

**SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE - BUDGETARY BASIS  
GENERAL FUND**

December 31, 2006

(Expressed In Millions)

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<u>Liabilities:</u>	
Cash and Investments	\$ 2,738.1	Sales and Use Tax Payable	\$ 432.8
		Beverage Tax Payable	16.7
		White Goods	—
		Scrap Tire Fees Payable	—
		<b>Total Liabilities</b>	<b>\$ 449.5</b>
		<u>Fund Balance:</u>	
		<u>Reserved :</u>	
		Savings Account (G.S. 143-15.3)	\$ 634.6
		Job Development Incentive Grants	18.4
		Repairs and Renovations (G.S. 143-15.3A)	222.2
		Disproportionate Share	19.3
		Disaster relief	130.5
		ONE NC Fund	1.1
		<b>Total Reserved</b>	<b>\$ 1,026.1</b>
		<u>Unreserved :</u>	
		Fund Balance - July 1, 2006	749.4
		Transfer to reserves	(5.8)
		Transfer from reserves	—
		<b>Total Unreserved</b>	<b>743.6</b>
		Excess of Revenue Over Expenditures -	
		Six Months Ended December 31, 2006	518.9
		<b>Total Unreserved</b>	<b>1,262.5</b>
		<b>Total Fund Balance</b>	<b>2,288.6</b>
<b>Total Assets</b>	<b>\$ 2,738.1</b>	<b>Total Liabilities and Fund Balance</b>	<b>\$ 2,738.1</b>

## SCHEDULE OF OPERATIONS GENERAL FUND

For the Months of December 2006 and 2005, and the Six Months Ended December 31, 2006 and 2005

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Realized/Expended	
	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06
<b>Beg. Unreserved Fund Balance</b>	\$ 1,023.7	\$ 380.8	\$ 749.4	\$ 478.5	\$ 749.4	\$ 478.5		
Transfer to Reserved Fund Balance	(5.8)	—	(5.8)	—	—	—		
Nonrecurring Transfers from Other Funds	—	—	—	—	—	—		
Transfer from Reserved Fund Balance	—	—	—	—	—	—		
	<u>1,017.9</u>	<u>380.8</u>	<u>743.6</u>	<u>478.5</u>	<u>749.4</u>	<u>478.5</u>		
<b>Revenues:</b>								
<b>Tax Revenues:</b>								
Individual Income	895.6	907.9	4,729.8	4,442.5	9,635.4	8,839.8	49.1%	50.3%
Corporate Income	394.1	317.0	662.3	557.2	1,052.5	905.9	62.9%	61.5%
Sales and Use	404.3	434.6	2,538.2	2,435.7	5,032.5	4,692.7	50.4%	51.9%
Franchise	(2.5)	(6.9)	236.9	179.9	504.9	493.8	46.9%	36.4%
Insurance	(2.3)	0.1	146.5	129.7	491.9	441.7	29.8%	29.4%
Beverage	20.3	18.8	105.6	99.6	209.1	196.0	50.5%	50.8%
Inheritance	14.9	8.2	79.4	58.9	139.2	137.9	57.0%	42.7%
Privilege License	(1.2)	0.9	21.2	21.6	46.0	46.3	46.1%	46.7%
Tobacco Products	20.3	17.3	123.5	65.0	238.2	161.3	51.8%	40.3%
Real Estate Conveyance Excise	(1.8)	(0.7)	5.5	5.5	—	—	—	—
Gift	—	0.1	1.9	2.4	17.6	20.0	10.8%	12.0%
White Goods Disposal	0.4	0.4	1.2	1.2	—	—	—	—
Scrap Tire Disposal	1.0	0.9	3.4	3.2	—	—	—	—
Freight Car Lines	—	—	—	—	0.2	0.5	—	—
Piped Natural Gas	3.0	2.6	13.3	11.2	33.1	35.5	40.2%	31.5%
Mill Machinery	2.6	—	17.2	—	31.2	16.6	55.1%	—
Other	(0.2)	0.1	(0.1)	(0.1)	0.3	0.5	(33.3%)	(20.0%)
<b>Total Tax Revenue</b>	<u>1,748.5</u>	<u>1,701.3</u>	<u>8,685.8</u>	<u>8,013.5</u>	<u>17,432.1</u>	<u>15,988.5</u>	49.8%	50.1%
<b>Non-Tax Revenue:</b>								
Treasurer's Investments	18.3	9.6	98.7	56.1	124.4	74.8	79.3%	75.0%
Judicial Fees	12.5	12.0	82.0	74.0	164.0	161.7	50.0%	45.8%
Insurance	0.3	0.3	11.8	11.2	53.2	49.9	22.2%	22.4%
Disproportionate Share	—	91.2	—	91.2	100.0	100.0	—	91.2%
Highway Fund Transfer In	—	—	—	—	—	—	—	—
Highway Trust Fund Transfer In	0.1	—	28.9	126.3	57.5	252.6	50.3%	50.0%
Other	6.2	17.1	42.0	52.5	185.4	188.8	22.7%	27.8%
<b>Total Non-Tax Revenue</b>	<u>37.4</u>	<u>130.2</u>	<u>263.4</u>	<u>411.3</u>	<u>684.5</u>	<u>827.8</u>	38.5%	49.7%
<b>Total Tax and Non-Tax Revenue</b>	<u>1,785.9</u>	<u>1,831.5</u>	<u>8,949.2</u>	<u>8,424.8</u>	<u>18,116.6</u>	<u>16,816.3</u>	49.4%	50.1%
<b>Total Availability</b>	<u>2,803.8</u>	<u>2,212.3</u>	<u>9,692.8</u>	<u>8,903.3</u>	<u>18,866.0</u>	<u>17,294.8</u>	51.4%	51.5%
<b>Expenditures:</b>								
Current Operations	1,525.3	1,319.1	8,301.7	7,917.5	18,090.9	16,650.3	45.9%	47.6%
Capital Improvements:								
Funded by General Fund	—	—	—	—	206.3	55.0	—	—
Repairs and Renovations	—	—	—	—	—	—	—	—
Debt Service	16.0	7.9	128.6	100.5	568.8	491.1	22.6%	20.5%
<b>Total Expenditures</b>	<u>1,541.3</u>	<u>1,327.0</u>	<u>8,430.3</u>	<u>8,018.0</u>	<u>18,866.0</u>	<u>17,196.4</u>	44.7%	46.6%
<b>Unreserved Fund Balance</b>	<u>\$ 1,262.5</u>	<u>\$ 885.3</u>	<u>\$ 1,262.5</u>	<u>\$ 885.3</u>	<u>\$ —</u>	<u>\$ 98.4</u>		

**SCHEDULE OF NET TAX AND NON-TAX REVENUES AND TRANSFERS IN  
BUDGET VS. ACTUAL  
GENERAL FUND**

For the Month of December 2006, and the Six Months Ended December 31, 2006

(Expressed In Millions)

	Current Month				Year-To-Date			
	Projected Monthly Budget	Actual	Variance	Percent Realized	Projected Monthly Budget	Actual	Variance	Percent Realized
<b>Tax Revenue</b>								
Individual Income	\$ 893.3	\$ 895.6	\$ 2.3	100.3%	\$ 4,698.8	\$ 4,729.8	\$ 31.0	100.7%
Corporate Income [1]	281.2	394.1	112.9	140.1%	509.1	662.3	153.2	130.1%
Sales and Use	405.5	404.3	(1.2)	99.7%	2,554.4	2,538.2	(16.2)	99.4%
Franchise	(2.8)	(2.5)	0.3	89.3%	199.6	236.9	37.3	118.7%
Insurance	0.2	(2.3)	(2.5)	(1150.0%)	152.0	146.5	(5.5)	96.4%
Beverage	19.8	20.3	0.5	102.5%	105.3	105.6	0.3	100.3%
Inheritance	11.8	14.9	3.1	126.3%	70.8	79.4	8.6	112.1%
Privilege License	1.2	(1.2)	(2.4)	(100.0%)	22.0	21.2	(0.8)	96.4%
Tobacco Products	20.1	20.3	0.2	101.0%	118.0	123.5	5.5	104.7%
Real Estate Conveyance Excise	(1.8)	(1.8)	—	100.0%	5.5	5.5	—	100.0%
Gift	0.2	—	(0.2)	—	2.6	1.9	(0.7)	73.1%
White Goods Disposal	0.4	0.4	—	100.0%	1.2	1.2	—	100.0%
Scrap Tire Disposal	1.0	1.0	—	100.0%	3.4	3.4	—	100.0%
Freight Car Lines	—	—	—	—	—	—	—	—
Piped Natural Gas	5.4	3.0	(2.4)	55.6%	13.7	13.3	(0.4)	97.1%
Mill Machinery	2.7	2.6	(0.1)	96.3%	16.2	17.2	1.0	106.2%
Other	0.5	(0.2)	(0.7)	(40.0%)	0.5	(0.1)	(0.6)	(20.0%)
<b>Total Tax Revenue</b>	<u>1,638.7</u>	<u>1,748.5</u>	<u>109.8</u>	<u>106.7%</u>	<u>8,473.1</u>	<u>8,685.8</u>	<u>212.7</u>	<u>102.5%</u>
<b>Non-Tax Revenue</b>								
Treasurer's Investments	10.3	18.3	8.0	177.7%	61.8	98.7	36.9	159.7%
Judicial Fees	11.9	12.5	0.6	105.0%	71.4	82.0	10.6	114.8%
Insurance	—	0.3	0.3	—	11.8	11.8	—	100.0%
Disproportionate share	—	—	—	—	—	—	—	—
Highway Fund Transfer In	—	—	—	—	—	—	—	—
Highway Trust Fund Transfer In	0.1	0.1	—	100.0%	28.9	28.9	—	100.0%
Other	2.4	6.2	3.8	258.3%	38.7	42.0	3.3	108.5%
<b>Total Non-Tax Revenue</b>	<u>24.7</u>	<u>37.4</u>	<u>12.7</u>	<u>151.4%</u>	<u>212.6</u>	<u>263.4</u>	<u>50.8</u>	<u>123.9%</u>
<b>Total Tax and Non-Tax Revenue</b>	<u>\$ 1,663.4</u>	<u>\$ 1,785.9</u>	<u>\$ 122.5</u>	<u>107.4%</u>	<u>\$ 8,685.7</u>	<u>\$ 8,949.2</u>	<u>\$ 263.5</u>	<u>103.0%</u>

[1] Corporate Income Tax collections are reported net of the following transfer(s) :

	2006-07		2005-06	
	Current Month	Year-To- Date	Current Month	Year-To- Date
Corporate Income Tax, Reported Net	\$ 394.1	\$ 662.3	\$ 317.0	\$ 557.2
Public School Building Capital Fund	—	53.2	—	53.9
Critical School Facility Needs Fund	—	—	—	—
Public School Fund (General Fund receipt to DPI)	—	—	—	—
	<u>—</u>	<u>53.2</u>	<u>—</u>	<u>53.9</u>
Corporate Income Tax, Adjusted for Transfers	<u>\$ 394.1</u>	<u>\$ 715.5</u>	<u>\$ 317.0</u>	<u>\$ 611.1</u>

State of North Carolina

**SCHEDULE OF APPROPRIATION EXPENDITURES  
BY FUNCTION AND DEPARTMENT  
GENERAL FUND**

For the Months of December 2006 and 2005, and the Six Months Ended December 31, 2006 and 2005  
(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended		
	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	
<p>A negative appropriation expenditure indicates that a budget code has non-appropriated authorized receipts that exceed authorized expenditures.</p> <p>Budget Code Expenditures minus Budget Code Receipts equal Budget Code Appropriation Expenditures.</p>									
<b>General Fund Expenditures</b>									
<b>Current Operations :</b>									
<b>General Government</b>									
General Assembly	\$ 3.4	\$ 4.5	\$ 10.4	\$ 9.8	\$ 50.1	\$ 44.2	20.8%	22.2%	
Governor's Office	0.4	0.5	3.0	3.0	6.1	6.0	49.2%	50.0%	
Office of State Budget	0.5	0.4	2.4	2.2	5.9	5.3	40.7%	41.5%	
Office of State Planning	—	—	—	—	—	—	—	—	
Housing Finance Agency	2.2	1.0	9.4	4.7	22.2	10.5	42.3%	44.8%	
Disaster Relief (carryforward from FY2000)	—	—	—	—	—	—	—	—	
Lieutenant Governor	0.1	0.1	0.4	0.4	0.9	0.8	44.4%	50.0%	
Secretary of State	0.8	0.7	4.2	3.8	10.8	9.5	38.9%	40.0%	
State Auditor	0.7	0.4	6.2	5.0	12.5	11.7	49.6%	42.7%	
State Treasurer	1.6	1.0	6.8	(0.3)	9.2	8.9	73.9%	(3.4%)	
Retirement and Employee Benefits Administration	2.2	2.0	6.5	2.2	9.2	8.8	70.7%	25.0%	
Office of the State Controller	4.5	0.2	31.7	30.9	66.1	64.1	48.0%	48.2%	
Revenue	2.0	0.9	6.6	4.8	20.6	10.3	32.0%	46.6%	
Cultural Resources	8.0	8.8	41.4	39.9	87.3	83.4	47.4%	47.8%	
Cultural Resources - Roanoke Island Commission	5.2	5.3	34.6	32.1	71.2	74.4	48.6%	43.1%	
Board of Elections	—	—	1.0	0.9	2.0	2.0	50.0%	45.0%	
Office of Administrative Hearings	0.2	0.2	(3.1)	(2.0)	6.0	5.2	(51.7%)	(38.5%)	
Rules Review Committee	0.3	0.3	1.5	1.4	3.5	3.1	42.9%	45.2%	
	—	—	—	—	—	—	—	—	
	<u>32.1</u>	<u>26.3</u>	<u>163.0</u>	<u>138.8</u>	<u>383.6</u>	<u>348.2</u>	<u>42.5%</u>	<u>39.9%</u>	
Reserves - General Assembly	2.5	1.0	3.2	2.6	6.5	10.4	49.2%	25.0%	
Reserves - Contingency & Emergency	—	—	(1.5)	(1.9)	4.3	(0.4)	(34.9%)	475.0%	
Reserves - SPA Salary Increases	—	—	—	—	7.6	—	—	—	
Reserves - Salary Adjustments	—	—	—	(0.5)	3.6	1.1	—	(45.5%)	
Reserves - UNC Facility Rec	—	—	—	—	—	—	—	—	
Reserves - Employer Portion Retirement Payback	—	—	30.0	—	30.0	25.0	100.0%	—	
Reserves - Job Development Incentive Grants Reserve	—	—	12.4	—	12.4	9.0	100.0%	—	
Reserves - Retiree Formula	—	—	—	—	10.0	—	—	—	
Reserves - Fuel Cost Increase	—	—	—	—	—	—	—	—	
Reserves - Admin Rules	—	—	—	—	—	—	—	—	
Reserves - Health & Wellness Trust Fund	—	—	—	10.0	—	10.0	—	100.0%	
Reserves - Contingent Appropriations	—	—	—	—	1.1	11.2	—	—	
Reserves - Retirement Adjustment	—	—	—	—	—	—	—	—	
Reserves - ITS Rate Reduction	—	—	—	—	(0.1)	—	—	—	
Reserves - Salary Adjustments 1997-99	—	—	—	—	—	—	—	—	
Reserves - NC State Lottery	—	—	—	—	—	—	—	—	
Reserves - Comp Inc	—	—	—	—	—	—	—	—	
Reserves - Postage	—	—	—	—	19.0	—	—	—	
Reserves - Structure	—	—	—	—	0.3	—	—	—	
Reserves - Management Flexibility	—	—	—	—	—	—	—	—	
Reserves - Juvenile Justice	—	—	—	18.4	34.5	18.4	—	100.0%	
Reserves - Implement HIPPA	—	—	—	—	—	—	—	—	
Reserves - Minimum Fair Wage for SPA Employees	—	—	—	—	0.2	0.2	—	—	
Reserves - Severance	—	—	—	—	—	—	—	—	
Reserves - State Employee Benefits	—	—	—	—	42.0	—	—	—	
Reserves - IT Fund	—	—	2.9	4.3	5.8	6.0	50.0%	71.7%	
Reserves - Retirement	—	—	—	—	(41.9)	—	—	—	
Reserves - Special Needs Children	—	—	—	—	—	—	—	—	
Reserves - MH/DD/SA Reform	—	—	14.4	10.0	14.4	10.0	100.0%	100.0%	
	<u>2.5</u>	<u>1.0</u>	<u>61.4</u>	<u>42.9</u>	<u>149.7</u>	<u>100.9</u>	<u>41.0%</u>	<u>42.5%</u>	
<b>Total - General Government</b>	<u>34.6</u>	<u>27.3</u>	<u>224.4</u>	<u>181.7</u>	<u>533.3</u>	<u>449.1</u>	<u>42.1%</u>	<u>40.5%</u>	

State of North Carolina

**SCHEDULE OF APPROPRIATION EXPENDITURES  
BY FUNCTION AND DEPARTMENT  
GENERAL FUND**

For the Months of December 2006 and 2005, and the Six Months Ended December 31, 2006 and 2005

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06
<b>Education</b>								
Public Instruction	671.6	625.5	3,710.2	3,533.4	7,401.5	6,880.7	50.1%	51.4%
North Carolina School of Science and Mathematics	1.0	1.3	7.0	6.7	16.1	14.9	43.5%	45.0%
Community Colleges	79.0	76.7	402.3	352.6	935.7	827.7	43.0%	42.6%
	<u>751.6</u>	<u>703.5</u>	<u>4,119.5</u>	<u>3,892.7</u>	<u>8,353.3</u>	<u>7,723.3</u>	49.3%	50.4%
<b>University System :</b>								
University of North Carolina - General Admin.	6.1	2.7	28.5	24.1	57.4	56.5	49.7%	42.7%
UNC - GA Institutional Programs and Facilities	—	—	—	—	18.4	0.1	—	—
UNC - GA Related Educational Programs	23.4	1.2	114.9	79.6	149.0	112.9	77.1%	70.5%
UNC - Chapel Hill Academic Affairs	11.1	8.1	79.7	58.7	256.4	224.1	31.1%	26.2%
UNC - Chapel Hill Health Affairs	12.3	11.8	75.3	68.6	184.8	170.6	40.7%	40.2%
UNC - Chapel Hill Area Health Affairs	1.8	2.1	21.4	21.8	49.1	45.4	43.6%	48.0%
NCSU - Academic Affairs	13.0	9.8	118.8	116.3	335.8	312.0	35.4%	37.3%
NCSU - Agricultural Research	4.3	4.2	27.3	24.1	50.7	47.8	53.8%	50.4%
NCSU - Agricultural Extension Service	4.7	5.6	24.5	19.4	41.4	40.1	59.2%	48.4%
University of North Carolina at Greensboro	9.2	7.5	49.3	42.2	138.8	117.0	35.5%	36.1%
University of North Carolina at Charlotte	11.2	14.0	56.2	47.6	156.5	130.8	35.9%	36.4%
University of North Carolina at Asheville	2.5	—	10.7	7.5	33.3	30.3	32.1%	24.8%
University of North Carolina at Wilmington	2.9	3.1	29.9	25.7	91.7	77.3	32.6%	33.2%
East Carolina University	11.8	13.3	70.3	67.1	195.0	171.8	36.1%	39.1%
ECU - Health Affairs	3.0	3.4	22.0	20.7	49.3	46.8	44.6%	44.2%
North Carolina A&T University	8.7	8.6	32.9	30.8	88.3	80.4	37.3%	38.3%
Western Carolina University	6.1	4.1	29.4	28.8	80.6	74.6	36.5%	38.6%
Appalachian State University	9.1	9.3	48.4	47.0	113.8	101.8	42.5%	46.2%
Pembroke State University	3.8	5.2	18.5	18.5	50.3	43.5	36.8%	42.5%
Winston-Salem State University	0.4	4.0	17.9	20.8	65.6	50.6	27.3%	41.1%
Elizabeth City State University	3.0	2.1	11.9	12.6	31.6	29.6	37.7%	42.6%
Fayetteville State University	4.0	3.6	21.5	18.6	49.0	44.4	43.9%	41.9%
North Carolina Central University	4.2	0.4	32.3	25.2	74.0	62.0	43.6%	40.6%
North Carolina School of the Arts	1.7	1.2	10.6	9.6	23.5	21.9	45.1%	43.8%
University of North Carolina Hospitals	3.8	3.5	22.6	23.0	45.7	44.5	49.5%	51.7%
	<u>162.1</u>	<u>128.8</u>	<u>974.8</u>	<u>858.3</u>	<u>2,430.0</u>	<u>2,136.8</u>	40.1%	40.2%
<b>Total - Education</b>	<u>913.7</u>	<u>832.3</u>	<u>5,094.3</u>	<u>4,751.0</u>	<u>10,783.3</u>	<u>9,860.1</u>	47.2%	48.2%
<b>Health and Human Services</b>								
HHS - Administration	7.5	12.6	18.9	44.7	70.2	121.1	26.9%	36.9%
Aging	1.8	1.2	14.2	13.4	34.6	30.0	41.0%	44.7%
Child Development	26.6	14.8	142.2	124.1	297.0	268.5	47.9%	46.2%
Services for Deaf & Hearing Impaired	3.0	1.9	15.3	14.3	37.6	35.2	40.7%	40.6%
Health Services	14.8	10.6	72.0	52.9	171.3	155.2	42.0%	34.1%
Social Services	17.9	25.8	106.4	103.0	207.4	189.3	51.3%	54.4%
Medical Assistance <sup>1</sup>	274.0	164.7	1,079.0	1,163.2	2,650.7	2,512.6	40.7%	46.3%
Children's Health Insurance	4.1	6.2	22.3	38.9	51.9	68.2	43.0%	57.0%
Services for the Blind	0.6	0.7	4.0	4.0	10.0	9.7	40.0%	41.2%
Mental Health	34.2	48.2	309.0	304.7	689.0	611.7	44.8%	49.8%
Facility Services	(0.1)	(0.1)	4.7	3.1	17.0	13.5	27.6%	23.0%
Vocational Rehabilitation	1.2	3.1	15.2	17.0	43.2	42.1	35.2%	40.4%
Juvenile Justice	11.0	11.3	67.2	67.1	150.1	143.7	44.8%	46.7%
<b>Total - Health and Human Services</b>	<u>396.6</u>	<u>301.0</u>	<u>1,870.4</u>	<u>1,950.4</u>	<u>4,430.0</u>	<u>4,200.8</u>	42.2%	46.4%

<sup>1</sup>Substantial decrease in appropriation expenditures from prior year due to a federal mandated change that reduced expenditures for drug administration, also change in disproportionate share program and payment schedule.

State of North Carolina

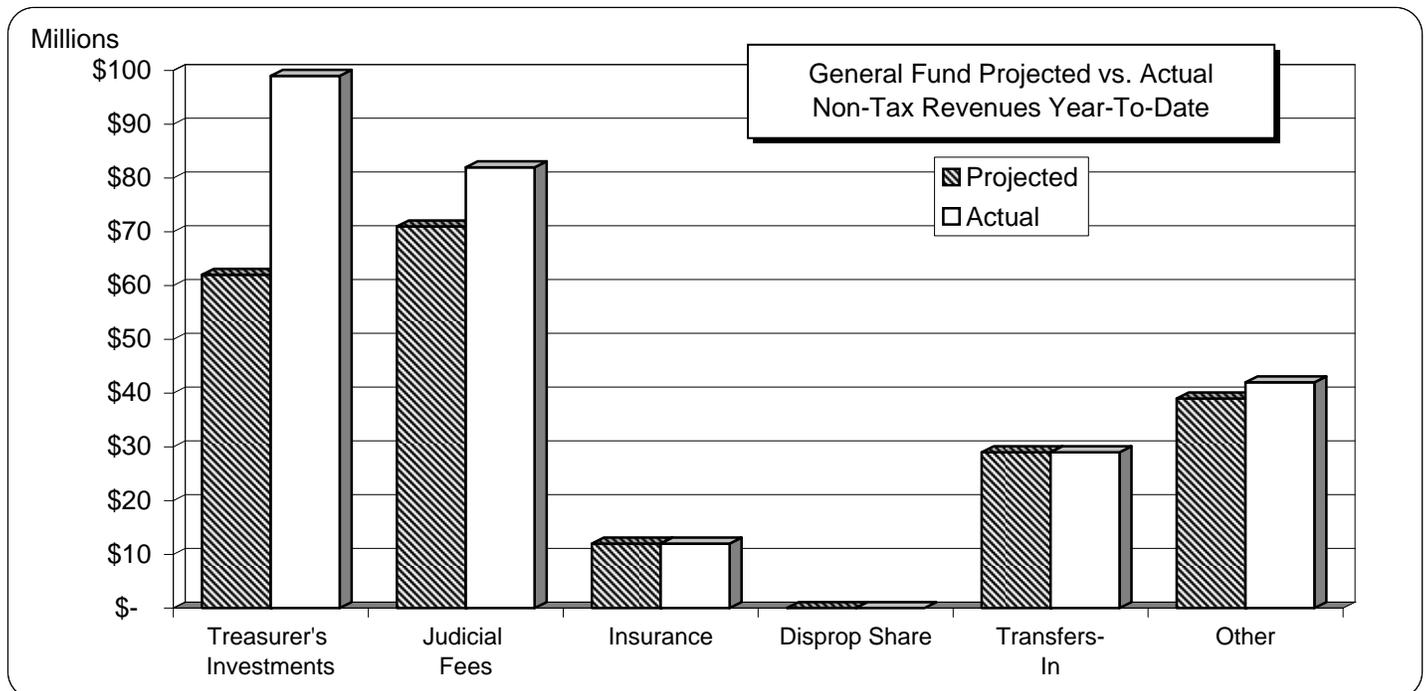
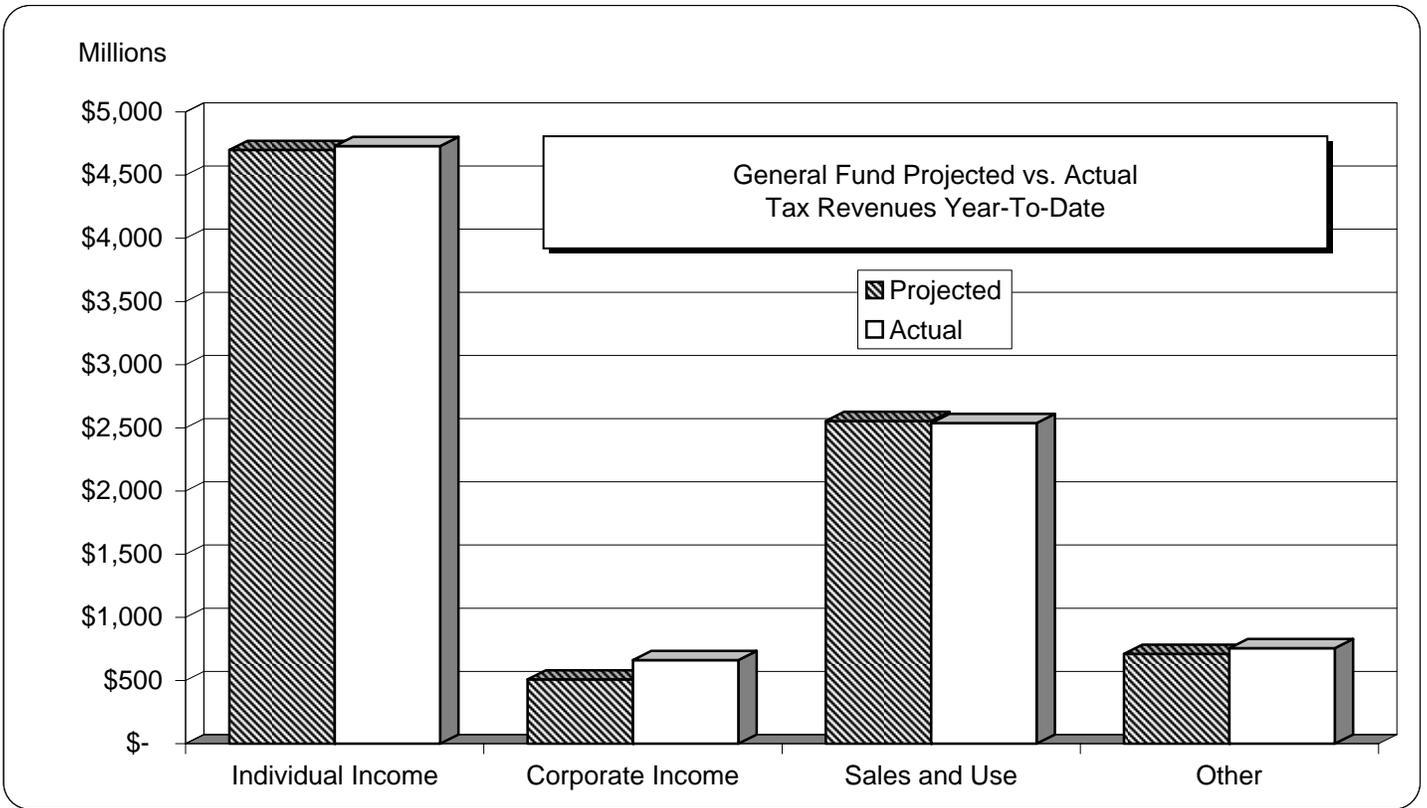
**SCHEDULE OF APPROPRIATION EXPENDITURES  
BY FUNCTION AND DEPARTMENT  
GENERAL FUND**

For the Months of December 2006 and 2005, and the Six Months Ended December 31, 2006 and 2005  
(Expressed In Millions)

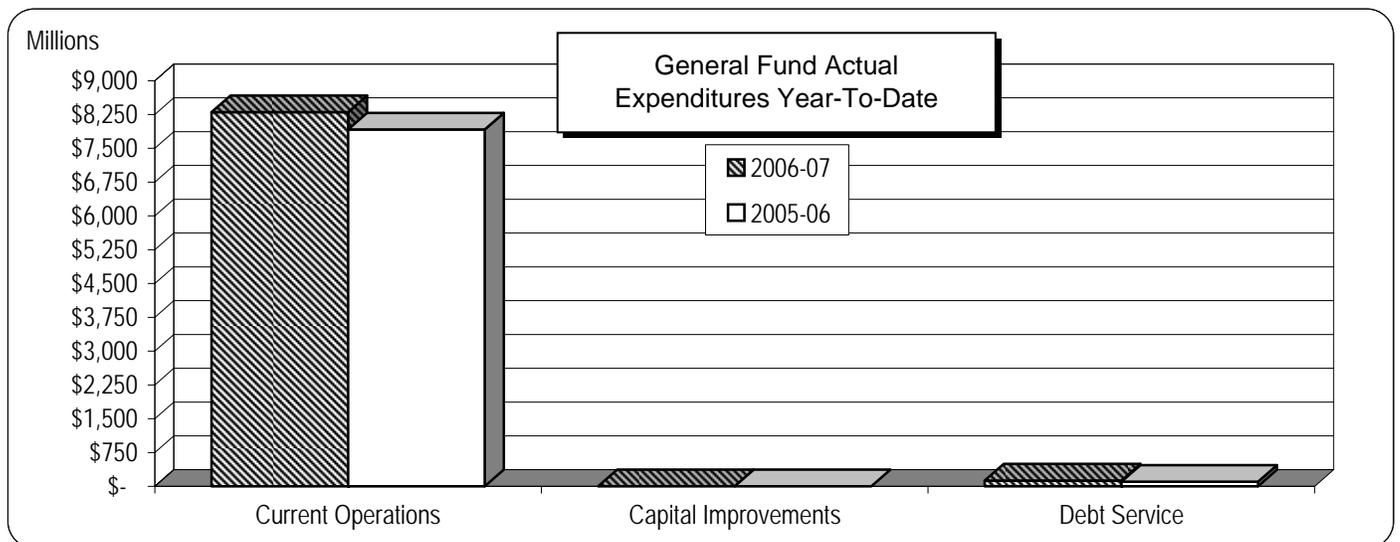
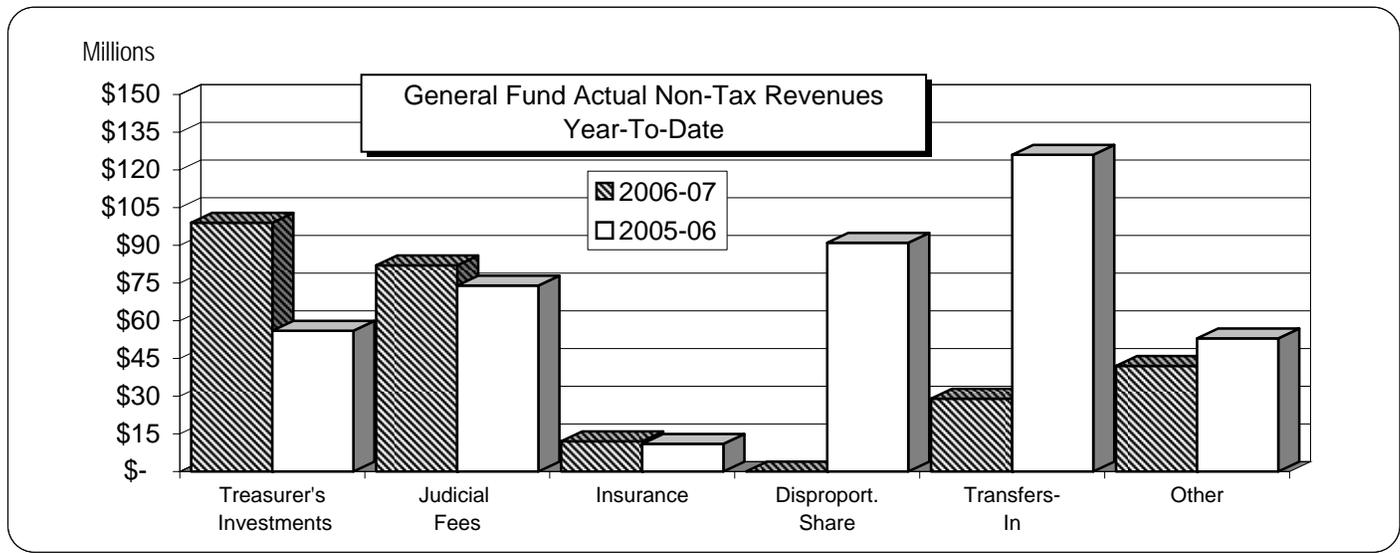
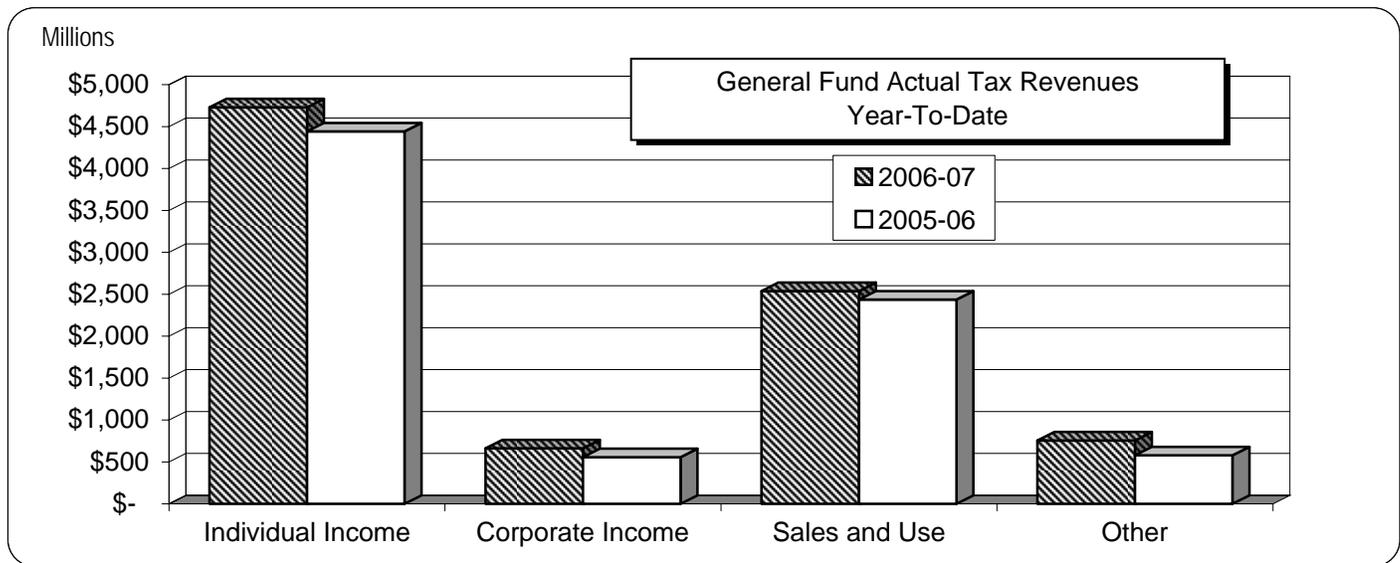
	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06	2006-07	2005-06
<b>Economic Development</b>								
Commerce <sup>2</sup>	3.1	3.3	44.3	22.6	75.2	51.0	58.9%	44.3%
Commerce - State Aid to Nonstate Entities	3.7	3.3	19.6	30.1	56.6	63.9	34.6%	47.1%
Division of Information Technology Service	—	—	—	—	—	—	—	—
Transportation - Airport	—	—	—	—	—	0.2	—	—
Transportation - Railroads	—	—	—	—	—	—	—	—
<b>Total - Economic Development</b>	<b>6.8</b>	<b>6.6</b>	<b>63.9</b>	<b>52.7</b>	<b>131.8</b>	<b>115.1</b>	<b>48.5%</b>	<b>45.8%</b>
<b>Environment and Natural Resources</b>								
Environment and Natural Resources	16.7	15.1	96.2	87.6	195.2	182.2	49.3%	48.1%
Environment and Natural Resources - State Aid	—	—	50.0	50.0	100.0	100.0	50.0%	50.0%
<b>Total - Environment and Natural Resources</b>	<b>16.7</b>	<b>15.1</b>	<b>146.2</b>	<b>137.6</b>	<b>295.2</b>	<b>282.2</b>	<b>49.5%</b>	<b>48.8%</b>
<b>Public Safety, Correction, and Regulation</b>								
Judicial	40.5	38.1	235.2	220.6	498.0	447.8	47.2%	49.3%
Justice	8.2	6.4	44.3	39.0	91.7	81.1	48.3%	48.1%
Labor	1.1	1.0	6.9	6.8	16.4	14.9	42.1%	45.6%
Insurance	2.1	2.9	13.7	12.7	30.7	29.0	44.6%	43.8%
Insurance - RICO	—	—	4.5	2.0	4.5	2.0	100.0%	100.0%
Correction	99.7	83.3	556.9	523.6	1,166.7	1,077.3	47.7%	48.6%
Crime Control	1.7	2.3	16.1	15.7	50.3	36.7	32.0%	42.8%
<b>Total - Public Safety, Correction, and Regulation</b>	<b>153.3</b>	<b>134.0</b>	<b>877.6</b>	<b>820.4</b>	<b>1,858.3</b>	<b>1,688.8</b>	<b>47.2%</b>	<b>48.6%</b>
<b>Agriculture</b>								
Agriculture and Consumer Services	4.1	3.1	25.2	24.0	58.6	54.1	43.0%	44.4%
<b>Rounding</b> [*]	(0.5)	(0.3)	(0.3)	(0.3)	0.4	0.1	N/A	N/A
<b>Total Current Operations</b>	<b>1,525.3</b>	<b>1,319.1</b>	<b>8,301.7</b>	<b>7,917.5</b>	<b>18,090.9</b>	<b>16,650.3</b>	<b>45.9%</b>	<b>47.6%</b>
<b>Capital Improvements</b>								
Funded by General Fund	—	—	—	—	206.3	55.0	—	—
Repairs and Renovations	—	—	—	—	—	—	—	—
<b>Debt Service</b>	16.0	7.9	128.6	100.5	568.8	491.1	22.6%	20.5%
<b>Total Expenditures</b>	<b>\$ 1,541.3</b>	<b>\$ 1,327.0</b>	<b>\$ 8,430.3</b>	<b>\$ 8,018.0</b>	<b>\$ 18,866.0</b>	<b>\$ 17,196.4</b>	<b>44.7%</b>	<b>46.6%</b>

<sup>2</sup> The General Assembly appropriated an additional \$15 million for the One North Carolina Fund and \$10 million for the Economic Development Reserve.

[\*] In disclosing the detail appropriation expenditures of 98 agencies/entities rounded to the millions of dollars, the "Rounding" category allows the most accurate presentation of individual agency and major General Fund category amounts.



December 31, 2006



# State of North Carolina

## General Fund Actual Net Revenues

Expressed In Millions

	December				Year-To-Date Through December			
	2006-07	2005-06	Change	% Change	2006-07	2005-06	Change	% Change
<b>Tax Revenues:</b>								
Individual Income	\$ 895.6	\$ 907.9	\$ (12.3)	(1.4)%	\$ 4,729.8	\$ 4,442.5	\$ 287.3	6.5%
Corporate Income	394.1	317.0	77.1	24.3%	662.3	557.2	105.1	18.9%
Sales and Use	404.3	434.6	(30.3)	(7.0)%	2,538.2	2,435.7	102.5	4.2%
Franchise	(2.5)	(6.9)	4.4	63.8%	236.9	179.9	57.0	31.7%
Insurance	(2.3)	0.1	(2.4)	(2400.0)%	146.5	129.7	16.8	13.0%
Piped Natural Gas	3.0	2.6	0.4	15.4%	13.3	11.2	2.1	18.8%
Beverage	20.3	18.8	1.5	8.0%	105.6	99.6	6.0	6.0%
Inheritance	14.9	8.2	6.7	81.7%	79.4	58.9	20.5	34.8%
Privilege License	(1.2)	0.9	(2.1)	(233.3)%	21.2	21.6	(0.4)	(1.9)%
Tobacco Products	20.3	17.3	3.0	17.3%	123.5	65.0	58.5	90.0%
Real Estate Conveyance Excise	(1.8)	(0.7)	(1.1)	157.1%	5.5	5.5	—	—
Gift	—	0.1	(0.1)	(100.0)%	1.9	2.4	(0.5)	(20.8)%
White Goods Disposal	0.4	0.4	—	—	1.2	1.2	—	—
Scrap Tire Disposal	1.0	0.9	0.1	11.1%	3.4	3.2	0.2	6.3%
Mill Machinery	2.6	—	2.6	—	17.2	—	17.2	—
Freight Car Lines	—	—	—	—	—	—	—	—
Other	(0.2)	0.1	(0.3)	(300.0)%	(0.1)	(0.1)	—	—
<b>Total Tax Revenue</b>	<b>1,748.5</b>	<b>1,701.3</b>	<b>47.2</b>	<b>2.8%</b>	<b>8,685.8</b>	<b>8,013.5</b>	<b>672.3</b>	<b>8.4%</b>
<b>Non-Tax Revenue:</b>								
Treasurer's Investments	18.3	9.6	8.7	90.6%	98.7	56.1	42.6	75.9%
Judicial Fees	12.5	12.0	0.5	4.2%	82.0	74.0	8.0	10.8%
Insurance	0.3	0.3	—	—	11.8	11.2	0.6	5.4%
Disproportionate Share	—	91.2	(91.2)	(100.0)%	—	91.2	(91.2)	(100.0)%
Highway Fund Transfer In	—	—	—	—	—	—	—	—
Highway Trust Fund Transfer In	0.1	—	0.1	—	28.9	126.3	(97.4)	(77.1)%
Other	6.2	17.1	(10.9)	(63.7)%	42.0	52.5	(10.5)	(20.0)%
<b>Total Non-Tax Revenue</b>	<b>37.4</b>	<b>130.2</b>	<b>(92.8)</b>	<b>(71.3)%</b>	<b>263.4</b>	<b>411.3</b>	<b>(147.9)</b>	<b>(36.0)%</b>
<b>Total Tax and Non-Tax Revenue</b>	<b>\$ 1,785.9</b>	<b>\$ 1,831.5</b>	<b>\$ (45.6)</b>	<b>(2.5)%</b>	<b>\$ 8,949.2</b>	<b>\$ 8,424.8</b>	<b>\$ 524.4</b>	<b>6.2%</b>

## General Fund Actual Appropriation Expenditures — Year-To-Date Through December

Expressed in Millions

	2006-07	2005-06	Change	Percent Change	Percent of Total Expenditures	
					2006-07	2005-06
<b>Current Operations:</b>						
General Government	\$ 163.0	\$ 138.8	\$ 24.2	17.4%	1.9%	1.7%
Education	5,094.3	4,751.0	343.3	7.2%	60.4%	59.3%
Health and Human Services <sup>1</sup>	1,870.4	1,950.4	(80.0)	(4.1)%	22.2%	24.3%
Economic Development <sup>2</sup>	63.9	52.7	11.2	21.3%	0.8%	0.7%
Environment and Natural Resources	146.2	137.6	8.6	6.3%	1.7%	1.7%
Public Safety, Correction, and Regulation	877.6	820.4	57.2	7.0%	10.4%	10.2%
Agriculture	25.2	24.0	1.2	5.0%	0.3%	0.3%
Operating Reserves/Rounding	61.1	42.6	18.5	43.4%	0.7%	0.5%
<b>Total Current Operations</b>	<b>8,301.7</b>	<b>7,917.5</b>	<b>384.2</b>	<b>4.9%</b>	<b>98.5%</b>	<b>98.7%</b>
<b>Capital Improvements:</b>						
Funded by General Fund	—	—	—	—	—	—
<b>Debt Service</b>	<b>128.6</b>	<b>100.5</b>	<b>28.1</b>	<b>28.0%</b>	<b>1.5%</b>	<b>1.3%</b>
<b>Total Expenditures</b>	<b>\$ 8,430.3</b>	<b>\$ 8,018.0</b>	<b>\$ 412.3</b>	<b>5.1%</b>	<b>100.0%</b>	<b>100.0%</b>

A negative appropriation expenditure indicates that a budget code has non-appropriated authorized receipts that exceed authorized expenditures.

<sup>1</sup> Substantial decrease from prior year due to a federal mandated change that reduced expenditures for drug administration, also a change in the disproportionate share program and payment schedule.

<sup>2</sup> Substantial increase from prior year due to a transfer of \$10 million to Economic Development Reserve, authorized by the General Assembly.