NONMAJOR ENTERPRISE FUNDS

Enterprise funds are used to report activities for which a fee is charged to external users for goods or services.

The following activities are included in the nonmajor enterprise funds:

Public School Insurance
Town of Butner Water and Sewer
North Carolina State Fair
USS North Carolina Battleship Commission
Agricultural Farmers Market
Workers' Compensation
Utilities Commission
State Banking Commission
ABC Commission
Departmental Funds

COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS

June 30, 2006

(Dollars in Thousands)

	Public School Insurance	Town of Butner Water and Sewer	North Carolina State Fair	USS North Carolina Battleship Commission	Agricultural Farmers Market	Workers' Compensation
Assets						
Current Assets:						
Cash and cash equivalents	$ 2,815	$ 4,776	$ 2,486	$ 1,094	$ 1,306	$ 6,097
Investments	36,107	—	—	—	—	13,347
Securities lending collateral	22,620	4,095	—	—	—	12,649
Receivables:						
Accounts receivable, net	—	4	205	1	8	13
Interest receivable	9	—	—	—	—	18
Premiums receivable	1,257	—	—	—	—	—
Inventories	—	1	106	211	9	—
Prepaid items	2,141	—	—	72	—	—
Total current assets	64,949	8,876	2,797	1,378	1,323	32,124
Noncurrent Assets:						
Restricted/designated cash and cash equivalents	—	1,627	—	—	—	—
Investments	—	—	—	462	—	—
Restricted investments	—	—	—	3,269	—	—
Deferred charges	—	107	—	—	—	—
Capital assets-nondepreciable	—	1,795	1,379	629	1,087	—
Capital assets-depreciable, net	—	24,275	8,824	2,069	6,299	—
Total noncurrent assets	—	27,804	10,203	6,429	7,386	—
Total Assets	64,949	36,680	13,000	7,807	8,709	32,124
Liabilities						
Current Liabilities:						
Accounts payable and accrued liabilities:						
Accounts payable	10	66	85	25	16	36
Accrued payroll	2	—	60	17	10	—
Claims payable	796	—	—	—	—	11,173
Obligations under securities lending	22,620	4,095	—	—	—	12,649
Interest payable	—	33	—	—	—	—
Due to other funds	1	—	11	—	1	—
Unearned revenue	3,189	—	725	2	—	1,383
Deposits payable	—	28	—	—	—	—
Notes payable	—	112	—	—	—	—
Bonds payable - current	—	280	—	—	—	—
Compensated absences - current	7	—	18	8	6	—
Total current liabilities	26,625	4,614	899	52	33	25,241
Noncurrent Liabilities:						
Notes payable	—	1,345	—	—	—	—
Bonds payable, net	—	8,520	—	—	—	—
Compensated absences	71	28	178	68	62	—
Total noncurrent liabilities	71	9,893	178	68	62	—
Total Liabilities	26,696	14,507	1,077	120	95	25,241
Net Assets						
Invested in capital assets, net of related debt	—	17,237	10,203	2,698	7,386	—
Restricted for:						
Capital outlay	—	—	—	2,629	—	—
Other purposes	—	—	—	1,102	—	—
Unrestricted	38,253	4,936	1,720	1,258	1,228	6,883
Total Net Assets	$ 38,253	$ 22,173	$ 11,923	$ 7,687	$ 8,614	$ 6,883

Exhibit D-1

Utilities Commission	State Banking Commission	ABC Commission	Departmental Funds	*Total Nonmajor Enterprise Funds*
$ 9,827	$ 6,813	$ 5,652	$ 1,746	$ 42,612
—	—	—	—	49,454
8,252	—	—	—	47,616
4,874	352	1,681	2	7,140
—	—	—	—	27
—	—	—	—	1,257
38	—	88	48	501
—	—	—	—	2,213
22,991	7,165	7,421	1,796	150,820
—	—	—	—	1,627
—	—	—	—	462
—	—	—	—	3,269
—	—	—	—	107
—	—	550	—	5,440
94	76	3,087	2,130	46,854
94	76	3,637	2,130	57,759
23,085	7,241	11,058	3,926	208,579
46	185	348	25	842
2	—	5	11	107
—	—	—	—	11,969
8,252	—	—	—	47,616
—	—	—	—	33
9	10	12	1	45
—	1,555	—	147	7,001
—	—	—	—	28
—	—	—	—	112
—	—	—	—	280
64	36	11	6	156
8,373	1,786	376	190	68,189
—	—	—	—	1,345
—	—	—	—	8,520
1,288	741	217	53	2,706
1,288	741	217	53	12,571
9,661	2,527	593	243	80,760
94	76	3,637	2,130	43,461
—	—	—	—	2,629
—	—	—	—	1,102
13,330	4,638	6,828	1,553	80,627
$ 13,424	$ 4,714	$ 10,465	$ 3,683	$ 127,819

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS NONMAJOR ENTERPRISE FUNDS

For the Fiscal Year Ended June 30, 2006

(Dollars in Thousands)

	Public School Insurance	Town of Butner Water and Sewer	North Carolina State Fair	USS North Carolina Battleship Commission	Agricultural Farmers Market	Workers' Compensation
Operating Revenues:						
Sales and services	$ —	$ —	$ 138	$ 665	$ 22	$ —
Sales and services used as security for bonds, net	—	2,377	—	—	—	—
Rental and lease earnings	—	5	4,218	—	530	—
Fees, licenses and fines	—	8	8,225	1,420	753	—
Insurance premiums	12,108	—	—	—	—	2,752
Miscellaneous	—	10	—	101	—	—
Total operating revenues	12,108	2,400	12,581	2,186	1,305	2,752
Operating Expenses:						
Personal services	539	1,032	3,939	964	755	—
Supplies and materials	2	248	780	96	75	—
Services	61	400	4,154	738	310	693
Cost of goods sold	—	—	—	299	—	—
Depreciation/amortization	—	1,662	618	128	292	—
Claims	3,096	—	—	—	—	6,715
Insurance and bonding	2,489	2	145	18	40	955
Other	1	579	861	70	32	—
Total operating expenses	6,188	3,923	10,497	2,313	1,504	8,363
Operating income (loss)	5,920	(1,523)	2,084	(127)	(199)	(5,611)
Nonoperating Revenues (Expenses):						
Noncapital grants	—	—	—	—	—	—
Noncapital gifts	—	—	100	—	—	—
Investment earnings (loss)	430	312	—	274	—	422
Interest and fees	—	(433)	—	—	—	—
Insurance recoveries	—	28	—	—	361	—
Gain (loss) on sale of equipment	—	4	—	—	—	—
Miscellaneous	(960)	(164)	9	—	2	(540)
Total nonoperating revenues (expenses)	(530)	(253)	109	274	363	(118)
Income (loss) before contributions and transfers	5,390	(1,776)	2,193	147	164	(5,729)
Capital contributions	—	—	—	40	218	—
Transfers in	—	—	136	—	—	2,000
Transfers out	—	(238)	(4,495)	—	(350)	—
Change in net assets	5,390	(2,014)	(2,166)	187	32	(3,729)
Net assets — July 1, as restated	32,863	24,187	14,089	7,500	8,582	10,612
Net assets — June 30	$ 38,253	$ 22,173	$ 11,923	$ 7,687	$ 8,614	$ 6,883

Exhibit D-2

Utilities Commission	State Banking Commission	ABC Commission	Departmental Funds	*Total Nonmajor Enterprise Funds*
$ 10	$ —	$ 3	$ 155	$ 993
—	—	—	—	2,377
—	—	—	784	5,537
16,192	9,923	7,350	1,143	45,014
—	—	—	—	14,860
24	17	31	—	183
16,226	9,940	7,384	2,082	68,964
10,845	5,736	2,133	782	26,725
36	43	43	207	1,530
530	2,206	4,379	542	14,013
—	—	—	125	424
67	8	117	91	2,983
—	—	—	—	9,811
2	1	14	39	3,705
1,068	778	197	132	3,718
12,548	8,772	6,883	1,918	62,909
3,678	1,168	501	164	6,055
222	—	—	—	222
—	—	—	63	163
628	—	—	—	2,066
—	—	—	—	(433)
—	—	—	—	389
—	—	—	—	4
(323)	—	—	2	(1,974)
527	—	—	65	437
4,205	1,168	501	229	6,492
—	—	—	—	258
—	—	—	19	2,155
(314)	(150)	(110)	—	(5,657)
3,891	1,018	391	248	3,248
9,533	3,696	10,074	3,435	124,571
$ 13,424	$ 4,714	$ 10,465	$ 3,683	$ 127,819

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS

For the Fiscal Year Ended June 30, 2006

(Dollars in Thousands)

	Public School Insurance	Town of Butner Water and Sewer	North Carolina State Fair	USS North Carolina Battleship Commission	Agricultural Farmers Market	Workers' Compensation
Cash Flows from Operating Activities:						
Receipts from customers	$ 12,641	$ 2,077	$ 12,508	$ 2,188	$ 1,311	$ 2,301
Receipts from other funds	—	378	—	—	—	—
Payments to suppliers	(3,050)	(528)	(6,035)	(1,194)	(457)	(1,595)
Payments to employees	(527)	(1,139)	(3,877)	(937)	(741)	—
Payments for prizes, benefits and claims	(3,530)	—	—	—	—	(5,656)
Payments to other funds	—	(226)	—	—	—	—
Other receipts (payments)	(1)	(287)	9	—	2	—
Net cash flows provided (used) by operating activities	5,533	275	2,605	57	115	(4,950)
Cash Provided From (Used For) Noncapital Financing Activities:						
Grant receipts (refunds)	—	—	—	—	—	—
Transfers from other funds	—	—	87	—	—	2,000
Transfers to other funds	—	(238)	(4,495)	—	(350)	—
Gifts	—	—	100	—	—	—
Total cash provided from (used for) noncapital financing activities	—	(238)	(4,308)	—	(350)	2,000
Cash Provided From (Used For) Capital Financing Activities:						
Acquisition and construction of capital assets	—	(482)	(123)	—	(15)	—
Proceeds from the sale of capital assets	—	4	—	—	—	—
Capital contributions	—	—	—	40	—	—
Principal paid on capital debt	—	(270)	—	—	—	—
Interest paid on capital debt	—	(364)	—	—	—	—
Payment to bond escrow agent	—	(46)	—	—	—	—
Insurance recoveries	—	28	—	—	361	—
Total cash provided from (used for) capital financing activities	—	(1,130)	(123)	40	346	—
Cash Provided From (Used For) Investment Activities:						
Purchase of non-State Treasurer investments	—	—	—	(179)	—	—
Purchase into State Treasurer investment pool	(12,000)	—	—	—	—	—
Investment earnings (loss)	278	158	—	202	—	242
Total cash provided from (used for) investment activities	(11,722)	158	—	23	—	242
Net increase (decrease) in cash and cash equivalents	(6,189)	(935)	(1,826)	120	111	(2,708)
Cash and cash equivalents at July 1	9,004	7,338	4,312	974	1,195	8,805
Cash and cash equivalents at June 30	$ 2,815	$ 6,403	$ 2,486	$ 1,094	$ 1,306	$ 6,097
Reconciliation of Operating Income to Net Cash Provided From (Used For) Operating Activities:						
Operating income (loss)	$ 5,920	$ (1,523)	$ 2,084	$ (127)	$ (199)	$ (5,611)
Adjustments to reconcile operating income to net cash flows from operating activities:						
Depreciation/amortization	—	1,662	618	128	292	—
Restatements and adjustments to cash	—	—	—	—	—	45
Nonoperating miscellaneous income (expense)	—	—	9	—	2	—
(Increases) decreases in assets:						
Receivables	301	117	(182)	2	7	2
Due from other funds	—	—	—	—	—	—
Inventories	—	160	(32)	17	(2)	—
Prepaid items	(495)	—	—	12	—	—
Increases (decreases) in liabilities:						
Accounts payable and accrued liabilities	(436)	18	(47)	—	6	1,067
Due to other funds	(1)	(1)	7	—	(1)	—
Compensated absences	12	(107)	40	25	10	—
Unearned revenue	232	(2)	108	—	—	(453)
Deposits payable	—	(49)	—	—	—	—
Total cash provided from (used for) operations	$ 5,533	$ 275	$ 2,605	$ 57	$ 115	$ (4,950)
Noncash Investing, Capital, and Financing Activities:						
Noncash distributions from the State Treasurer Long-Term Investment Portfolio and/or other agents	$ 1,632	$ —	$ —	$ —	$ —	$ 729
Donated assets (fair market value)	—	—	—	—	218	—
Transferred assets	—	—	49	—	—	—
Assets acquired through the assumption of a liability	22,620	4,095	—	—	—	12,649
Change in fair value of investments	(2,429)	—	—	250	—	(1,091)

Exhibit D-3

Utilities Commission	State Banking Commission	ABC Commission	Departmental Funds	*Total Nonmajor Enterprise Funds*
$ 13,504	$ 9,761	$ 7,282	$ 2,111	$ 65,684
—	—	—	1	379
(1,034)	(2,392)	(4,645)	(1,042)	(21,972)
(10,465)	(5,463)	(2,078)	(766)	(25,993)
—	—	—	—	(9,186)
—	—	—	—	(226)
(603)	(503)	10	2	(1,371)
1,402	1,403	569	306	7,315
222	—	—	—	222
—	—	—	—	2,087
(314)	(150)	(110)	—	(5,657)
—	—	—	63	163
(92)	(150)	(110)	63	(3,185)
(26)	(8)	(98)	—	(752)
122	4	19	—	149
—	—	—	—	40
—	—	—	—	(270)
—	—	—	—	(364)
—	—	—	—	(46)
—	—	—	—	389
96	(4)	(79)	—	(854)
—	—	—	—	(179)
—	—	—	—	(12,000)
305	—	—	—	1,185
305	—	—	—	(10,994)
1,711	1,249	380	369	(7,718)
8,116	5,564	5,272	1,377	51,957
$ 9,827	$ 6,813	$ 5,652	$ 1,746	$ 44,239
$ 3,678	$ 1,168	$ 501	$ 164	$ 6,055
67	8	117	91	2,983
—	—	—	—	45
—	—	—	2	13
(2,696)	(339)	(72)	7	(2,853)
—	—	—	1	1
—	—	(70)	1	74
—	—	—	—	(483)
(24)	111	36	10	741
(2)	5	3	—	10
379	273	54	7	693
—	177	—	23	85
—	—	—	—	(49)
$ 1,402	$ 1,403	$ 569	$ 306	$ 7,315
$ —	$ —	$ —	$ —	$ 2,361
—	—	—	—	218
—	—	—	19	68
8,252	—	—	—	47,616
—	—	—	—	(3,270)