	37,604	5,508	37,891
Bioterrorism Program:				
Salaries	51,888	51,711		59,063
Operating expenditures	22,006	17,430		9,993
Capital outlay	-	-		6,350
Total	73,894	69,141	4,753	75,406
Community Care of Eastern North Carolina:				
Salaries	55,940	3,321		-
Operating expenditures	18,267	2,054		-
Total	74,207	5,375	68,832	-

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Teen Tobacco Use Prevention:				
Salaries	42,277	37,892		-
Operating expenditures	25,347	12,757		-
Total	67,624	50,649	16,975	-
Total health	9,847,904	8,600,337	1,247,567	8,286,988
Office of Juvenile Justice:				
Operating expenses	258,417	257,812	605	248,480
Mental Health:				
Operating expenses	383,316	383,316	-	383,171
Home Care Community Block Grant:				
Operating expenses	689,151	684,258	4,893	614,864
Social Services:				
General:				
Salaries and employee benefits	6,859,574	6,680,935		6,200,956
Professional services	24,100	20,085		29,943
Assistance payments	225,036	213,287		175,216
Operating expenditures	550,225	511,861		423,229
Capital outlay	17,000	16,505		25,000
Total	7,675,935	7,442,673	233,262	6,854,344
Title IVD -1571:				
Salaries and employee benefits	1,058,819	1,041,618		1,007,546
Professional services	1,980	2,099		-
Operating expenditures	7,250	4,507		4,135
Total	1,068,049	1,048,224	19,825	1,011,681
Work First:				
Salaries and employee benefits	454,445	452,906		422,977
Operating expenditures	134,870	121,542		78,013
Total	589,315	574,448	14,867	500,990

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Social Services - Other:				
Medicaid	5,599,442	5,130,919		4,794,194
WFFA charges	78,740	53,816		16,227
Special assistance	923,001	875,688		883,678
Other assistance	4,165,314	4,093,791		4,108,499
Total	10,766,497	10,154,214	612,283	9,802,598
JCPC CCAP:				
Salaries and employee benefits	38,519	38,519		41,386
Operating expenditures	4,957	4,957		4,700
Total	43,476	43,476	-	46,086
DNS - County Only Participation:				
Non-reimbursable	5,068	4,287		4,981
Foster children	10,000	8,490		3,620
General assistance	2,000	1,214		2,041
Pauper burials	2,732	2,482		900
Total	19,800	16,473	3,327	11,542
Total social services	20,163,072	19,279,508	883,564	18,227,241
Aging:				
Salaries and employee benefits	98,867	97,720		93,143
Operating expenditures	58,436	52,644		48,617
Contracts and grants	23,825	23,642		21,360
Total	181,128	174,006	7,122	163,120
Senior Center Caregiver Grant:				
Salaries and employee benefits	28,720	25,969		16,385
Operating expenditures	17,875	16,703		21,143
Total	46,595	42,672	3,923	37,528
Veteran's Services:				
Salaries and employee benefits	50,000	45,562	4,438	46,669

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2007 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Local Human Services:				
Contributions	6,500	3,875		2,525
Tri county industries	42,000	42,000		42,000
East Carolina judicial resources	10,000	10,000		10,000
My Sisters House	10,000	10,000		10,000
Beaver control BMAP	64,000	64,000		40,700
Nash County Arts Council	30,000	30,000		20,000
Nashville Boys Club	15,000	15,000		15,000
House the Children	30,000	30,000		25,000
Downeast Partnership for Children	10,000	10,000		10,000
Eastern NC Mediataton Center	5,000	5,000		-
United Way	2,000	575		1,759
Total	224,500	220,450	4,050	176,984
Total human services	31,844,083	29,687,921	2,156,162	28,185,045
Cultural:				
Recreation:				
Salaries	41,109	41,102		-
Operating expenditures	29,950	28,328		-
Capital outlay	39,000	38,967		-
Total	110,059	108,397	1,662	-
Libraries:				
Braswell Library	814,316	814,316		797,200
NC Library block grant	212,781	209,679		222,013
Local libraries	62,500	62,500		57,500
Total	1,089,597	1,086,495	3,102	1,076,713
Total cultural	1,199,656	1,194,892	4,764	1,076,713
Education:				
Nash Community College:				
Operating expenditures	1,525,000	1,525,000		1,400,000
Capital outlay	20,000	20,000		52,500
Total	1,545,000	1,545,000	-	1,452,500

NASH COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Nash Rocky Mount Schools:				
Operating expenditures	18,253,900	18,253,900		19,053,900
Capital outlay	1,796,744	1,796,744		1,650,000
Total	20,050,644	20,050,644	-	20,703,900
Total education	21,595,644	21,595,644	-	22,156,400
Debt Service:				
Principal retirement	2,707,513	2,707,513		2,413,250
Interest and fees	1,114,966	1,091,536		1,024,795
Total debt service	3,822,479	3,799,049	23,430	3,438,045
Total expenditures	84,011,841	80,255,145	3,756,696	79,993,736
Revenues over (under) expenditures	(4,281,199)	5,234,589	9,515,788	(2,972,283)
Other Financing Sources (Uses):				
Transfers to other funds:				
Special Revenue Funds	(100,000)	(50,000)	50,000	(50,000)
Internal Service Funds	(2,389,492)	(2,389,492)	-	-
Long-term debt issued	522,000	-	(522,000)	1,793,410
Fund balance appropriated	6,248,691	-	(6,248,691)	-
Total other financing sources (uses)	4,281,199	(2,439,492)	(6,720,691)	1,743,410
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	2,795,097	$ 2,795,097	(1,228,873)
Fund Balances:				
Beginning of year - July 1		24,010,030		25,238,903
End of year - June 30		$ 26,805,127		$ 24,010,030

NONMAJOR GOVERNMENTAL FUNDS

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NASH COUNTY, NORTH CAROLINA

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Funds	Total
Assets:			
Cash and cash equivalents	$ 4,697,095	$ 1,359,542	$ 6,056,637
Accounts receivable, net	95,979	79,263	175,242
Total assets	$ 4,793,074	$ 1,438,805	$ 6,231,879
Liabilities and Fund Balances:			
Liabilities:			
Accounts payable and accrued liabilities	266,594	87,675	354,269
Fund Balances:			
Reserved:			
State statute	95,618	-	95,618
Wireless	182,867	-	182,867
Unreserved:			
Undesignated	4,247,995	1,351,130	5,599,125
Total fund balances	4,526,480	1,351,130	5,877,610
Total liabilities and fund balances	$ 4,793,074	$ 1,438,805	$ 6,231,879

NASH COUNTY, NORTH CAROLINA

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Funds	Total
Revenues:			
Ad valorem taxes	$ 2,007,729	$ -	$ 2,007,729
Restricted intergovernmental	952,762	-	952,762
Restricted intergovernmental - grants	296,440	284,721	581,161
Investment earnings	426,615	168,206	594,821
Miscellaneous	8,200	-	8,200
Total revenues	3,691,746	452,927	4,144,673
Expenditures:			
Current:			
Public safety	2,219,812	-	2,219,812
Transportation	164,289	-	164,289
Economic and physical development	684,791	-	684,791
Education	-	408,158	408,158
General government	-	1,390,302	1,390,302
Revaluation	40,667	-	40,667
Total expenditures	3,109,559	1,798,460	4,908,019
Revenues over (under) expenditures	582,187	(1,345,533)	(763,346)
Net change in fund balances	632,187	(1,345,533)	(713,346)
Fund Balances:			
Beginning of year - July 1	3,894,293	2,696,663	6,590,956
End of year - June 30	$ 4,526,480	$ 1,351,130	$ 5,877,610

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NASH COUNTY, NORTH CAROLINA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2007

	Rural Operating Assistance Program	Fire Districts	Economic Development	Revaluation
Assets:				
Cash and cash equivalents	$ 84,135	$ 460,831	$ 276,305	$ 294,484
Receivables, net	563	23,457	1,833	1,953
Total assets	$ 84,698	$ 484,288	$ 278,138	$ 296,437
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	67,852	149,063	-	9,571
Fund Balances:				
Reserved by State statute	563	23,457	1,833	1,953
Reserved for wireless	-	-	-	-
Unreserved	16,283	311,768	276,305	284,913
Total fund balances	16,846	335,225	278,138	286,866
Total liabilities and fund balances	$ 84,698	$ 484,288	$ 278,138	$ 296,437

Schedule D-1

E911	Controlled Substance	Federal Asset Forfeiture	Capital Reserve	Tourism Fund	Grant Projects	Total
$ 1,355,548	$ 190,746	$ 110,564	$ 1,844,576	$ 23,908	$ 55,998	$ 4,697,095
53,419	1,265	733	12,236	159	361	95,979
$ 1,408,967	$ 192,011	$ 111,297	$ 1,856,812	$ 24,067	$ 56,359	$ 4,793,074
13,715	-	2,522	-	9,980	13,891	266,594
53,419	1,265	733	12,236	159	-	95,618
182,867	-	-	-	-	-	182,867
1,158,966	190,746	108,042	1,844,576	13,928	42,468	4,247,995
1,395,252	192,011	108,775	1,856,812	14,087	42,468	4,526,480
$ 1,408,967	$ 192,011	$ 111,297	$ 1,856,812	$ 24,067	$ 56,359	$ 4,793,074

NASH COUNTY, NORTH CAROLINA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2007

	Rural Operating Assistance Program	Fire Districts	Economic Development	Revaluation
Revenues:				
Ad valorem taxes	$ -	$ 2,007,729	$ -	$ -
Restricted intergovernmental	-	-	-	-
Restricted intergovernmental - grants	164,654	-	-	-
Investment earnings	7,783	61,462	23,905	26,798
Miscellaneous	-	-	-	-
Total revenues	172,437	2,069,191	23,905	26,798
Expenditures:				
Public safety	-	1,965,029	-	-
Transportation	164,289	-	-	-
Economic and physical development	-	-	-	-
Revaluation	-	-	-	40,667
Total expenditures	164,289	1,965,029	-	40,667
Revenues over (under) expenditures	8,148	104,162	23,905	(13,869)
Other Financing Sources (Uses):				
Transfers to other funds	-	-	-	-
Revenues and other financing sources over (under) expenditures and other financing uses	8,148	104,162	23,905	(13,869)
Fund Balances:				
Beginning of year - July 1	8,698	231,063	254,233	300,735
End of year - June 30	$ 16,846	$ 335,225	$ 278,138	$ 286,866

E911	Controlled Substance	Federal Asset Forfeiture	Capital Reserve Fund	Tourism Fund	Grant Projects	Total
$ -	$ -	$ -	$ -	$ -	$ -	$ 2,007,729
391,132	110,009	31,741	-	419,880	-	952,762
-	-	-	-	-	131,786	296,440
116,609	15,013	9,391	159,587	1,934	4,133	426,615
-	8,200	-	-	-	-	8,200
507,741	133,222	41,132	159,587	421,814	135,919	3,691,746
331,634	19,456	11,473	-	-	(107,780)	2,219,812
-	-	-	-	-	-	164,289
-	-	-	-	407,727	277,064	684,791
-	-	-	-	-	-	40,667
331,634	19,456	11,473	-	407,727	169,284	3,109,559
176,107	113,766	29,659	159,587	14,087	(33,365)	582,187
-	-	-	-	-	50,000	50,000
176,107	113,766	29,659	159,587	14,087	16,635	632,187
1,219,145	78,245	79,116	1,697,225	-	25,833	3,894,293
$ 1,395,252	$ 192,011	$ 108,775	$ 1,856,812	$ 14,087	$ 42,468	$ 4,526,480

NASH COUNTY, NORTH CAROLINA

RURAL OPERATING ASSISTANT PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental - grants:				
EDTAP	$ 80,537	$ 80,537	$ -	$ 59,666
Workfirst	6,506	6,506	-	7,527
Rural General Public Program	77,611	77,611	-	49,097
Total restricted intergovernmental - grants	164,654	164,654	-	116,290
Investment earnings	-	7,783	7,783	4,079
Total revenues	164,654	172,437	7,783	120,369
Expenditures:				
Transportation:				
EDTAP	80,537	80,172	365	59,667
Workfirst	6,506	6,506	-	7,527
Rural General Public Programs	77,611	77,611	-	49,098
Total expenditures	164,654	164,289	365	116,292
Revenues over (under) expenditures	$ -	8,148	$ 8,148	4,077
Fund Balances:				
Beginning of year - July 1		8,698		4,621
End of year - June 30		$ 16,846		$ 8,698

NASH COUNTY, NORTH CAROLINA

FIRE DISTRICTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Ad valorem taxes	$ 1,905,002	$ 2,007,729	$ 102,727	$ 1,832,678
Investment earnings	-	61,462	61,462	34,679
Total revenues	1,905,002	2,069,191	164,189	1,867,357
Expenditures:				
Public safety:				
Stanhope	46,788	46,788	-	42,667
Stony Creek	8,166	6,072	2,094	7,840
Green Hornet	86,320	86,320	-	83,222
Harrison	77,405	77,405	-	71,624
Ferrells	127,236	127,236	-	121,480
N.S. Gulley	301,513	301,513	-	236,114
Silver Lake	7,890	7,890	-	7,743
Sims	5,825	5,825	-	5,607
Tri-County	77,353	77,353	-	73,115
Salem	80,908	80,908	-	76,965
West Mount	212,804	211,261	1,543	202,485
Coopers	150,874	150,874	-	141,709
Castalia	97,844	97,844	-	86,561
Spring Hope	154,828	154,828	-	107,248
Middlesex	54,600	53,639	961	52,797
Whitakers	131,268	131,268	-	130,462
Red Oak	254,659	254,659	-	247,898
Momeyer	93,346	93,346	-	122,061
Total expenditures	1,969,627	1,965,029	4,598	1,817,598
Revenues over (under) expenditures	(64,625)	104,162	168,787	49,759
Other Financing Sources (Uses):				
Appropriated fund balance	64,625	-	(64,625)	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	104,162	$ 104,162	49,759
Fund Balances:				
Beginning of year - July 1		231,063		181,304
End of year - June 30		$ 335,225		$ 231,063

NASH COUNTY, NORTH CAROLINA

ECONOMIC DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Investment earnings	$ -	$ 23,905	$ 23,905	$ 15,795
Expenditures:				
Economic and physical development	45,000	-	45,000	-
Revenues over (under) expenditures	(45,000)	23,905	68,905	15,795
Other Financing Sources (Uses):				
Fund balance appropriated	45,000	-	(45,000)	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	23,905	$ 23,905	15,795
Fund Balances:				
Beginning of year - July 1		254,233		238,438
End of year - June 30		$ 278,138		$ 254,233

NASH COUNTY, NORTH CAROLINA

REVALUATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Investment earnings	$ -	$ 26,798	$ 26,798	$ 17,483
Expenditures:				
Revaluation	228,000	40,667	187,333	-
Revenues over (under) expenditures	(228,000)	(13,869)	214,131	17,483
Other Financing Sources (Uses):				
Appropriated fund balance	178,000	-	(178,000)	-
Transfers from other funds	50,000	-	(50,000)	50,000
Total other financing sources (uses)	228,000	-	(228,000)	50,000
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	(13,869)	$ (13,869)	67,483
Fund Balances:				
Beginning of year - July 1		300,735		233,252
End of year - June 30		$ 286,866		$ 300,735

NASH COUNTY, NORTH CAROLINA

EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental - E911	$ 220,000	$ 216,860	$ (3,140)	$ 219,809
Restricted intergovernmental - wireless E911	110,000	174,272	64,272	130,110
Investment earnings	-	116,609	116,609	87,767
Total revenues	330,000	507,741	177,741	437,686
Expenditures:				
Public safety:				
E911	287,570	181,089	109,749	529,890
Wireless E911	267,154	150,545	116,609	270,517
Total expenditures	554,724	331,634	226,358	800,407
Revenues over (under) expenditures	(224,724)	176,107	(48,617)	(362,721)
Other Financing Sources (Uses):				
Appropriated fund balance	224,724	-	224,724	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	176,107	$ 176,107	(362,721)
Fund Balances:				
Beginning of year - July 1:				1,581,866
E-911 fund		992,433		
Wireless 911		226,712		
		1,219,145		
End of year - June 30:				$ 1,219,145
E-911 fund		1,119,159		
Wireless 911		276,093		
		$ 1,395,252		

NASH COUNTY, NORTH CAROLINA

CONTROLLED SUBSTANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental	$ 15,000	$ 110,009	$ 95,009	$ 27,310
Investment earnings	-	15,013	15,013	5,865
Miscellaneous	-	8,200	8,200	4,664
Total revenues	15,000	133,222	118,222	37,839
Expenditures:				
Public safety	20,000	19,456	544	119,618
Revenues over (under) expenditures	(5,000)	113,766	118,766	(81,779)
Other Financing Sources (Uses):				
Appropriated fund balance	5,000	-	(5,000)	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	113,766	$ 113,766	(81,779)
Fund Balances:				
Beginning of year - July 1		78,245		160,024
End of year - June 30		$ 192,011		$ 78,245

NASH COUNTY, NORTH CAROLINA

FEDERAL ASSET FORFEITURE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental	$ -	$ 31,741	$ 31,741	$ 44,056
Investment earnings	-	9,391	9,391	4,302
Total revenues	-	41,132	41,132	48,358
Expenditures:				
Public safety	15,400	11,473	3,927	1,000
Revenues over (under) expenditures	(15,400)	29,659	45,059	47,358
Other Financing Sources (Uses):				
Appropriated fund balance	15,400	-	(15,400)	-
Revenues and other financing source over (under) expenditures and other financing uses	$ -	29,659	$ 29,659	47,358
Fund Balances:				
Beginning of year - July 1		79,116		31,758
End of year - June 30		$ 108,775		$ 79,116

NASH COUNTY, NORTH CAROLINA

CAPITAL RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Investment earnings	$ -	$ 159,587	$ 159,587	$ 108,745
Revenues over (under) expenditures	$ -	159,587	$ 159,587	108,745
Fund Balances:				
Beginning of year - July 1		1,697,225		1,588,480
End of year - June 30		$ 1,856,812		$ 1,697,225

NASH COUNTY, NORTH CAROLINA

TOURISM FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Restricted intergovernmental	$ 406,000	$ 419,880	$ 13,880	$ -
Investment earnings	-	1,934	1,934	-
Total revenues	406,000	421,814	15,814	-
Expenditures:				
Salaries	87,712	87,713	(1)	-
Operating expenditures	322,288	320,014	2,274	-
Total expenditures	410,000	407,727	2,273	-
Revenues over (under) expenditures	(4,000)	14,087	18,087	-
Other Financing Sources (Uses):				
Appropriated fund balance	4,000	-	(4,000)	-
Revenues and other financing source over (under) expenditures and other financing uses	$ -	14,087	$ 14,087	-
Fund Balances:				
Beginning of year - July 1		-		-
End of year - June 30		$ 14,087		$ -

NASH COUNTY, NORTH CAROLINA

GRANT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	CDBG Rehabilitation Grant	CDBG Bloomer Hill Project	Homeland Security Grant
Revenues:			
Restricted intergovernmental - grant	$ 173,328	$ 41,733	$ 18,528
Investment earnings	-	3,372	507
Total revenues	173,328	45,105	19,035
Expenditures:			
Public safety	-	-	18,528
Economic and physical development	172,343	55,860	-
Total expenditures	172,343	55,860	18,528
Revenues over (under) expenditures	985	(10,755)	507
Other Financing Sources:			
Transfers to Special Revenue - CDBG	-	50,000	-
Total revenues and other financing sources (uses) over (under) expenditures	985	39,245	507
Fund Balances:			
Beginning of year - July 1	-	-	1,183
End of year - June 30	$ 985	$ 39,245	$ 1,690

Schedule D-12

Urgent Repair Program	Hurricane Relief Program	Totals 2007	Totals 2006
$ 24,505	$ (126,308)	$ 131,786	$ 385,965
254	-	4,133	1,543
24,759	(126,308)	135,919	387,508
-	(126,308)	(107,780)	197,997
48,861	-	277,064	197,746
48,861	(126,308)	169,284	395,743
(24,102)	-	(33,365)	(8,235)
-	-	50,000	-
(24,102)	-	16,635	(8,235)
24,650	-	25,833	34,068
$ 548	$ -	$ 42,468	$ 25,833

NASH COUNTY, NORTH CAROLINA

CDBG BLOOMER HILL PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Intergovernmental - grant	$ 700,000	$ -	$ 41,733	$ 41,733	$ (658,267)
Investment Earnings	-	-	3,372	3,372	3,372
Total Revenues	700,000	-	45,105	45,105	(654,895)
Expenditures:					
Economic and physical development:					
Administration	750,000	-	55,860	55,860	694,140
Revenues over (under) expenditures	(50,000)	-	(10,755)	(10,755)	39,245
Other Financing Sources:					
Transfers to Special Revenue - CDBG	50,000	-	50,000	50,000	-
Total revenues and other financing sources (uses) over (under) expenditures	$ -	$ -	39,245	$ 39,245	$ 39,245
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ 39,245		

NASH COUNTY, NORTH CAROLINA

CDBG REHABILITATION GRANT PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Intergovernmental - grant	$ 400,000	$ 226,671	$ 173,328	$ 399,999	$ (1)
Expenditures:					
Economic and physical development:					
Administration	400,000	226,671	172,343	399,014	986
Revenues over (under) expenditures	$ -	$ -	985	$ 985	$ 985
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ 985		

NASH COUNTY, NORTH CAROLINA

HOMELAND SECURITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Homeland Security Grant	$ 207,702	$ 29,000	$ -	$ 29,000	$ (178,702)
Emergency operations planning	361,508	515,286	18,528	533,814	172,306
Investment earnings	-	1,183	507	1,690	1,690
Total revenues	569,210	545,469	19,035	564,504	(4,706)
Expenditures:					
Public safety:					
Planning	29,950	29,000	-	29,000	950
Supplies	74,350	61,343	13,007	74,350	-
Training	16,968	11,522	-	11,522	5,446
Equipment	455,714	442,421	5,521	447,942	7,772
Total expenditures	576,982	544,286	18,528	562,814	14,168
Revenues over (under) expenditures	(7,772)	1,183	507	1,690	9,462
Other Financing Sources:					
Fund balance appropriated	7,772	-	-	-	(7,772)
Total revenues and other financing sources (uses) over (under) expenditures	$ -	$ 1,183	507	1,690	$ 1,690
Fund Balances:					
Beginning of year - July 1			1,183		
End of year - June 30			$ 1,690		

NASH COUNTY, NORTH CAROLINA

HURRICANE RELIEF PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Restricted Intergovernmental - Grants	$ 370,000	$ 252,615	$ (126,308)	$ 126,307	$ (243,693)
Expenditures:					
Public Safety:					
Infrastructure improvements	370,000	252,615	(126,308)	126,307	243,693
Revenues over (under) expenditures	$ -	$ -	-	$ -	$ -
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ -		

NASH COUNTY, NORTH CAROLINA

URGENT REPAIR PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Urgent repair grant	$ 65,750	$ 32,875	$ 24,505	$ 57,380	$ (8,370)
Investment earnings	-	1,553	254	1,807	1,807
Total revenues	65,750	34,428	24,759	59,187	(6,563)
Expenditures:					
Economic and physical development:					
Administration	2,000	-	-	-	2,000
Housing rehabilitation	63,750	9,778	48,861	58,639	5,111
Total expenditures	65,750	9,778	48,861	58,639	7,111
Revenues over (under) expenditures	$ -	$ 24,650	(24,102)	$ 548	$ 548
Fund Balances:					
Beginning of year - July 1			24,650		
End of year - June 30			$ 548		

NASH COUNTY, NORTH CAROLINA

NONMAJOR CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2007

	Court Facilities Project	Community College Tech Building	Farmers Market	Gateway Technology Center	School Capital Project	Middlesex Industrial Project	Total
Assets:							
Cash and cash equivalents	$ 339,233	$ 459,641	$ -	$ 132,557	$ 428,111	$ -	$ 1,359,542
Accounts receivable	1,097	2,777	-	299	-	75,090	79,263
Total assets	$ 340,330	$ 462,418	$ -	$ 132,856	$ 428,111	$ 75,090	$ 1,438,805
Liabilities and Fund Balances:							
Liabilities:							
Accounts payable	$ 12,585	$ -	$ -	$ -	$ -	$ 75,090	$ 87,675
Fund Balances:							
Unreserved:							
Undesignated	327,745	462,418	-	132,856	428,111	-	1,351,130
Total liabilities and fund balances	$ 340,330	$ 462,418	$ -	$ 132,856	$ 428,111	$ 75,090	$ 1,438,805

NASH COUNTY, NORTH CAROLINA

NONMAJOR CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2007

	Court Facilities Project	Community College Tech Building	Farmers Market	Gateway Technology Center	School Capital Project	Middlesex Industrial Project	Total
Revenues:							
Restricted intergovernmental - grants	$ -	$ -	$ -	$ 134,925	$ 74,706	$ 75,090	$ 284,721
Investment earnings	67,339	38,548	-	27,831	34,488	-	168,206
Total revenues	67,339	38,548	-	162,756	109,194	75,090	452,927
Expenditures:							
Current:							
Education	-	-	-	-	408,158	-	408,158
General government	1,216,685	-	-	98,527	-	75,090	1,390,302
Total expenditures	1,216,685	-	-	98,527	408,158	75,090	1,798,460
Revenues over (under) expenditures	(1,149,346)	38,548	-	64,229	(298,964)	-	(1,345,533)
Fund Balances:							
Beginning of year - July 1	1,477,091	423,870	-	68,627	727,075	-	2,696,663
End of year - June 30	$ 327,745	$ 462,418	$ -	$ 132,856	$ 428,111	$ -	$ 1,351,130

NASH COUNTY, NORTH CAROLINA

COURT FACILITIES PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Investment earnings	$ -	$ 139,003	$ 67,339	$ 206,342	$ 206,342
Expenditures:					
General government:					
Contingency	67,356	-	-	-	67,356
Architect fees	293,892	276,233	(3,029)	273,204	20,688
Building renovations	3,039,477	1,881,778	1,219,714	3,101,492	(62,015)
Total expenditures	3,400,725	2,158,011	1,216,685	3,374,696	26,029
Revenues over (under) expenditures	(3,400,725)	(2,019,008)	(1,149,346)	(3,168,354)	232,371
Other Financing Sources (Uses):					
Certificates of participation issued	1,376,125	2,010,000	-	2,010,000	633,875
Transfers from other funds	1,382,372	1,486,097	-	1,486,097	103,725
Appropriated fund balance	642,228	-	-	-	(642,228)
Total other financing sources (uses)	3,400,725	3,496,097	-	3,496,097	95,372
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ 1,477,089	(1,149,346)	$ 327,743	$ 327,743
Fund Balances:					
Beginning of year - July 1			1,477,089		
End of year - June 30			$ 327,743		

NASH COUNTY, NORTH CAROLINA

COMMUNITY COLLEGE TECH BUILDING
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Community College Bonds	$ 3,933,237	$ 3,933,237	$ -	$ 3,933,237	$ -
Economic development grant	1,000,000	1,000,000	-	1,000,000	-
Investment earnings	-	104,047	38,548	142,595	142,595
Total revenues	4,933,237	5,037,284	38,548	5,075,832	142,595
Expenditures:					
Education:					
Architect	507,937	507,848	-	507,848	89
Engineering	128,446	128,446	-	128,446	-
Equipment	9,962	6,462	-	6,462	3,500
Construction	5,987,401	5,979,438	-	5,979,438	7,963
Total expenditures	6,633,746	6,622,194	-	6,622,194	11,552
Revenues over (under) expenditures	(1,700,509)	(1,584,910)	38,548	(1,546,362)	154,147
Other Financing Sources (Uses):					
Transfers from other funds	498,780	498,780	-	498,780	-
Certificates of participation issued	1,201,729	1,510,000	-	1,510,000	308,271
Total other financing sources (uses)	1,700,509	2,008,780	-	2,008,780	308,271
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ 423,870	38,548	$ 462,418	$ 462,418
Fund Balances:					
Beginning of year - July 1			423,870		
End of year - June 30			$ 462,418		

NASH COUNTY, NORTH CAROLINA

FARMER'S MARKET
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Tourism Development Authority	$ 100,000	$ 100,000	-	$ 100,000	$ -
Carter Foundation Grant	2,500	855	-	855	(1,645)
Rocky Mount	50,000	50,000	-	50,000	-
Tobacco Trust	215,000	215,000	-	215,000	-
Investment earnings	-	580	-	580	580
Total revenues	367,500	366,435	-	366,435	(1,065)
Expenditures:					
Administration	25,000	4,237	-	4,237	20,763
Land	55,000	-	-	-	55,000
Equipment	2,500	-	-	-	2,500
Construction	520,000	597,198	-	597,198	(77,198)
Total expenditures	602,500	601,435	-	601,435	1,065
Revenues over (under) expenditures	(235,000)	(235,000)	-	(235,000)	-
Other Financing Sources (Uses):					
Transfers from other funds	235,000	235,000	-	235,000	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ -	-	$ -	$ -
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ -		

NASH COUNTY, NORTH CAROLINA

GATEWAY TECHNOLOGY CENTER
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Gateway Partnership Grant	$ 680,000	$ 530,260	$ 134,925	$ 665,185	$ (14,815)
Economic Development Grant	1,315,000	1,315,000	-	1,315,000	-
Investment earnings	-	66,868	27,831	94,699	94,699
Total revenues	1,995,000	1,912,128	162,756	2,074,884	79,884
Expenditures:					
General government:					
Engineering	287,594	256,229	31,364	287,593	1
Construction	2,717,876	2,587,272	67,163	2,654,435	63,441
Total expenditures	3,005,470	2,843,501	98,527	2,942,028	63,442
Revenues over (under) expenditures	(1,010,470)	(931,373)	64,229	(867,144)	143,326
Other Financing Sources (Uses):					
Certificates of participation issued	1,010,470	1,000,000	-	1,000,000	(10,470)
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ 68,627	64,229	$ 132,856	$ 132,856
Fund Balances:					
Beginning of year - July 1			68,627		
End of year - June 30			$ 132,856		

NASH COUNTY, NORTH CAROLINA

SCHOOL CAPITAL PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Public school building capital fund	$ 1,899,060	$ 1,888,469	$ -	$ 1,888,469	$ (10,591)
NC public school building bonds	9,726,988	9,652,277	74,706	9,726,983	(5)
Investment earnings	-	173,892	34,488	208,380	208,380
Total revenues	11,626,048	11,714,638	109,194	11,823,832	197,784
Expenditures:					
Education:					
New high school	5,524,941	5,524,942	-	5,524,942	(1)
PSBCF	1,899,060	1,888,469	-	1,888,469	10,591
School building bond	9,726,988	9,652,278	74,706	9,726,984	4
School capital fund	5,212,535	4,877,544	333,452	5,210,996	1,539
Total expenditures	22,363,524	21,943,233	408,158	22,351,391	12,133
Revenues over (under) expenditures	(10,737,476)	(10,228,595)	(298,964)	(10,527,559)	209,917
Other Financing Sources (Uses):					
Transfers from other funds	142,535	250,000	-	250,000	107,465
Proceeds from installment purchases issued	10,498,378	10,705,670	-	10,705,670	207,292
Appropriated fund balance	96,563	-	-	-	(96,563)
Total other financing sources (uses)	10,737,476	10,955,670	-	10,955,670	218,194
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ 727,075	(298,964)	$ 428,111	$ 428,111
Fund Balances:					
Beginning of year - July 1			727,075		
End of year - June 30			$ 428,111		

NASH COUNTY, NORTH CAROLINA

MIDDLESEX INDUSTRIAL PARK
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Golden Leaf Grant	$ 300,000	$ -	$ 75,090	$ 75,090	$ (224,910)
Expenditures:					
General government:					
Architect fees	300,000	-	75,090	75,090	224,910
Revenues over (under) expenditures	$ -	$ -	-	$ -	$ -
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ -		

ENTERPRISE FUND

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NASH COUNTY, NORTH CAROLINA

UTILITIES FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Revenues:				
Operating revenues:				
Charges for services	$ 624,790	$ 499,301	$ (125,489)	$ 431,232
Solid waste charges	424,442	519,643	95,201	597,920
Scrap tire disposal tax	84,000	97,932	13,932	93,208
Miscellaneous	111,106	37,024	(74,082)	129,711
Rural household fees	1,125,368	1,256,876	131,508	1,174,316
Recycling fees	191,982	197,169	5,187	194,310
Scrap tire grant	13,000	15,589	2,589	14,314
White goods grant	45,000	29,067	(15,933)	58,924
Total operating revenues	2,619,688	2,652,601	32,913	2,693,935
Nonoperating revenues:				
Capital contribution	48,000	162,318	114,318	125,909
Interest on investments	165,000	667,352	502,352	596,912
Total nonoperating revenues	213,000	829,670	616,670	722,821
Total revenues	2,832,688	3,482,271	649,583	3,416,756
Expenditures:				
Operating expenditures:				
Water operations:				
Salaries and employee benefits		179,772		172,230
Professional services		171,264		121,640
Operating expense		317,835		183,972
Total	860,793	668,871	191,922	477,842
Sewer operations:				
Salaries and employee benefits		32,960		31,113
Professional services		116		5,286
Operating expense		108,692		115,548
Total	215,642	141,768	73,874	151,947
Solid waste disposal operations:				
Salaries and employee benefits		268,993		236,489
Professional services		64,456		80,475
Operating expense		446,732		453,211
Capital outlay		-		10,600
Total	822,598	780,181	42,417	780,775
Convenience center operations:				
Salaries and employee benefits		323,237		310,479
Professional services		1,756		2,606
Operating expense		998,271		992,473
Capital outlay		-		13,460
Total	1,337,350	1,323,264	14,086	1,319,018
Total operating expenditures	3,236,383	2,914,084	322,299	2,729,582

NASH COUNTY, NORTH CAROLINA

UTILITIES FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)
FOR THE YEAR ENDED JUNE 30, 2007
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2006

	2007			2006
	Budget	Actual	Variance Over/Under	Actual
Nonoperating expenditures:				
Debt principal payment	211,900	211,900	-	174,400
Debt interest payment	116,795	113,054	3,741	87,911
Total nonoperating expenditures	328,695	324,954	3,741	262,311
Total expenditures	3,565,078	3,239,038	326,040	2,991,893
Revenues over (under) expenditures	(732,390)	243,233	975,623	424,863
Other Financing Sources (Uses):				
Transfer from other funds	(648,949)	(1,200,666)	(551,717)	352,774
Transfer to other funds	(551,717)	-	551,717	(700,000)
Appropriated fund balance	1,933,056	-	(1,933,056)	-
Total other financing sources (uses)	732,390	(1,200,666)	(1,933,056)	(347,226)
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ (957,433)	$ (957,433)	$ 77,637

Reconciliation from budgetary basis (modified accrual) to full accrual basis:

	2007 Actual	2006 Actual
Revenues and other financing sources over (under) expenditures and other financing uses	$ (957,433)	$ 77,637
Reconciling items:		
Capital outlay	-	24,060
Depreciation	(515,422)	(534,011)
Principal retirement	211,900	174,400
Noncapitalized capital project expense	(37,457)	(2,745)
Intrafund transfers	176,717	347,226
Transfer from other funds	1,023,949	-
Capital project investment income	104,116	32,215
Total reconciling items	963,803	41,145
Chane in net assets	$ 6,370	$ 118,782

NASH COUNTY, NORTH CAROLINA

ENTERPRISE FUND - BAILEY WATER PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Actual Prior Years	Actual Current Year	Actual Total to Date	Variance Over/Under
Revenues:					
Contributions	$ 400,000	$ -	$ -	$ -	$ (400,000)
Investment earnings	-	14,907	58,332	73,239	73,239
Total revenues	400,000	14,907	58,332	73,239	(326,761)
Expenditures:					
Land	21,809	21,808	-	21,808	1
Construction and engineering	2,149,791	390,310	1,362,326	1,752,636	397,155
Administrative fees	50,400	9,573	37,457	47,030	3,370
Total expenditures	2,222,000	421,691	1,399,783	1,821,474	400,526
Revenues over (under) expenditures	(1,822,000)	(406,784)	(1,341,451)	(1,748,235)	73,765
Other Financing Sources (Uses):					
Proceeds from debt issued	-	-	992,174	992,174	992,174
Proceeds from state revolving loan	1,122,000	-	1,122,000	1,122,000	-
Transfer from General Fund	700,000	610,167	-	610,167	(89,833)
Total other financing sources	1,822,000	610,167	2,114,174	2,724,341	902,341
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ 203,383	772,723	$ 976,106	$ 976,106
Fund Balances:					
Beginning of year - July 1			203,383		
End of year - June 30			$ 976,106		

NASH COUNTY, NORTH CAROLINA

ENTERPRISE FUND - HIGHWAY 97 BENTRIDGE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Actual Prior Years	Actual Current Year	Actual Total to Date	Variance Over/Under
Revenues:					
Investment earnings	$ -	$ -	$ 13,289	$ 13,289	$ 13,289
Expenditures:					
Construction	145,919	144,800	467	145,267	652
Professional fees	30,798	22,524	555	23,079	7,719
Total expenditures	176,717	167,324	1,022	168,346	8,371
Revenues over (under) expenditures	(176,717)	(167,324)	12,267	(155,057)	21,660
Other Financing Sources (Uses):					
Installment purchase debt issued	-	-	168,346	168,346	168,346
Transfer from Utility Fund	176,717	-	176,717	176,717	-
Total other financing sources (uses)	176,717	-	345,063	345,063	168,346
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ (167,324)	357,330	$ 190,006	$ 190,006
Fund Balances:					
Beginning of year - July 1			(167,324)		
End of year - June 30			$ 190,006		

NASH COUNTY, NORTH CAROLINA

ENTERPRISE FUND - BEND OF THE RIVER PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

		Actual			
	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Investment earnings	$ -	$ -	$ 3,571	$ 3,571	$ 3,571
Expenditures:					
Construction and engineering	457,700	-	341,906	341,906	115,794
Administrative fees	65,549	-	4,988	4,988	60,561
Total expenditures	523,249	-	346,894	346,894	176,355
Revenues over (under) expenditures	(523,249)	-	(343,323)	(343,323)	179,926
Other Financing Sources (Uses):					
Transfer from General Fund	-	-	518,949	518,949	518,949
Installment purchase debt issued	523,249	-	339,481	339,481	(183,768)
Total other financing sources	523,249	-	858,430	858,430	335,181
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ -	515,107	$ 515,107	$ 515,107
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ 515,107		

NASH COUNTY, NORTH CAROLINA

ENTERPRISE FUND - WINDCHASE PROJECT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

	Project Authorization	Actual Prior Years	Actual Current Year	Actual Total to Date	Variance Over/Under
Revenues:					
Investment earnings	$ -	$ -	$ 28,108	$ 28,108	$ 28,108
Expenditures:					
Construction and engineering	301,079	-	1,769	1,769	299,310
Administrative fees	73,921	-	17,589	17,589	56,332
Total expenditures	375,000	-	19,358	19,358	355,642
Revenues over (under) expenditures	(375,000)	-	8,750	8,750	383,750
Other Financing Sources (Uses):					
Transfer from General Fund	375,000	-	375,000	375,000	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ -	383,750	$ 383,750	$ 383,750
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ 383,750		

NASH COUNTY, NORTH CAROLINA

ENTERPRISE FUND - LAKE HAVEN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2007

		Actual			
	Project Authorization	Prior Years	Current Year	Total to Date	Variance Over/Under
Revenues:					
Investment earnings	$ -	$ -	$ 816	$ 816	$ 816
Expenditures:					
Construction and engineering	104,410	-	688	688	103,722
Administrative fees	25,590	-	6,712	6,712	18,878
Total expenditures	130,000	-	7,400	7,400	122,600
Revenues over (under) expenditures	(130,000)	-	(6,584)	(6,584)	123,416
Other Financing Sources (Uses):					
Transfer from General Fund	130,000	-	130,000	130,000	-
Revenues and other financing sources over (under) expenditures and other financing uses	$ -	$ -	123,416	$ 123,416	$ 123,416
Fund Balances:					
Beginning of year - July 1			-		
End of year - June 30			$ 123,416		

NASH COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF NET ASSETS
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2007

	Employee Healthcare Benefits	Worker's Compensation Fund	Total
Assets:			
Current assets:			
Cash and investments	$ 2,374,102	$ 281,922	$ 2,656,024
Accounts receivable, net	17,259	1,870	19,129
Total assets	2,391,361	283,792	2,675,153
Liabilities and Net Assets:			
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	557,290	-	557,290
Fund Equity:			
Total net assets	$ 1,834,071	$ 283,792	$ 2,117,863

NASH COUNTY, NORTH CAROLINA

INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2007

	Employee Healthcare Benefits	Worker's Compensation Fund	Total
Operating Revenues:			
Contributions from Employer	$ 289,530	$ -	$ 289,530
Operating Expenditures:			
Claims Costs	661,454	-	661,454
Wellness Program Costs	2,159	-	2,159
Total expenditures	663,613	-	663,613
Operating income (loss)	(374,083)	-	(374,083)
Nonoperating Revenues:			
Investment Earnings	90,575	11,879	102,454
Net income (loss)	(283,508)	11,879	(271,629)
Other Financing Sources:			
Transfers from other funds	2,117,579	271,913	2,389,492
Change in net assets	1,834,071	283,792	2,117,863
Net Assets:			
Beginning of year - July 1	-	-	-
End of year - June 30	$ 1,834,071	$ 283,792	$ 2,117,863

NASH COUNTY, NORTH CAROLINA

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2007

	Employee Healthcare Benefits	Worker's Compensation Fund	Total
Cash Flows From Operating Activities:			
Cash received from customers	$ 272,271	$ (1,870)	$ 270,401
Cash paid for goods and services	(106,323)	-	(106,323)
Net cash provided (used) by operating activities	165,948	(1,870)	164,078
Cash Flows From Noncapital Financing Activities:			
Transfers from other funds	2,117,579	271,913	2,389,492
Cash Flows From Investing Activities:			
Investment earnings	90,575	11,879	102,454
Net increase in cash and cash equivalents	2,374,102	281,922	2,656,024
Cash and cash equivalents - July 1	-	-	-
Cash and cash equivalents - June 30	$ 2,374,102	$ 281,922	$ 2,656,024
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating income	$ (374,083)	$ -	$ (374,083)
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	(17,259)	(1,870)	(19,129)
Increase (decrease) in accounts payable and accrued liabilities	557,290	-	557,290
Net cash provided (used) by operating activities	$ 165,948	$ (1,870)	$ 164,078

NASH COUNTY, NORTH CAROLINA

INTERNAL SERVICE FUNDS
EMPLOYEE HEALTH CARE BENEFITS
SCHEDULE OF REVENUES AND EXPENDITURES - FINANCIAL PLAN AND ACTUAL (NON-GAAP)
FOR THE YEAR ENDED JUNE 30, 2007

	Financial Plan	Actual	Variance Over/Under
Operating Revenues:			
Contributions from Employer	$ 503,783	$ 289,530	$ (214,253)
Operating Expenditures:			
Claims Costs	2,471,362	661,454	1,809,908
Wellness Program Costs	100,000	2,159	97,841
Total expenditures	2,571,362	663,613	1,907,749
Operating income (loss)	(2,067,579)	(374,083)	1,693,496
Nonoperating Revenues			
Investment Earnings	-	90,575	90,575
Other Financing Sources:			
Contingency	(50,000)	-	(50,000)
Transfers from other funds	2,117,579	2,117,579	-
Total other financing sources	2,067,579	2,117,579	(50,000)
Change in net assets	$ -	$ 1,834,071	$ 1,834,071

NASH COUNTY, NORTH CAROLINA

INTERNAL SERVICE FUNDS
WORKERS COMPENSATION BENEFITS
SCHEDULE OF REVENUES AND EXPENDITURES - FINANCIAL PLAN AND ACTUAL (NON-GAAP)
FOR THE YEAR ENDED JUNE 30, 2007

	Financial Plan	Actual	Variance Over/Under
Operating Expenditures:			
Workers Comp Claims	$ 271,913	$ -	$ 271,913
Operating income (loss)	(271,913)	-	(271,913)
Nonoperating Revenues			
Investment Earnings	-	11,879	11,879
Other Financing Sources:			
Transfers from other funds	271,913	271,913	-
Change in net assets	$ -	$ 283,792	$ (283,792)

AGENCY FUNDS

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NASH COUNTY, NORTH CAROLINA

AGENCY FUNDS
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2007

	Balance June 30, 2006	Additions	Deductions	Balance June 30, 2007
Social Services Trust Fund:				
Assets:				
Cash and cash equivalents	$ 42,590	$ 363,816	$ 359,363	$ 47,043
Liabilities:				
Accounts payable	$ 42,590	$ 363,816	$ 359,363	$ 47,043
Jail:				
Assets:				
Cash and cash equivalents	$ 5,995	$ 181,806	$ 173,479	$ 14,322
Liabilities:				
Accounts payable	$ 5,995	$ 181,806	$ 173,479	$ 14,322
Fines and Forfeitures:				
Assets:				
Cash and cash equivalents	$ 36	$ 733,161	$ 733,197	$ -
Liabilities:				
Intergovernmental payable	$ 36	$ 733,161	$ 733,197	$ -
Motor Vehicle Tax Fund:				
Assets:				
Cash and cash equivalents	$ 161,474	$ 2,469,999	$ 2,370,853	$ 260,620
Liabilities:				
Intergovernmental payable	$ 161,474	$ 2,469,999	$ 2,370,853	$ 260,620
Transportation Taxes:				
Assets:				
Cash and cash equivalents	$ -	$ 53,324	$ 53,324	$ -
Liabilities:				
Accounts payable	$ -	$ 53,324	$ 53,324	$ -
Department of Revenue Tax Fund:				
Assets:				
Cash and cash equivalents	$ -	$ 27,453	$ 27,453	$ -
Liabilities:				
Accounts payable	$ -	$ 27,453	$ 27,453	$ -
Total - All Agency Funds:				
Assets:				
Cash and cash equivalents	$ 210,095	$ 3,829,559	$ 3,717,669	$ 321,985
Liabilities:				
Accounts payable	$ 48,585	$ 626,399	$ 613,619	$ 61,365
Intergovernmental payable	161,510	3,203,160	3,104,050	260,620
Total liabilities	$ 210,095	$ 3,829,559	$ 3,717,669	$ 321,985

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SUPPLEMENTAL FINANCIAL DATA

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NASH COUNTY, NORTH CAROLINA

SCHEDULE OF AD VALOREM TAXES RECEIVABLE
JUNE 30, 2007

Fiscal Year	Balance June 30, 2006	Additions	Collections and Credits	Balance June 30, 2007
2007-2006		$ 40,466,575	$ 38,697,684	$ 1,768,891
2006-2005	$ 1,311,118	201,639	1,039,879	472,878
2005-2004	588,852	90,075	327,532	351,395
2004-2003	352,963	59,227	122,757	289,433
2003-2002	291,718	52,848	96,468	248,098
2002-2001	233,401	36,061	61,621	207,841
2001-2000	209,538	24,131	39,370	194,299
2000-1999	186,182	14,300	26,731	173,751
1999-1998	135,685	17,244	24,015	128,914
1998-1997	128,069	9,855	12,870	125,054
1997-1996	93,919	3,931	97,850	-
	$ 3,531,445	$ 40,975,886	$ 40,546,777	3,960,554

Less: Allowance for uncollectible accounts	
General Fund	(115,000)
Ad valorem taxes receivable, net	
General Fund	$ 3,845,554
Reconcilement with revenues:	
Ad valorem taxes - General Fund	$ 40,224,393
Reconciling Items:	
Amount written off per statute	97,850
Interest and lien advertising collected	150,721
Tax refunds	(15,412)
Discounts	205,884
Miscellaneous	(116,659)
Total collections and credits	$ 40,546,777

NASH COUNTY NORTH CAROLINA

ANALYSIS OF CURRENT YEAR LEVY
JUNE 30, 2007

	County Wide			Total Levy	
	Property Valuation	Rate	Total Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property taxed at current year's rate	$ 4,930,083,903	0.70	$ 34,510,587	$ 34,510,587	$ -
Motor vehicles	728,014,594	0.70	5,096,102	-	5,096,102
Penalties	-		55,776	55,776	-
Advertising and collection fees	-		6,429	6,429	-
Total	5,658,098,497		39,668,894	34,572,792	5,096,102
Discoveries:					
Current year taxes	144,026,537	0.70	1,008,186	1,007,192	994
Abatements	(30,072,143)	0.70	(210,505)	(197,969)	(12,536)
Total property valuation	$ 5,772,052,891				
Net levy			40,466,575	35,382,015	5,084,560
Uncollected taxes, June 30			1,768,891	917,707	851,184
Current year's taxes collected			$ 38,697,684	$ 34,464,308	$ 4,233,376
Current levy collection percentage			95.63%	97.41%	83.26%

STATISTICAL SECTION

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NASH COUNTY, NORTH CAROLINA

Changes in Net Assets
Last Five Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Expenses					
Governmental activities:					
General government	$ 10,825	$ 6,167	$ 8,038	$ 6,593	$ 7,668
Public safety	13,016	13,816	14,486	15,833	17,756
Transportation	177	149	149	200	248
Economic and physical development	1,702	2,043	720	4,560	2,717
Human services	25,892	26,167	27,593	28,290	29,691
Cultural	944	948	980	1,077	1,235
Education	19,989	21,089	24,220	22,391	21,662
Interest on long-term debt	1,043	503	1,079	1,025	1,092
Total governmental activities expenses	73,588	70,882	77,265	79,969	82,069
Business-type activities:					
Water and sewer	469	693	1,054	992	1,217
Solid waste disposal	746	887	889	1,003	1,013
Convenience centers	1,283	1,292	1,305	1,335	1,350
Total business-type activities	2,498	2,872	3,248	3,330	3,580
Total primary governmental expenses	76,086	73,754	80,513	83,299	85,649
Program Revenues					
Governmental activities:					
Charges for services:					
General government	$ 1,277	$ 985	$ 985	$ 1,279	$ 1,359
Public safety	413	1,796	2,263	1,727	2,560
Economic & physical development	220	273	246	464	527
Human services	1,210	564	589	250	153
Operating grants and contributions	17,679	19,530	18,348	19,465	23,024
Capital grants and contributions	-	-	4,339	3,056	285
Total governmental activities program revenues	20,799	23,148	26,770	26,241	27,908
Business-type activities:					
Charges for services:					
Water and sewer	167	346	367	431	499
Solid waste disposal	672	968	593	598	520
Convenience centers	1,271	1,293	1,347	1,665	1,634
Operating grants and contributions	120	244	224	126	162
Capital grants and contributions	1,707	526	46	-	-
Total business-type activities program revenues	3,937	3,377	2,577	2,820	2,815
Total primary governmental program revenues	$ 24,736	$ 26,525	$ 29,347	$ 29,061	$ 30,723
Net (expense)/revenue					
Governmental activities	($52,789)	($47,735)	($50,495)	($53,728)	(54,161)
Business-type activities	1,439	505	(672)	(510)	(765)
Total primary governmental net expense	$ (51,350)	$ (47,230)	$ (51,167)	$ (54,238)	$ (54,926)

NASH COUNTY, NORTH CAROLINA

Changes in Net Assets
Last Five Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	$ 35,592	$ 36,121	$ 38,118	$ 38,858	$ 42,661
Sales taxes	12,003	13,589	14,660	15,758	17,039
Excise taxes	287	276	364	386	371
Other taxes	250	255	262	67	69
Unrestricted grants and contributions	-	-	-	-	-
Investment earnings	300	248	817	1,439	1,908
Miscellaneous	1,058	326	174	337	228
Transfers	-	-	-	-	-
Total governmental activities	49,490	50,815	54,395	56,845	62,276
Business-type activities:					
Other taxes & licenses	81		-	-	-
Investment earnings	231	221	314	629	771
Miscellaneous	245	-	-	-	-
Transfers	-	-	-	-	-
Total business-type activities	557	221	314	629	771
Total primary government	$ 50,047	$ 51,036	$ 54,709	$ 57,474	$ 63,047
Change in Net Assets					
Governmental activities	$ (3,299)	$ 3,081	$ 3,900	$ 3,117	$ 8,115
Business-type activities	1,996	726	(357)	119	6
Total primary government	$ (1,303)	$ 3,807	$ 3,543	$ 3,236	$ 8,121

NASH COUNTY, NORTH CAROLINA

Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax	Real Estate Transfer Tax	Rental Vehicle Tax	Privilege Licenses	Total
1998	$27,299	$10,203	$200	$ -	$23	$37,725
1999	28,509	10,898	242	-	23	39,672
2000	30,015	11,744	243	-	22	42,024
2001	31,501	11,602	246	58 [1]	25	43,433
2002	35,951	11,250	258	49	22	47,530
2003	35,541	12,003	287	47	21	47,899
2004	36,269	13,412	276	47	21	50,025
2005	37,920	14,659	364	48	21	53,012
2006	38,670	15,758	386	48	19	54,881
2007	42,232	17,040	371	54	14	59,711

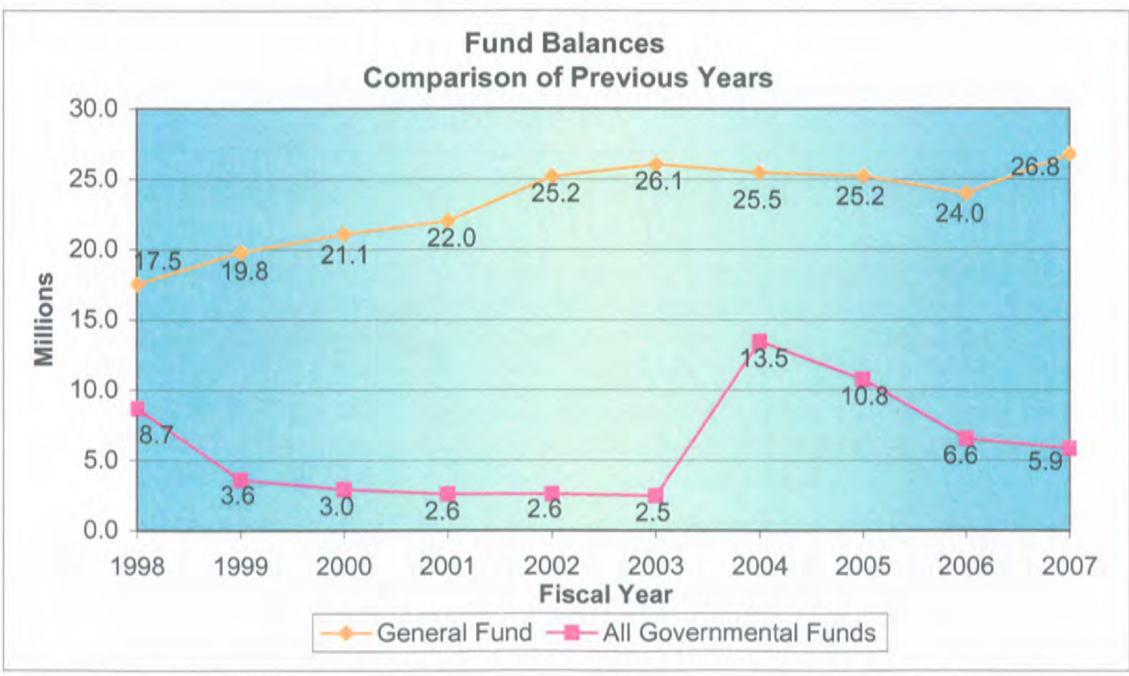
[1] First year of tax

NASH COUNTY, NORTH CAROLINA

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General fund										
Reserved	$5,271	$10,535	$7,118	$5,333	$5,171	$7,949	$7,621	$7,534	$5,542	$6,277
Unreserved	12,263	9,282	13,960	16,696	20,037	18,127	17,881	17,705	18,468	20,528
Total general fund	$17,534	$19,817	$21,078	$22,029	$25,208	$26,076	$25,502	$25,239	$24,010	$26,805
All other governmental funds										
Reserved	$6,509 [2]	$2,471	$1,366	$1,170	$600	$803	$69	$397	$230	$425
Unreserved, reported in:										
Special revenue funds	2,190	1,172	1,592	1,427	2,019	1,678	8,163 [1]	3,629	3,665	4,102
Capital projects funds	-	-	-	-	-	-	5,241 [1]	6,755	2,696	1,351
Permanent funds	-	-	-	-	-	-	-	-	-	-
Total all other governmental fu	$8,699	$3,643	$2,958	$2,597	$2,619	$2,481	$13,473	$10,781	$6,591	$5,878

[1] The increase in special revenue and capital projects funds is primarily due to COPS issuance of $10,800,000.
[2] The increase in reserved fund balance in this period was due to Administrative Building capital project.



NASH COUNTY, NORTH CAROLINA

Changes in Fund Balances of Governmental Funds
Last Five Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

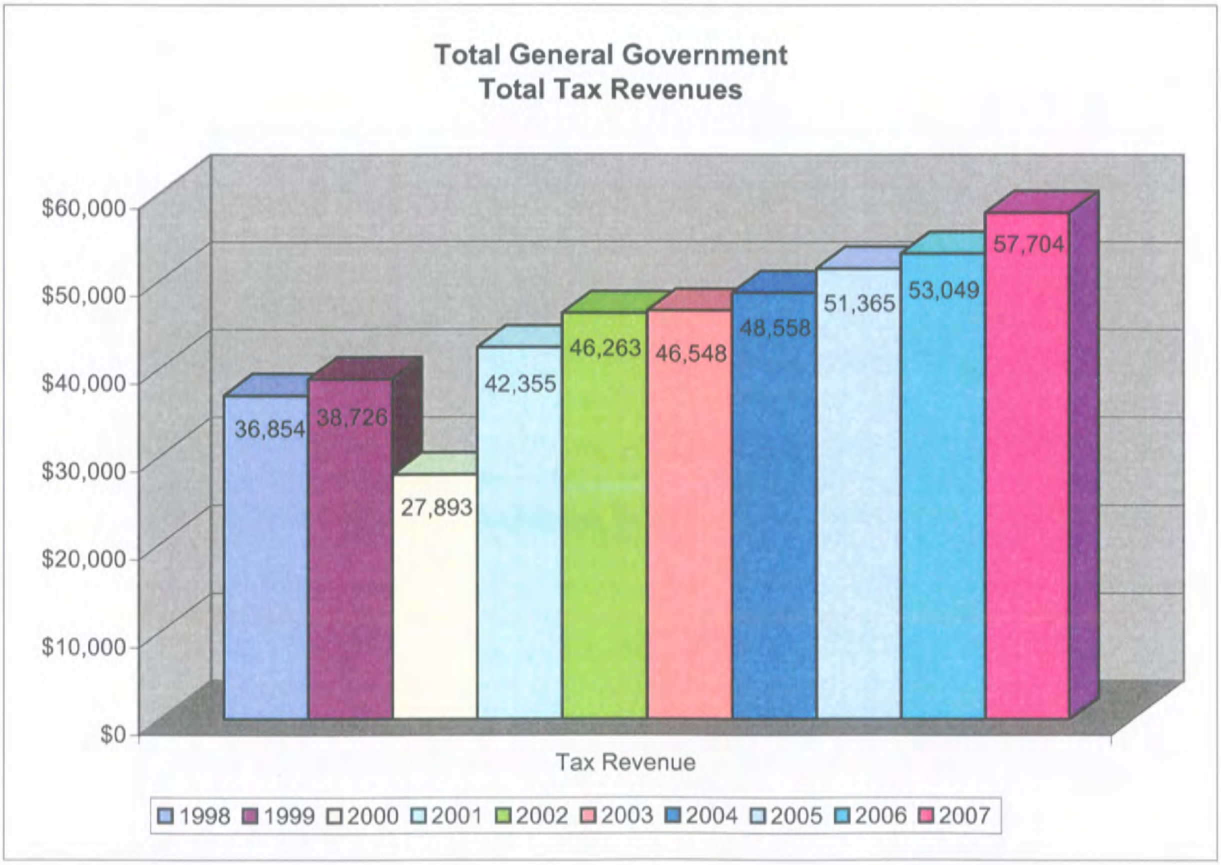
	Fiscal Year				
	2003	2004	2005	2006	2007
Revenues					
Ad valorem taxes	$35,541	$36,269	$37,920	$38,670	$42,232
Other taxes and licenses	12,358	13,756	15,093	16,212	17,479
Intergovernmental	17,862	19,677	22,825	21,691	18,945
Permits and fees	1,388	1,086	1,059	1,295	1,364
Sales and services	1,732	1,847	2,320	2,419	3,160
Investment earnings	300	248	816	1,439	1,806
Miscellaneous	1,058	1,228	934	1,172	4,648
Total revenues	$70,239	$74,111	$80,967	$82,898	$89,634
Expenditures					
General government	5,405	5,145	7,291	10,798	7,672
Public safety	13,022	13,789	14,435	16,715	17,825
Transportation	142	149	149	165	213
Economic and physical development	1,871	3,867	2,129	4,505	2,726
Human services	25,928	26,263	27,827	28,185	29,688
Cultural and recreation	945	948	980	1,077	1,195
Education	19,923	21,914	28,582	25,227	22,004
Revaluation	11	-	-	-	41
Debt Service:					
Principal	1,762	1,653	2,381	2,413	2,707
Interest	865	765	1,079	1,025	1,092
Total expenditures	69,874	74,493	84,853	90,110	85,163
Excess of revenues over (under) expenditures	$365	($382)	($3,886)	($7,212)	$4,471
Other financing sources (uses)					
Transfers in	1,221	2,617	1,605	50	50
Transfers out	(1,221)	(2,617)	(1,605)	(50)	(2,439)
Proceeds from installment purchases	364	-	-	-	-
Long-term debt issued	-	10,800	388	1,793	-
Sale of capital assets	-	-	543	-	-
Total other financing sources (uses)	364	10,800	931	1,793	-2,389
Net change in fund balances	$729	$10,418	($2,955)	($5,419)	$2,082
Debt service as a percentage of noncapital expenditures	3.86%	3.42%	4.46%	4.28%	4.56%

NASH COUNTY, NORTH CAROLINA

General Government Tax Revenues By Source
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Intangible Tax	Sales Tax	Real Estate Transfer Tax	Rental Vehicle Tax	Privilege Licenses Tax	Total
1998	$25,333	$1,095	$10,203	$200	$ -	$23	$36,854
1999	26,430	1,133	10,898	242	-	23	38,726
2000	27,893	1,124	11,744	243	-	22	41,026
2001	29,283	1,140	11,602	246	58 [1]	25	42,355
2002	33,543	1,142	11,249	258	49	22	46,263
2003	34,190	-	12,003	287	47	21	46,548
2004	34,803	-	13,412	276	46	21	48,558
2005	36,272	-	14,660	364	48	21	51,365
2006	36,838	-	15,758	386	48	19	53,049
2007	40,225	-	17,040	371	54	14	57,704

[1] First year of tax.



NASH COUNTY, NORTH CAROLINA

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year Ended June 30	Real Property		Personal Property		Less:	Total Taxable	Total Direct	Estimated Actual	Assessed Value as a
	Residential Property	Commercial Property	Motor Vehicles	Other	Tax Exempt Real Property	Assessed Value	Tax Rate	Taxable Value	Percentage of Actual Value
1998	$1,882,885	$1,143,829	$577,657	$734,061	($500,000)	$3,838,432	$0.69	$4,283,068	89.62%
1999	1,921,476	1,154,495	594,380	824,986	(500,000)	3,995,337	0.69	4,387,755	91.06%
2000	1,996,931	1,200,491	618,065	853,487	(500,000)	4,168,974	0.69	4,927,939	84.60%
2001	2,044,717	1,225,265	675,105	849,712	(544,245)	4,250,554	0.66	5,428,198	78.31%
2002	2,705,977	1,656,757	678,829	863,705	(754,365)	5,150,903	0.66	5,261,093	97.91%
2003	2,760,442	1,661,760	684,444	848,518	(803,176)	5,151,988	0.66	5,498,458	93.70%
2004	2,861,761	1,731,390	683,316	825,122	(821,882)	5,279,707	0.66	5,676,639	93.01%
2005	2,962,736	1,799,040	682,382	833,850	(849,047)	5,428,961	0.66	5,843,375	92.91%
2006	2,969,201	1,956,460	707,566	882,221	(853,556)	5,661,892	0.66	6,060,838	93.42%
2007	3,005,337	1,978,664	728,015	900,598	(840,561)	5,772,053	0.70	6,337,039	91.08%

Source: County tax assessor

Note: Property in the county is reassessed every eight years. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per $100 of assessed value.

NASH COUNTY, NORTH CAROLINA

Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

	Year Taxes Are Payable									
	1998	1999	2000	2001[1]	2002	2003	2004	2005	2006	2007
Nash County	$ 0.6600	$ 0.6600	$ 0.6900	$ 0.6900	$ 0.6600	$ 0.6600	$ 0.6600	$ 0.6600	$ 0.6600	$ 0.7000
Municipality Rates:										
City of Rocky Mount	0.4600	0.4600	0.4600	0.4600	0.4400	0.4800	0.5000	0.5000	0.5000	0.5500
Town of Sharpsburg	0.4100	0.4100	0.4100	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500	0.4500
Town of Spring Hope	0.6200	0.6200	0.7000	0.7600	0.7000	0.7000	0.7000	0.7000	0.7000	0.6200
Town of Bailey	0.6500	0.6500	0.6100	0.6100	0.6100	0.6100	0.6100	0.6100	0.6100	0.6100
Town of Middlesex	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500
Town of Whitakers	0.6700	0.6700	0.6700	0.6700	0.6700	0.6700	0.6700	0.6900	0.6900	0.6900
Town of Nashville	0.6400	0.6400	0.6400	0.6400	0.6100	0.6100	0.6100	0.6100	0.6300	0.6300
Town of Castalia	0.2200	0.2200	0.2200	0.2200	0.2200	0.2200	0.2200	0.2700	0.2000	0.2000
Town of Momeyer	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0900
Other Districts:										
Rocky Mount Municipal District	0.2000	0.2000	0.2000	0.2000	0.2000	0.2000	0.2000	0.2000	0.2000	0.2000
Fire Districts:										
Ferrells	0.0900	0.0900	0.0898	0.0960	0.0960	0.0960	0.0960	0.0960	0.1100	0.1200
N.S. Gulley	0.0750	0.0750	0.0900	0.0900	0.0900	0.0975	0.0975	0.0975	0.0975	0.1075
Harrison	0.0500	0.0500	0.0500	0.0600	0.0600	0.0600	0.0600	0.0600	0.0700	0.0700
Stanhope	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0750	0.0750	0.0750	0.0750
Stony Creek	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0700	0.0700
Green Hornet	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Silver Lake	0.0500	0.0500	0.0500	0.0500	0.0500	0.0700	0.0700	0.0900	0.0900	0.0900
Sims	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0400	0.0400
Tri-County	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0800	0.0800
Salem	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0550	0.0800	0.0800
West Mount	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0750	0.0750	0.0750	0.0750
Coopers	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0850
Castalia	0.0700	0.0700	0.0720	0.0720	0.0620	0.0700	0.0660	0.0660	0.0735	0.0735
Spring Hope	0.0500	0.0500	0.0500	0.0500	0.0500	0.0600	0.0600	0.0600	0.0800	0.0800
Middlesex	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Red Oak	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0700	0.0700
Momeyer	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600
Whitakers	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0540	0.0600	0.0600	0.0750

[1] Revaluation years.

Note: The rates are shown per $100 of taxable value. Real property is reappraised at 100% of fair market value every eight years. Personal property is reappraised annually at 100% of fair market value.

Source: County tax assessor.

NASH COUNTY, NORTH CAROLINA

Principal Property Taxpayers
as of December
(amounts expressed in thousands)

Taxpayer	2006 Taxable Assessed Value	2006 Rank	2006 Percentage of Total Taxable Assessed Value	1997 Taxable Assessed Value	1997 Rank	1997 Percentage of Total Taxable Assessed Value
Consolidated Diesel Co.	$193,833	1	3.36%	247,846	1	6.46%
Hospira Inc.	130,119	2	2.25%	68,614	2	1.79%
Universal Leaf North America NC	103,572	3	1.79%			
Progress Energy	46,602	4	0.81%	22,988	9	0.60%
RBC Centura Bank, Inc.	39,359	5	0.68%	33,984	3	0.89%
Embarq	33,065	6	0.57%	27,082	6	0.71%
McLane Company, Inc.	29,642	7	0.51%	24,398	8	0.64%
Edwards J. D. Investments	27,950	8	0.48%			
CF Golden East LP	24,534	9	0.43%	27,306	5	0.71%
Fords Colony at Rocky Mount	238,321	10	4.13%			
Allied Signal Aerospace				31,923	4	0.83%
Kaba Ilco-Unican Corporation				24,930	7	0.65%
Thorpe Greenville Export Tobacco				18,431	10	0.48%
Totals	$866,997		15.02%	$527,502		13.74%

Source: County tax assessor

NASH COUNTY, NORTH CAROLINA

Property Tax Levies and Collections
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1998	$25,273	$24,422	96.63%	$871	$25,293	100.08%
1999	26,399	25,451	96.41%	660	26,111	98.91%
2000	28,664	27,324	95.33%	735	28,059	97.89%
2001	29,404	28,198	95.90%	1,043	29,241	99.45%
2002	33,882	32,419	95.68%	992	33,411	98.61%
2003	34,063	32,755	96.16%	1,404	34,159	100.28%
2004	34,846	33,650	96.57%	1,056	34,706	99.60%
2005	35,866	34,494	96.17%	1,774	36,268	101.12%
2006	37,460	36,149	96.50%	1,156	37,305	99.59%
2007	39,669	38,698	97.55%	1,769	40,467	102.01%

Source: County tax assessor.

NASH COUNTY, NORTH CAROLINA

Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

	Governmental Activities		Business-type Activities						
Fiscal Year		Installment Purchases		Installment Purchases		Total Primary Government	Percentage of Personal Income[1]		Per Capita[1]
1998	$	2,921	$	-	$	2,921	0.14%	$	33
1999		7,253		-		7,253	0.35%		82
2000		10,973		-		10,973	0.50%		123
2001		14,032		-		14,032	0.61%		161
2002		17,642		-		17,642	0.76%		200
2003		16,265		2,442		18,707	0.78%		210
2004		25,430		2,267		27,697	1.09%		306
2005		23,437		2,093		25,530	0.96%		279
2006		22,817		1,918		24,735	na		267
2007		20,110		4,328		24,438	na		263

Note: Details regarding Nash County's outstanding debt can be found in the notes to the financial statements.

[1] See the Schedule of Demographic and Economic Statistics in this section for personal income and population data.

NASH COUNTY, NORTH CAROLINA

Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

This schedule does not apply to Nash County.

NASH COUNTY, NORTH CAROLINA

Direct and Overlapping Governmental Activities Debt
As of June 30, 2007
(amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable[1]	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes:			
City of Rocky Mount	$ 5,535	78.20%	$ 4,328
Town of Sharpsburg	1,866	86.03%	1,605
Subtotal, overlapping debt			5,934
Nash County direct debt			-
Total direct and overlapping debt			$ 5,934

Source: North Carolina Department of State Treasurer www.treasurer.state.nc.us

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Nash County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

[1] The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

NASH COUNTY, NORTH CAROLINA

Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Debt limit	$ 307,069	$ 320,136	$ 332,384	$ 340,044	$ 412,072	$ 412,159	$ 422,377	$ 434,317	$ 452,951	$ 461,764
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 307,069	$ 320,136	$ 332,384	$ 340,044	$ 412,072	$ 412,159	$ 422,377	$ 434,317	$ 452,951	$ 461,764
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2007

Total assessed value	$ 5,772,053
Debt Limit (8% of total assessed value)	$ 461,764
Debt applicable to limit:	
General obligation bonds	$ -
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	$ -
Legal debt margin	$ 461,764

Note: Under state finance law, Nash County's net debt should not exceed 8 percent of total assessed property value.

NASH COUNTY, NORTH CAROLINA

Pledged-Revenue Coverage
Last Ten Fiscal Years
(amounts expressed in thousands)

This schedule does not apply to Nash County.

NASH COUNTY, NORTH CAROLINA

Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population [1]	Personal Income (amounts expressed in thousands) [2]	Per Capita Personal Income [2]	Median Age [1]	School Enrollment[3]	Unemployment Rate[4]
1998	88,469	$ 2,070,000	$ 23,933	36.0	17,385	7.1
1999	88,112	2,086,499	23,971	36.3	17,442	6.8
2000	89,064	2,215,735	25,255	36.5	17,473	4.5
2001	87,420	2,306,835	26,149	36.7	17,665	6.8
2002	88,346	2,334,216	26,277	36.9	17,768	8.2
2003	89,185	2,392,945	26,724	37.0	17,864	8.2
2004	90,546	2,535,483	28,028	37.2	17,894	7.1
2005	91,530	2,655,155	29,116	37.3	17,773	6.7
2006	92,480	na	na	37.5	17,792	6.0
2007	93,088	na	na	37.7	17,800	6.1

Data Sources

[1] North Carolina State Demographics http://demog.state.nc.us

[2] Bureau of Economic Analysis: Regional Economic Accounts > Local Area Personal Income www.bea.gov

[3] School District

[4] Employment Security Commission of North Carolina www.ncesc.com

Note: Capital income and per capita personal income are based on the latest available data. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

NASH COUNTY, NORTH CAROLINA

Principal Employers
Current Year and Nine Years Ago

	2007			1998		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Nash-Rocky Mount Schools	2,276	1	5.23%	2,300	1	5.50%
Nash General Hospital	1,971	2	4.53%	1,200	4	2.87%
Hospira Inc.	1,857	3	4.27%	2,000	2	4.78%
Consolidated Diesel	1,292	4	2.97%	1,600	3	3.83%
City of Rocky Mount	1,235	5	2.84%	835	6	2.00%
RBC Centura Bank	1,100	6	2.53%	700	8	1.67%
Universal Leaf North America NC	1,062	7	2.44%	-	-	-
Nash County	690	8	1.59%	-	-	-
McLane Company, Inc.	573	9	1.32%	-	-	-
Kaba Ilco-Unican Corporation	537	10	1.23%	725	7	1.73%
Texfi Blends	-	-	-	910	5	2.18%
Allied Signal Aerospace	-	-	-	560	9	1.34%
CSX Transportation	-	-	-	550	10	1.32%
Total	12,593		28.95%	11,380		27.21%

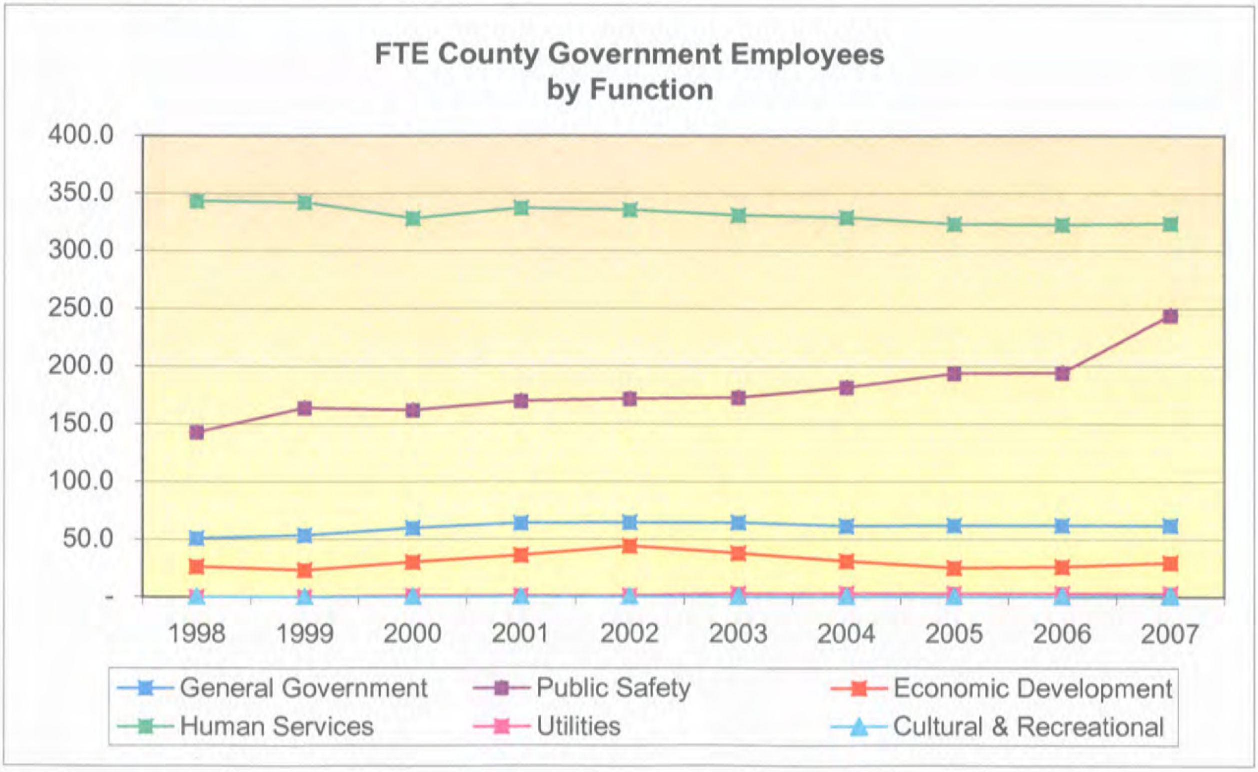
Source: Nash County business community.

NASH COUNTY, NORTH CAROLINA

Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years

	Full-time Equivalent Employees as of June 30									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Function										
General government	51.1	53.5	60.0	64.0	64.5	64.5	61.5	62.1	62.1	62.1
Public safety										
Sheriff										
Deputies	59.0	63.0	61.0	62.0	62.0	62.0	68.0	68.0	68.0	68.0
Civilians	38.0	55.0	55.0	55.0	55.0	55.0	59.0	59.0	59.0	59.0
Emergency Services	42.0	42.0	42.0	43.0	50.0	51.0	51.0	62.0	62.3	112.3
Other Public Safety	4.0	4.0	4.0	10.0	5.0	5.0	4.0	5.0	5.0	5.0
Economic Development	26.6	23.3	30.3	36.3	44.3	38.3	31.3	25.3	26.2	29.8
Human Services										
Health	154.4	152.6	144.6	145.5	145.5	135.8	133.0	134.8	135.2	134.1
Social Services	164.3	165.0	158.0	166.0	162.0	161.0	162.0	160.5	159.5	163.0
Other Human Services	24.5	24.5	25.5	25.5	28.0	34.0	34.1	27.8	27.8	26.7
Utilities	-	-	1.0	1.0	1.0	3.0	3.0	3.0	3.0	3.0
Cultural & Recreational	-	-	-	-	-	-	-	-	-	1.0
Total	563.9	582.9	581.4	608.3	617.3	609.6	606.9	607.4	608.0	663.9

Source: Government finance office.



NASH COUNTY, NORTH CAROLINA

Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Function										
Public Safety										
Sheriff										
Physical arrests	7,605	7,197	7,501	7,202	7,560	6,548	5,967	6,210	6,164	6,061
Serving civil papers (evictions, executions, court)	19,755	18,502	17,469	19,290	19,913	19,099	19,523	18,809	18,690	19,216
Traffic violations/citations	564	384	463	694	530	482	326	292	271	827
Cases in review by investigations	2,091	2,103	1,908	1,780	1,868	1,785	1,894	1,913	2,228	1,894
Cases closed/cleared	1,261	1,133	1,147	1,004	1,038	1,009	1,177	1,078	1,553	1,206
Calls for service	10,566	10,025	11,391	11,511	12,165	12,029	12,353	12,980	13,600	12,226
Transports	1,608	1,704	1,542	1,451	1,397	1,496	1,584	1,561	1,753	1,488
Emergency Services										
Number incoming/outbound calls	-	-	-	252,963	254,264	254,651	251,287	237,012	213,148	na
Number of ambulance, fire, sheriff, DSS and Animal Control dispatches	-	-	-	-	43,098	42,986	42,806	46,350	48,324	46,399
Public education events	-	-	-	-	-	-	47	46	-	12
Fire										
Inspections	-	-	-	519	568	542	623	560	700	923
Number of fire investigations	-	-	-	39	31	41	32	27	25	29
Economic Development										
Permits issued (building, electrical, mechanical, plumbing, etc.)	1,818	2,037	1,763	1,576	1,127	1,070	957	1,778	1,998	2,135
New residential construction (units)	312	403	297	290	370	339	329	340	332	400
New commercial construction (units)	26	23	16	35	16	24	35	10	12	17
Building inspections performed	-	-	-	-	-	-	-	9,830	10,739	12,101
Solid Waste										
Refuse collected (tons/day)	160.3	70.5	247.9	145.6	175.2	101.5	90.9	63.3	88.4	76.8

NASH COUNTY, NORTH CAROLINA

Operating Indicators by Function
Last Ten Fiscal Years

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Utilities										
Water										
Total water customers	-	-	-	-	259	303	368	381	386	663
Water mains breaks	-	-	-	-	-	1	-	-	1	-
Average daily consumption (thousands of gallons)	-	-	-	-	24	36	109	102	110	158
Sewer										
Total sewage customers	-	-	-	-	173	203	252	257	257	270
Average daily sewage treatment (thousands of gallons)	-	-	-	-	10	24	63	65	65	55

Sources: Various county government departments.
Note: Indicators are not available for the general government function.

NASH COUNTY, NORTH CAROLINA

Capital Asset Statistics by Function
Last Ten Fiscal Years

	Fiscal Year									
Function	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Public safety										
Sheriff:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	-	-	-	-	-	-	-	-	68	71
Water										
Water mains (miles)	-	-	-	-	12.0	12.3	15.1	15.1	16.0	39.6
Fire hydrants	-	-	-	-	165	168	184	184	186	186
Maximum daily capacity (thousands of gallons)	-	-	-	-	150	300	300	300	300	989
Sewer										
Sanitary sewers (miles)	-	-	-	-	7.1	7.7	10.3	10.3	10.3	10.3
Maximum daily treatment capacity (thousands of gallons)	-	-	-	-	150	300	300	300	300	300

Sources: Various county government departments.
Note: No capital asset indicators are available for the general government function.

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