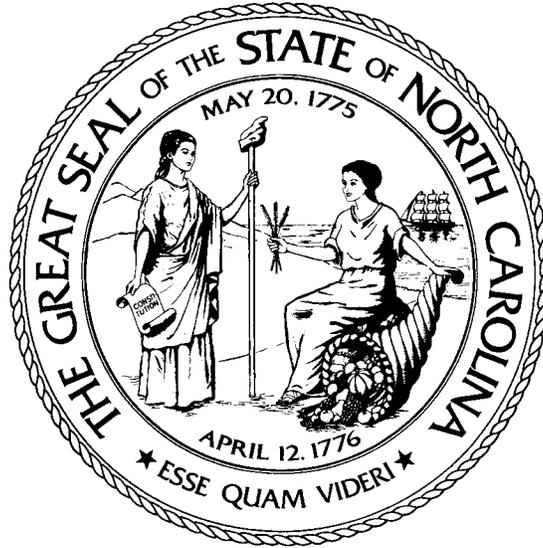


---

STATE OF  
**NORTH CAROLINA**



---

*Monthly Financial Summary*  
*March 31, 1999*

---

---

*Office of the State Controller*

*Edward Renfrow*  
*State Controller*

---



## State of North Carolina Office of the State Controller

James B. Hunt, Jr.  
Governor

Edward Renfrow  
State Controller

May 5, 1999

The Honorable James B. Hunt, Jr., Governor  
The Honorable Ralph Campbell, Jr., State Auditor  
The Honorable Harlan E. Boyles, State Treasurer  
Mr. Marvin K. Dorman, Jr., State Budget Officer

Gentlemen:

I herewith submit the unaudited financial information for the State of North Carolina's General Fund for the month of March 1999, and the nine months ended March 31, 1999, with comparative information for the prior year, and the Highway Fund, and the Highway Trust Fund for the month of March 1999, and the nine months ended March 31, 1999, with comparative information for the prior year. The financial schedules within this report are designed to summarize at an executive level the results of operations for the major funds of the State under the budgetary basis of accounting.

It is my intention that this report provide the fiscal managers of the State an easily readable and informative summary of State operations on a monthly basis. Please contact me if you have questions or comments on the contents of this report or if you would like more detailed information. The Office of the State Controller is committed to providing the fiscal managers of the State with the best financial management information possible.

Sincerely,

A handwritten signature in black ink, appearing to read "Edward Renfrow".

Edward Renfrow  
State Controller

ER:JCB

80 copies of this document were printed at a cost of \$40.80 or \$.51 per copy.

**FINANCIAL SUMMARY  
TABLE OF CONTENTS**

---

	<b>Page</b>
<b>GENERAL FUND</b>	
Schedule of Assets, Liabilities, and Fund Balance - Budgetary Basis .....	1
Schedule of Operations .....	2
Schedule of Net Tax and Non-Tax Revenues and Transfers In - Budget vs. Actual .....	3
Schedule of Appropriation Expenditures by Function and Department.....	4
<b>HIGHWAY FUND</b>	
Schedule of Assets, Liabilities, and Fund Balance - Budgetary Basis .....	9
Schedule of Revenues by Object and Expenditures by Function .....	10
<b>HIGHWAY TRUST FUND</b>	
Schedule of Assets, Liabilities, and Fund Balance - Budgetary Basis .....	12
Schedule of Revenues by Object and Expenditures by Function .....	13
<b>GENERAL OBLIGATION DEBT</b>	
Schedule of Debt Service Requirements .....	15

---

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

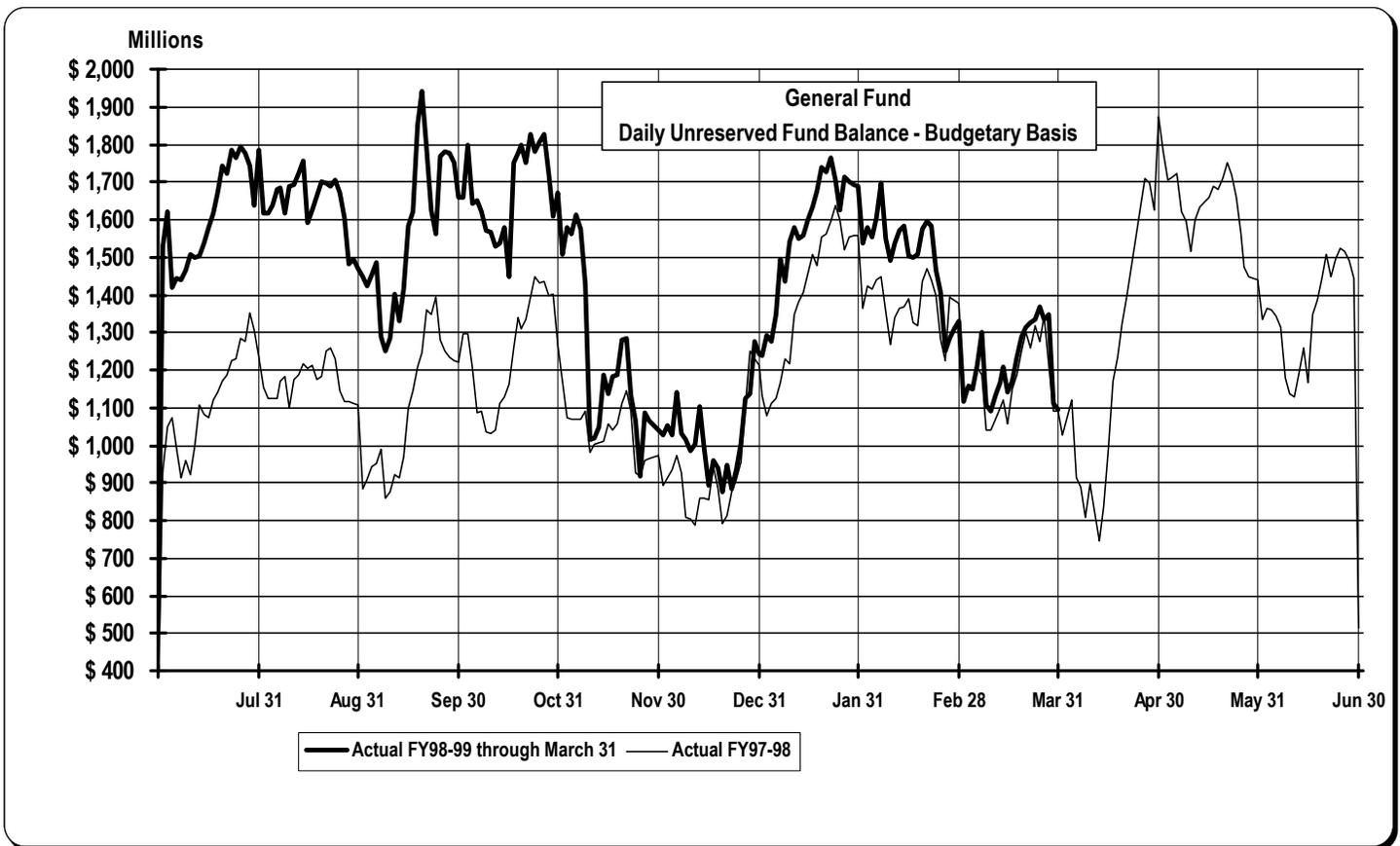
March 31, 1999

**FUND BALANCE AND CASH FLOW**

North Carolina is required by statute to maintain a balanced general fund budget on an annual basis. The annual budget as appropriated by the General Assembly is considered balanced on a cash basis when the year-end fund balance is greater than zero.

During the fiscal year fund balance is calculated by adding the beginning available cash basis fund balance to revenues collected and subtracting expenditures. The fund balance calculation is one of several tools used to evaluate how well the annual budget is being managed and to project whether or not funds will be available at year-end to satisfy the statutory requirement of a balanced budget.

The following graph demonstrates wide fluctuations in fund balance during the year. In an examination of fund balance it should be noted that expenditures occur on a fairly consistent basis throughout the fiscal year, while revenues tend to be lower in the first half of the fiscal year.



**DISCUSSION OF OPERATIONS  
GENERAL FUND**

March 31, 1999

**DISCUSSION OF OPERATIONS**

The accompanying financial information, prepared on a budgetary (cash) basis of accounting, reflects the results of operations of the State's General Fund for the month, for the third quarter, and for the nine-month period ended March 31, 1999.

**THIRD QUARTER**

A condensed summary of operations for the third quarter ended March 31, 1999 and 1998 follows (in millions):

	Actual			
	1998-99	1997-98	Change	% Change
Beginning Unreserved Fund Balance	\$ 1,243.2	\$ 1,224.5	\$ 18.7	1.5%
Revenues :				
Tax Revenues	2,842.7	2,571.1	271.6	10.6%
Non-Tax Revenues	136.4	115.0	21.4	18.6%
Total Revenue	2,979.1	2,686.1	293.0	10.9%
Bond Proceeds	—	—	—	—
Total Revenue, Bond Proceeds	2,979.1	2,686.1	293.0	10.9%
Expenditures :				
Current Operations	3,064.6	2,722.0	342.6	12.6%
Capital Improve. - Approp.	—	81.8	(81.8)	(100.0%)
Debt Service	65.4	27.0	38.4	142.2%
	3,130.0	2,830.8	299.2	10.6%
General Oblig. - Bonds	—	—	—	—
Total Expenditures	3,130.0	2,830.8	299.2	10.6%
Excess of Revenues Over/ (Under) Expenditures	(150.9)	(144.7)	(6.2)	4.3%
Ending Unreserved Fund Balance	\$ 1,092.3	\$ 1,079.8	\$ 12.5	1.2%

In comparison to prior year collections, revenues have increased in the third quarter of fiscal year 1998-99 by \$293.0 million, or 10.9%.

Expenditures for the third quarter ended March 31, 1999 of \$3,130.0 million were \$299.2 million more than those of the comparable period of the preceding year, an increase of 10.6%.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

March 31, 1999

**YEAR-TO-DATE**

A condensed summary of operations for the period through March 31, 1999 and 1998 follows  
(in millions):

	Annual Budget *			Actual				Unrealized/Unexpended	
	1998-99	1997-98	Change	1998-99	1997-98	Change	% Change	1998-99	1997-98
Beginning Unreserved									
Fund Balance	\$ 515.2	\$ 318.7	\$ 196.5	\$ 515.2	\$ 318.7	\$ 196.5	61.7%		
Transfer from/(to)									
Reserved Fund Balance	227.8	174.5	53.3	227.8	174.5	53.3	30.5%		
	<u>743.0</u>	<u>493.2</u>	<u>249.8</u>	<u>743.0</u>	<u>493.2</u>	<u>249.8</u>	50.6%		
Revenues * :									
Tax Revenues	11,589.5	10,561.3	1,028.2	8,463.1	7,767.4	695.7	9.0%	\$ 3,126.4	\$ 2,793.9
Non-Tax Revenues	779.3	632.3	147.0	625.7	508.4	117.3	23.1%	153.6	123.9
Total Revenue	<u>12,368.8</u>	<u>11,193.6</u>	<u>1,175.2</u>	<u>9,088.8</u>	<u>8,275.8</u>	<u>813.0</u>	9.8%	<u>3,280.0</u>	<u>2,917.8</u>
Bond Proceeds	450.0	450.0	—	—	—	—	—	450.0	450.0
Total Revenue, Bond Proceeds	<u>12,818.8</u>	<u>11,643.6</u>	<u>1,175.2</u>	<u>9,088.8</u>	<u>8,275.8</u>	<u>813.0</u>	9.8%	<u>3,730.0</u>	<u>3,367.8</u>
Expenditures :									
Current Operations	12,582.0	11,140.0	1,442.0	8,564.8	7,368.0	1,196.8	16.2%	4,017.2	3,772.0
Capital Improvements - Approp.	337.2	327.3	9.9	46.4	245.4	(199.0)	(81.1%)	290.8	81.9
Debt Service	192.4	118.5	73.9	128.3	75.8	52.5	69.3%	64.1	42.7
Total Expenditures	<u>13,111.6</u>	<u>11,585.8</u>	<u>1,525.8</u>	<u>8,739.5</u>	<u>7,689.2</u>	<u>1,050.3</u>	13.7%	<u>\$ 4,372.1</u>	<u>\$ 3,896.6</u>
General Oblig. - Bonds	450.0	450.0	—	—	—	—	—		
Excess of Revenues Over/ (Under) Expenditures	<u>(742.8)</u>	<u>(392.2)</u>	<u>(350.6)</u>	<u>349.3</u>	<u>586.6</u>	<u>(237.3)</u>	(40.5%)		
Ending Unreserved									
Fund Balance - After Reservations	<u>\$ 0.2</u>	<u>\$ 101.0</u>	<u>\$ (100.8)</u>	<u>\$ 1,092.3</u>	<u>\$ 1,079.8</u>	<u>\$ 12.5</u>	1.2%		

\* A comparison of actual revenues to year-to-date budgeted revenues is found on page 3.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

March 31, 1999

**REVENUES**

A summary of major revenues for the period through March 31, 1999 and 1998 follows (in millions):

	Annual Budget				Actual			
	1998-99	1997-98	Change	% Change	1998-99	1997-98	Change	% Change
Tax Revenues:								
Individual Income	\$ 6,358.4	\$ 5,546.5	\$ 811.9	14.6%	\$ 4,606.4	\$ 4,140.0	\$ 466.4	11.3%
Corporate Income	743.1	679.6	63.5	9.3%	552.3	455.7	96.6	21.2%
Sales and Use	3,350.0	3,249.1	100.9	3.1%	2,505.0	2,407.2	97.8	4.1%
Franchise, Insurance, Beverage	866.4	832.3	34.1	4.1%	592.7	573.3	19.4	3.4%
Other	271.6	253.8	17.8	7.0%	206.7	191.2	15.5	8.1%
	11,589.5	10,561.3	1,028.2	9.7%	8,463.1	7,767.4	695.7	9.0%
Non-Tax Revenues	779.3	632.3	147.0	23.2%	625.7	508.4	117.3	23.1%
Total Revenues	\$ 12,368.8	\$ 11,193.6	\$ 1,175.2	10.5%	\$ 9,088.8	\$ 8,275.8	\$ 813.0	9.8%

\* A comparison of actual revenues to year-to-date budgeted revenues is found on page 3.

**Comments with regard to various revenues are as follows:**

When compared to the prior year through March 31, 1999 actual tax and non-tax revenues increased by \$813.0 million, or 9.8%.

Tax revenues are presented net of refunds to taxpayers and various transfers. Comparisons of current and prior year tax revenues are made difficult due to the practice of netting various transfer expenditures against the tax revenue sources. Examples of such transfers include:

- reimbursements to local governments;
- reimbursements for costs of administration of sales and use tax for local governments; and
- transfers to the Public School Building Capital Fund and Critical School Facility Needs Fund.

**Individual Income Tax**

Individual income taxes for the period through March 31, 1999 increased by \$466.4 million, or 11.3%, over those of 1997-98. Actual collections were greater than projections through March 31, 1999 by \$41.6 million, or 0.9%.

**Corporate Income Tax**

Through March 1999, the tax reimbursements to local governments offset against corporate income tax totaled \$101.5 million. The net revenues for the period through March 31, 1999 represented an increase of \$96.6 million, or 21.2%, over 1997-98.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

March 31, 1999

---

**Sales and Use Tax**

Actual collections for the period through March 31, 1999 increased by \$97.8 million, or 4.1%, over those of the preceding year.

**Franchise, Insurance and Beverage Taxes**

Franchise, insurance, and beverage tax collections for the first nine months of fiscal year 1998-99 increased by \$19.4 million over those of the first nine months of 1997-98, an increase of 3.4%.

**All Other Taxes**

All taxes other than those described above, when combined, increased through March 31, 1999 over the prior fiscal year by \$15.5 million, or 8.1%.

**Total Tax Revenue**

Total tax revenues of \$8,463.1 million for the period through March 31, 1999 represented an increase of \$695.7 million over the preceding year, an increase of 9.0%. At March 31, 1999, total tax revenues were greater than budgeted year-to-date revenues by \$105.4 million, or 1.3%.

**Non-Tax Revenue**

Non-tax revenue was \$117.3 million, or 23.1% greater for the first nine months ended March 31, 1999 than in 1997-98. This increase reflects the collection of \$85 million in disproportionate share receipts.

**DISCUSSION OF OPERATIONS  
GENERAL FUND**

March 31, 1999

***EXPENDITURES***

A summary of expenditures for the period through March 31, 1999 and 1998 follows (in millions):

	Annual Budget				Actual			
	1998-99	1997-98	Change	% Change	1998-99	1997-98	Change	% Change
Expenditures :								
Current Operations	\$ 12,582.0	\$ 11,140.0	\$ 1,442.0	12.9%	\$ 8,564.8	\$ 7,368.0	\$ 1,196.8	16.2%
Capital Improve. - Approp.	337.2	327.3	9.9	3.0%	46.4	245.4	(199.0)	(81.1%)
Debt Service	192.4	118.5	73.9	62.4%	128.3	75.8	52.5	69.3%
	13,111.6	11,585.8	1,525.8	13.2%	8,739.5	7,689.2	1,050.3	13.7%
General Oblig. - Bonds	450.0	450.0	—	—	—	—	—	—
Total Expenditures	\$ 13,561.6	\$ 12,035.8	\$ 1,525.8	12.7%	\$ 8,739.5	\$ 7,689.2	\$ 1,050.3	13.7%

***Comments with regard to expenditures are as follows:***

Expenditures, excluding capital improvements funded by bond proceeds, for the first nine months were \$1,050.3 million more than those of the comparable period of 1997-98, an increase of 13.7%.

**Current Operations**

Expenditures for current operations for 1998-99 were greater than such expenditures for 1997-98 by \$1,196.8 million, or 16.2%.

**Capital Improvements**

Capital expenditures of \$337.2 million were appropriated for fiscal year 1998-99. Through March 31, 1999, \$46.4 million has been expended for capital improvements through appropriations.

**Debt Service**

Debt service expenditures of \$192.4 million were appropriated for 1998-99. Actual debt service through March 31, 1999 totaled \$128.3 million. Total debt service requirements for 1998-99 are \$200.3 million. Of this amount, \$192.4 million is funded by appropriation, and \$7.9 million is funded by departmental receipts.

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

March 31, 1999

(Expressed In Millions)

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<b><u>Liabilities:</u></b>	
Cash and Investments	\$ 2,315.2	Sales and Use Tax Payable	\$ 361.6
Advance to North Carolina Railroad	61.0	Beverage Tax Payable	18.7
		Scrap Tire Fees Payable	—
		White Goods	—
		<b>Total Liabilities</b>	<u>\$ 380.3</u>
		<b><u>Fund Balance:</u></b>	
		<b><u>Reserved :</u></b>	
		Savings Account (G.S. 143-15.3)	\$ 522.5
		Retirees' Health Premiums	265.9
		Repairs and Renovations (G.S. 143-15.3A)	17.6
		Clean Water Management Trust Fd (G.S. 143-15.3B)	—
		North Carolina Railroad Acquisition	61.0
		Work First	17.0
		Disproportionate Share	19.6
		Chemical Alcohol Testing	—
		<b>Total Reserved</b>	<u>\$ 903.6</u>
		<b><u>Unreserved :</u></b>	
		Fund Balance - July 1, 1998	515.2
		Contribution from Reserves - July 1, 1998	<u>227.8</u>
			<u>743.0</u>
		Excess of Revenue Over Expenditures - Nine Months Ended March 31, 1999	<u>349.3</u>
		<b>Total Unreserved</b>	<u>1,092.3</u>
		<b>Total Fund Balance</b>	<u>1,995.9</u>
<b>Total Assets</b>	<u>\$ 2,376.2</u>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 2,376.2</u>

**Bailey Case — State Tax Refunds - State Retirees.** State and local government retirees filed a class action suit in 1990 as a result of the repeal of the income tax exemption for state and local government retirement benefits. The original suit was dismissed after the North Carolina Supreme Court ruled in 1991 that the plaintiffs had failed to comply with state law requirements for challenging unconstitutional taxes and the United States Supreme Court denied review. In 1992, many of the same plaintiffs filed a new lawsuit alleging essentially the same claims, including breach of contract, unconstitutional impairment of contract rights by the State in taxing benefits that were allegedly promised to be tax exempt and violation of several state constitutional provisions.

**Patton Case — State Tax Refunds - Federal Retirees.** On May 23, 1995, retired federal employees sued for refund of income taxes paid upon pension income for tax years 1989 through 1993. They alleged that the incremental pension increases granted state retirees since 1989 unconstitutionally discriminate against them. The North Carolina Supreme Court ruled in the Bailey case on Friday, May 8, 1998. On June 9, 1998 representatives of the State and the various retirees involved in the Bailey and Patton cases announced a settlement in the amount of \$799 million. Of this amount, \$400 million is being paid in refunds in fiscal year 1998-99, and \$399 million will be paid in refunds during fiscal year 1999-2000.

**Smith v. State – Intangibles tax refunds to non-protesting taxpayers.** On February 21, 1996, the U.S. Supreme Court declared North Carolina's intangibles tax unconstitutional. Subsequently, the State made refunds of intangible taxes paid by all persons who had complied with the provisions of G.S. 105-267, **Taxes to be paid; suits for recovery of taxes**, for obtaining refunds of unconstitutional taxes. The Smith case is an action aimed principally at recovering intangibles tax refunds for taxpayers who failed to comply with the provisions of G.S. 105-267. On December 4, 1998, the Supreme Court ruled that North Carolina will have to pay refunds to non-protesters who paid intangibles taxes. Refunds to non-protesters will total approximately \$239.3 million plus interest of approximately \$120.8 million through June 30, 1999.

State of North Carolina

**SCHEDULE OF OPERATIONS  
GENERAL FUND**

For the Months of March 1999 and 1998, and the Nine Months Ended March 31, 1999 and 1998  
(Expressed In Millions)

	<u>Month</u>		<u>Year-To-Date</u>		<u>Authorized Budget</u>		<u>Percent of Budget Realized/Expended Year-To-Date</u>	
	<u>1998-99</u>	<u>1997-98</u>	<u>1998-99</u>	<u>1997-98</u>	<u>1998-99</u>	<u>1997-98</u>	<u>1998-99</u>	<u>1997-98</u>
	<b>Beg. Unreserved Fund Balance</b>	\$ 1,331.6	\$ 1,374.8	\$ 515.2	\$ 318.7	\$ 515.2	\$ 318.7	
Transfer from Reserved Fund Balance	—	—	227.8	174.5	227.8	174.5		
Transfer to Reserved Fund Balance	—	—	—	—	—	—		
	<u>1,331.6</u>	<u>1,374.8</u>	<u>743.0</u>	<u>493.2</u>	<u>743.0</u>	<u>493.2</u>		
<b>Revenues:</b>								
<b>Tax Revenues:</b>								
Individual Income	329.4	262.1	4,606.4	4,140.0	6,358.4	5,546.5	72.4%	74.6%
Corporate Income	135.3	118.8	552.3	455.7	743.1	679.6	74.3%	67.1%
Sales and Use	255.9	253.6	2,505.0	2,407.2	3,350.0	3,249.1	74.8%	74.1%
Franchise	108.9	104.9	329.8	327.5	434.8	409.9	75.9%	79.9%
Insurance	50.4	47.7	145.5	133.0	273.6	269.7	53.2%	49.3%
Beverage	13.0	12.4	117.4	112.8	158.0	152.7	74.3%	73.9%
Inheritance	15.9	13.0	132.2	99.8	155.4	137.8	85.1%	72.4%
Soft Drink	0.7	1.7	9.3	17.4	13.4	22.3	69.4%	78.0%
Privilege License	1.2	1.1	18.0	25.1	38.9	33.1	46.3%	75.8%
Tobacco Products	3.5	3.2	34.3	35.5	46.3	46.7	74.1%	76.0%
Real Estate Conveyance Excise	0.1	—	8.3	6.6	—	—	—	—
Intangibles	—	—	—	0.1	—	—	—	—
Gift	0.4	0.5	1.5	2.8	16.4	12.7	9.1%	22.0%
White Goods Disposal	0.3	0.5	0.9	1.7	—	—	—	—
Scrap Tire Disposal	0.7	0.7	2.2	2.2	—	—	—	—
Freight Car Lines	—	—	—	—	0.5	0.5	—	—
Other	—	(0.1)	—	—	0.7	0.7	—	—
<b>Total Tax Revenue</b>	<u>915.7</u>	<u>820.1</u>	<u>8,463.1</u>	<u>7,767.4</u>	<u>11,589.5</u>	<u>10,561.3</u>	73.0%	73.5%
<b>Non-Tax Revenue:</b>								
Treasurer's Investments	21.3	20.6	191.0	184.0	261.5	237.4	73.0%	77.5%
Judicial Fees	11.4	10.6	89.1	83.7	116.3	116.8	76.6%	71.7%
Insurance	—	0.2	11.1	10.5	21.4	20.6	51.9%	51.0%
Disproportionate Share	—	—	85.0	—	85.0	—	100.0%	—
Highway Fund Transfer In	3.3	3.1	9.9	9.3	13.4	12.6	73.9%	73.8%
Highway Trust Fund Transfer In	—	—	170.0	170.0	170.0	170.0	100.0%	100.0%
Other	7.3	4.1	69.6	50.9	111.7	74.9	62.3%	68.0%
<b>Total Non-Tax Revenue</b>	<u>43.3</u>	<u>38.6</u>	<u>625.7</u>	<u>508.4</u>	<u>779.3</u>	<u>632.3</u>	80.3%	80.4%
<b>Total Tax and Non-Tax Revenue</b>	<u>959.0</u>	<u>858.7</u>	<u>9,088.8</u>	<u>8,275.8</u>	<u>12,368.8</u>	<u>11,193.6</u>	73.5%	73.9%
<b>Bond Proceeds</b>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>450.0</u>	<u>450.0</u>	—	—
<b>Total Availability</b>	<u>2,290.6</u>	<u>2,233.5</u>	<u>9,831.8</u>	<u>8,769.0</u>	<u>13,561.8</u>	<u>12,136.8</u>	72.5%	72.3%
<b>Expenditures:</b>								
Current Operations	1,164.7	1,129.3	8,564.8	7,368.0	12,582.0	11,140.0	68.1%	66.1%
Capital Improvements:								
Funded by General Fund	—	—	46.4	245.4	337.2	327.3	13.8%	75.0%
Debt Service	33.6	24.4	128.3	75.8	192.4	118.5	66.7%	64.0%
	<u>1,198.3</u>	<u>1,153.7</u>	<u>8,739.5</u>	<u>7,689.2</u>	<u>13,111.6</u>	<u>11,585.8</u>	66.7%	66.4%
Capital Improvements:								
Funded by Bond Proceeds	—	—	—	—	450.0	450.0	—	—
<b>Total Expenditures</b>	<u>1,198.3</u>	<u>1,153.7</u>	<u>8,739.5</u>	<u>7,689.2</u>	<u>13,561.6</u>	<u>12,035.8</u>	64.4%	63.9%
<b>Unreserved Fund Balance</b>	<u>\$ 1,092.3</u>	<u>\$ 1,079.8</u>	<u>\$ 1,092.3</u>	<u>\$ 1,079.8</u>	<u>\$ 0.2</u>	<u>\$ 101.0</u>		

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

For the Month of March 1999, and the Nine Months Ended March 31, 1999

(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 [1]	\$ 307.1	\$ 329.4	\$ 22.3	107.3%	\$ 4,564.8	\$ 4,606.4	\$ 41.6	100.9%
Corporate Income [2]	115.6	135.3	19.7	117.0%	491.1	552.3	61.2	112.5%
Sales and Use	258.1	255.9	(2.2)	99.1%	2,496.5	2,505.0	8.5	100.3%
Franchise	113.1	108.9	(4.2)	96.3%	371.7	329.8	(41.9)	88.7%
Insurance	37.2	50.4	13.2	135.5%	123.3	145.5	22.2	118.0%
Beverage	12.6	13.0	0.4	103.2%	115.0	117.4	2.4	102.1%
Inheritance	12.9	15.9	3.0	123.3%	116.4	132.2	15.8	113.6%
Soft Drink	0.9	0.7	(0.2)	77.8%	10.7	9.3	(1.4)	86.9%
Privilege License	1.5	1.2	(0.3)	80.0%	19.7	18.0	(1.7)	91.4%
Tobacco Products	3.8	3.5	(0.3)	92.1%	34.9	34.3	(0.6)	98.3%
Real Estate Conveyance Excise	0.1	0.1	—	100.0%	8.3	8.3	—	100.0%
Gift	0.6	0.4	(0.2)	66.7%	2.2	1.5	(0.7)	68.2%
White Goods Disposal	0.3	0.3	—	100.0%	0.9	0.9	—	100.0%
Scrap Tire Disposal	0.7	0.7	—	100.0%	2.2	2.2	—	100.0%
Freight Car Lines	—	—	—	—	—	—	—	—
Other	—	—	—	—	—	—	—	—
<b>Total Tax Revenue</b>	<u>864.5</u>	<u>915.7</u>	<u>51.2</u>	105.9%	<u>8,357.7</u>	<u>8,463.1</u>	<u>105.4</u>	101.3%
<b>Non-Tax Revenue</b>								
Treasurer's Investments	21.8	21.3	(0.5)	97.7%	196.1	191.0	(5.1)	97.4%
Judicial Fees	9.9	11.4	1.5	115.2%	86.3	89.1	2.8	103.2%
Insurance	0.9	—	(0.9)	—	18.4	11.1	(7.3)	60.3%
Disproportionate share	—	—	—	—	85.0	85.0	—	100.0%
Highway Fund Transfer In	3.3	3.3	—	100.0%	9.9	9.9	—	100.0%
Highway Trust Fund Transfer In	—	—	—	—	170.0	170.0	—	100.0%
Other	6.6	7.3	0.7	110.6%	75.1	69.6	(5.5)	92.7%
<b>Total Non-Tax Revenue</b>	<u>42.5</u>	<u>43.3</u>	<u>0.8</u>	101.9%	<u>640.8</u>	<u>625.7</u>	<u>(15.1)</u>	97.6%
<b>Total Tax and Non-Tax Revenue</b>	<u>\$ 907.0</u>	<u>\$ 959.0</u>	<u>\$ 52.0</u>	105.7%	<u>\$ 8,998.5</u>	<u>\$ 9,088.8</u>	<u>\$ 90.3</u>	101.0%

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

	1998-99		1997-98	
	Current Month	Year-To-Date	Current Month	Year-To-Date
Individual Income Tax, Reported Net	\$ 329.4	\$ 4,606.4	\$ 262.1	\$ 4,140.0
Local Government Tax Reimbursement	—	129.0	—	129.0
Individual Income Tax, Adjusted for Transfers	<u>\$ 329.4</u>	<u>\$ 4,735.4</u>	<u>\$ 262.1</u>	<u>\$ 4,269.0</u>

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

	1998-99		1997-98	
	Current Month	Year-To-Date	Current Month	Year-To-Date
Corporate Income Tax, Reported Net	\$ 135.3	\$ 552.3	\$ 118.8	\$ 455.7
Public School Building Capital Fund	—	52.2	—	48.4
Critical School Facility Needs Fund	—	7.5	—	7.5
Local Government Tax Reimbursement	—	101.5	—	101.5
	—	161.2	—	157.4
Corporate Income Tax, Adjusted for Transfers	<u>\$ 135.3</u>	<u>\$ 713.5</u>	<u>\$ 118.8</u>	<u>\$ 613.1</u>

# State of North Carolina

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

For the Months of March 1999 and 1998, and the Nine Months Ended March 31, 1999 and 1998

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended		
	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	
A negative appropriation expenditure indicates that a budget code has non-appropriated authorized receipts that exceed authorized expenditures. Budget Code Expenditures minus Budget Code Receipts equal Budget Code Appropriation Expenditures.									
<b>General Fund Expenditures</b>									
<b>Current Operations :</b>									
<b>General Government</b>									
General Assembly	\$ 3.2	\$ 2.4	\$ 10.2	\$ 7.2	\$ 34.9	\$ 31.6	29.2%	22.8%	
Governor's Office	0.3	0.4	3.9	4.0	5.4	5.5	72.2%	72.7%	
Office of State Budget	0.4	0.3	3.0	2.9	4.5	4.1	66.7%	70.7%	
Office of State Planning	1.1	0.2	2.4	1.3	3.4	1.9	70.6%	68.4%	
Housing Finance Agency	—	—	4.3	7.3	4.3	7.3	100.0%	100.0%	
Disaster Relief	5.0	—	(82.0)	(105.6)	—	—	—	—	
Lieutenant Governor	0.1	0.1	0.5	0.5	0.7	0.6	71.4%	83.3%	
Secretary of State	0.6	0.6	4.1	4.5	7.0	6.7	58.6%	67.2%	
State Auditor	(0.1)	—	5.6	5.3	12.2	10.4	45.9%	51.0%	
State Treasurer	0.1	—	4.0	2.6	8.3	7.1	48.2%	36.6%	
Retirement and Employee Benefits	0.9	0.9	408.0	6.9	412.3	11.9	99.0%	58.0%	
Fire Safety Loan	—	—	—	—	—	—	—	—	
Administration	4.5	5.4	39.8	38.7	61.7	58.6	64.5%	66.0%	
Office of the State Controller	0.8	0.7	8.6	6.6	13.2	10.8	65.2%	61.1%	
Revenue	6.2	6.0	50.4	48.2	84.2	69.6	59.9%	69.3%	
Cultural Resources	6.1	6.7	59.0	43.7	73.7	65.0	80.1%	67.2%	
State Information Processing Service	0.4	5.1	2.3	24.0	6.1	51.1	37.7%	47.0%	
Cultural Resources - Roanoke Island Commission	—	—	1.9	1.6	1.9	1.6	100.0%	100.0%	
Board of Elections	0.2	—	(2.2)	(2.8)	3.8	1.6	(57.9%)	(175.0%)	
Office of Administrative Hearings	0.2	0.2	1.7	1.7	2.8	2.4	60.7%	70.8%	
Rules Review Committee	—	—	0.2	0.2	0.3	0.5	66.7%	40.0%	
	<u>30.0</u>	<u>29.0</u>	<u>525.7</u>	<u>98.8</u>	<u>740.7</u>	<u>348.3</u>	<u>71.0%</u>	<u>28.4%</u>	
Reserves - General Assembly	0.6	—	4.8	3.7	8.3	5.0	57.8%	74.0%	
Reserves - Contingency & Emergency	—	—	—	—	0.7	1.0	—	—	
Reserves - SPA Salary Increases	—	—	—	—	2.8	—	—	—	
Reserves - Salary Adjustments	—	—	—	—	—	0.6	—	—	
Reserves - Year 2000	—	—	—	—	—	—	—	—	
Reserves - Education Technology Equipment	—	—	—	—	—	—	—	—	
Reserves - Nonrecurring Compensation Increase	—	—	—	—	2.8	—	—	—	
Reserves - Welfare Reform	—	—	—	—	0.4	0.9	—	—	
Reserves - Administrative Rules Process	—	—	—	—	—	—	—	—	
Reserves - Salary Adjustments 1997-99	—	—	—	—	0.6	0.3	—	—	
Reserves - Salary Adjustments 1997-99	—	—	—	—	0.7	1.5	—	—	
Reserves - Child Support Legislation	—	—	—	—	—	—	—	—	
Reserves - Retirement Adjustment	—	—	—	—	(0.4)	(0.1)	—	—	
Reserves - Postage Reduction	—	—	—	—	(0.1)	(0.1)	—	—	
Reserves - Criminal Justice Information System	—	—	—	—	—	—	—	—	
Reserves - Retirement Adjustment	—	—	—	—	—	—	—	—	
Reserves - Moving Expenses	—	—	(1.8)	(1.8)	—	—	—	—	
Reserves - Clean Water	—	—	—	—	—	—	—	—	
Reserves - Juvenile Justice	—	—	—	—	6.5	—	—	—	
	<u>0.6</u>	<u>—</u>	<u>3.0</u>	<u>1.9</u>	<u>22.3</u>	<u>9.1</u>	<u>13.5%</u>	<u>20.9%</u>	
Total - General Government	<u>30.6</u>	<u>29.0</u>	<u>528.7</u>	<u>100.7</u>	<u>763.0</u>	<u>357.4</u>	<u>69.3%</u>	<u>28.2%</u>	

# State of North Carolina

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

For the Months of March 1999 and 1998, and the Nine Months Ended March 31, 1999 and 1998

(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98
<b>Education</b>								
Public Instruction	422.2	415.8	3,407.4	3,127.9	5,068.6	4,697.9	67.2%	66.6%
North Carolina School of Science and Mathematics	0.3	1.4	6.5	6.6	10.5	10.1	61.9%	65.3%
Community Colleges	50.5	48.0	391.3	368.4	587.5	534.9	66.6%	68.9%
	<u>473.0</u>	<u>465.2</u>	<u>3,805.2</u>	<u>3,502.9</u>	<u>5,666.6</u>	<u>5,242.9</u>	67.2%	66.8%
<b>University System :</b>								
University of North Carolina - General Admin.	2.6	2.0	35.6	31.6	48.8	41.6	73.0%	76.0%
UNC - GA Institutional Programs and Facilities	—	—	—	—	1.0	0.1	—	—
UNC - GA Related Educational Programs	21.8	16.4	77.0	65.4	77.6	66.2	99.2%	98.8%
UNC - Chapel Hill Academic Affairs	17.2	16.9	115.9	99.0	188.7	170.7	61.4%	58.0%
UNC - Chapel Hill Health Affairs	11.3	11.2	100.2	92.5	149.2	141.5	67.2%	65.4%
UNC - Chapel Hill Area Health Affairs	3.0	1.9	28.9	28.0	44.4	43.4	65.1%	64.5%
NCSU - Academic Affairs	23.7	23.8	150.3	141.0	250.5	224.7	60.0%	62.8%
NCSU - Agricultural Research	4.6	4.8	35.3	34.0	48.6	45.1	72.6%	75.4%
NCSU - Agricultural Extension Service	3.1	2.9	27.7	25.6	36.5	34.7	75.9%	73.8%
University of North Carolina at Greensboro	8.0	7.5	48.0	44.5	82.3	75.3	58.3%	59.1%
University of North Carolina at Charlotte	12.2	7.9	51.6	47.4	87.3	79.6	59.1%	59.5%
University of North Carolina at Asheville	2.3	4.4	15.9	15.9	23.7	22.4	67.1%	71.0%
University of North Carolina at Wilmington	4.9	4.4	31.1	29.2	52.4	47.6	59.4%	61.3%
East Carolina University	11.1	9.4	66.9	59.9	108.9	97.8	61.4%	61.2%
ECU - Health Affairs	3.8	3.7	31.3	29.1	45.2	43.6	69.2%	66.7%
North Carolina A&T University	11.6	5.8	36.5	34.7	57.3	52.6	63.7%	66.0%
Western Carolina University	4.1	4.8	31.6	30.3	50.2	47.3	62.9%	64.1%
Appalachian State University	10.1	8.1	51.9	47.7	75.9	70.7	68.4%	67.5%
Pembroke State University	2.7	2.3	14.8	13.6	22.3	20.9	66.4%	65.1%
Winston-Salem State University	2.5	1.7	17.5	15.9	26.1	22.8	67.0%	69.7%
Elizabeth City State University	1.7	2.3	14.7	13.5	20.4	18.8	72.1%	71.8%
Fayetteville State University	2.8	2.7	19.4	18.6	27.6	25.5	70.3%	72.9%
North Carolina Central University	6.8	3.3	27.4	25.5	42.4	36.8	64.6%	69.3%
North Carolina School of the Arts	0.5	0.7	8.9	8.0	14.5	13.9	61.4%	57.6%
University of North Carolina Hospitals	4.1	3.1	27.4	27.5	37.0	36.4	74.1%	75.5%
	<u>176.5</u>	<u>152.0</u>	<u>1,065.8</u>	<u>978.4</u>	<u>1,618.8</u>	<u>1,480.0</u>	65.8%	66.1%
<b>Total - Education</b>	<u>649.5</u>	<u>617.2</u>	<u>4,871.0</u>	<u>4,481.3</u>	<u>7,285.4</u>	<u>6,722.9</u>	66.9%	66.7%
<b>Health and Human Services</b>								
HHS - Administration	56.3	4.7	84.5	30.8	121.2	49.9	69.7%	61.7%
Aging	1.9	2.0	19.7	13.5	32.2	24.6	61.2%	54.9%
Child Development	17.1	17.6	116.3	112.9	210.9	172.3	55.1%	65.5%
Services for Deaf & Hearing Impaired	2.4	2.4	22.1	20.1	30.9	28.7	71.5%	70.0%
Health Services (Reorganization FY 1997-98)	11.9	15.1	75.7	80.0	130.1	120.0	58.2%	66.7%
Social Services	(4.0)	21.2	94.2	112.0	160.3	168.1	58.8%	66.6%
Medical Assistance	187.3	208.3	961.7	772.6	1,341.9	1,157.1	71.7%	66.8%
Children's Health Insurance	0.8	—	4.3	—	15.4	—	27.9%	—
Services for the Blind	1.9	1.6	11.5	9.4	18.8	16.5	61.2%	57.0%
Mental Health	1.0	49.1	395.9	402.3	556.3	553.9	71.2%	72.6%
Facility Services	0.5	(0.1)	3.8	3.2	10.3	8.1	36.9%	39.5%
Vocational Rehabilitation	2.9	4.9	18.4	16.5	36.0	34.4	51.1%	48.0%
Youth Services	7.6	7.2	64.0	61.8	95.9	89.3	66.7%	69.2%
<b>Total - Health and Human Services</b>	<u>287.6</u>	<u>334.0</u>	<u>1,872.1</u>	<u>1,635.1</u>	<u>2,760.2</u>	<u>2,422.9</u>	67.8%	67.5%

State of North Carolina

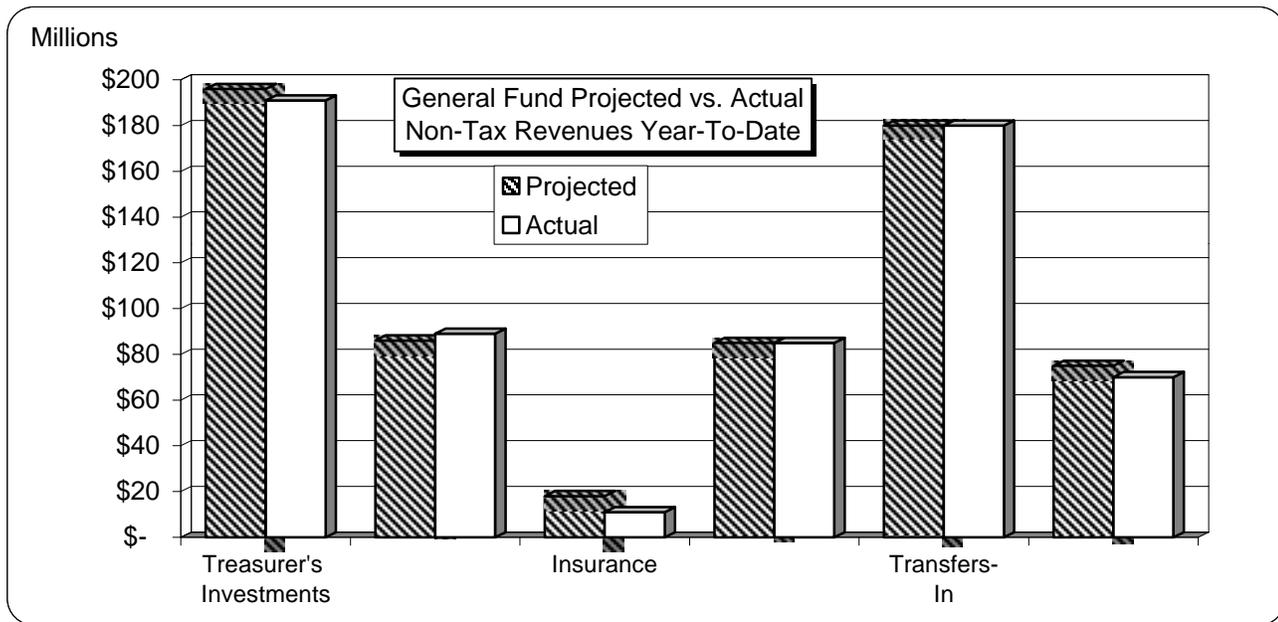
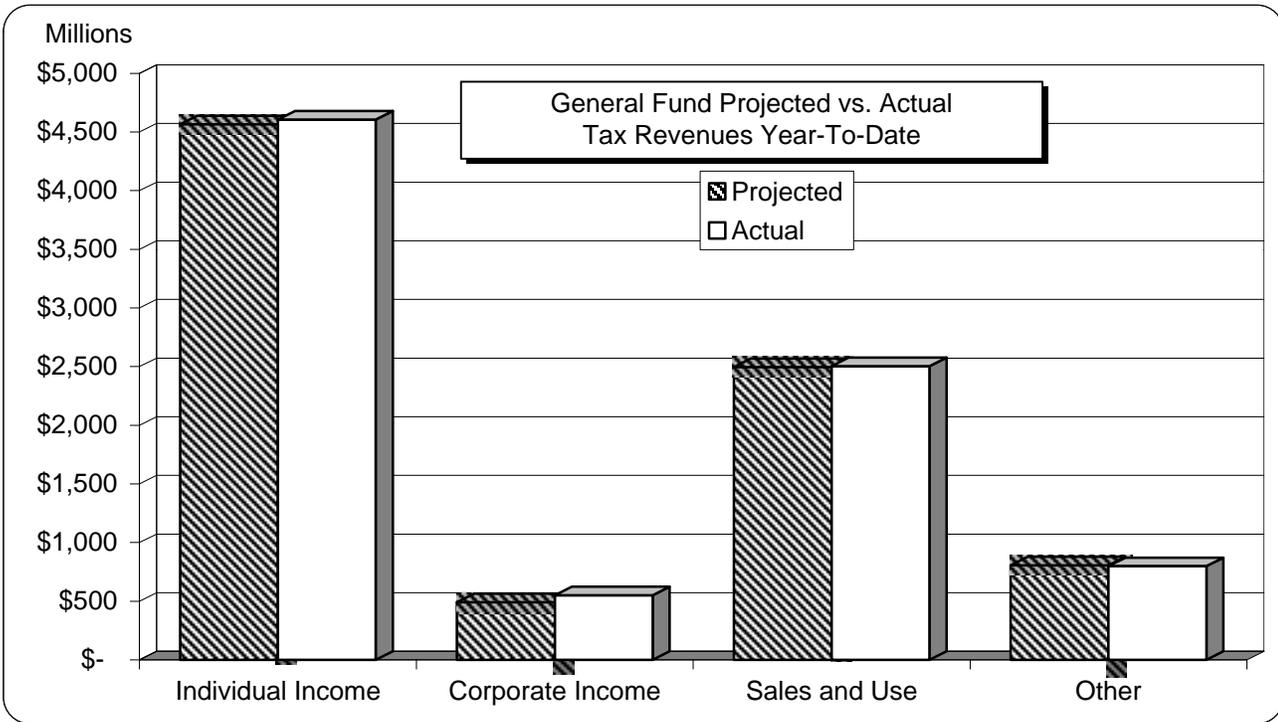
**SCHEDULE OF APPROPRIATION EXPENDITURES  
BY FUNCTION AND DEPARTMENT  
GENERAL FUND**

For the Months of March 1999 and 1998, and the Nine Months Ended March 31, 1999 and 1998

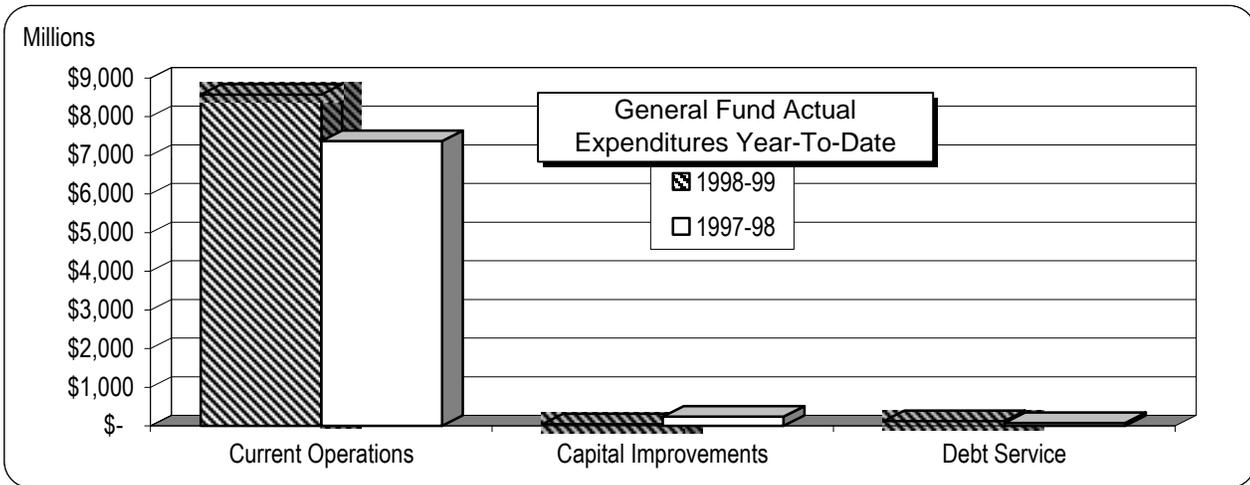
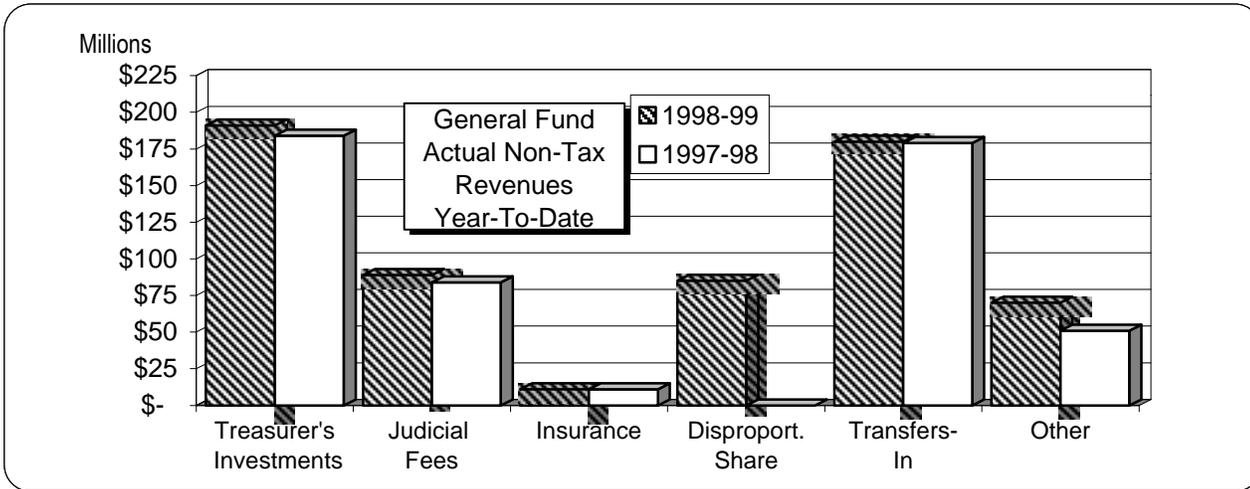
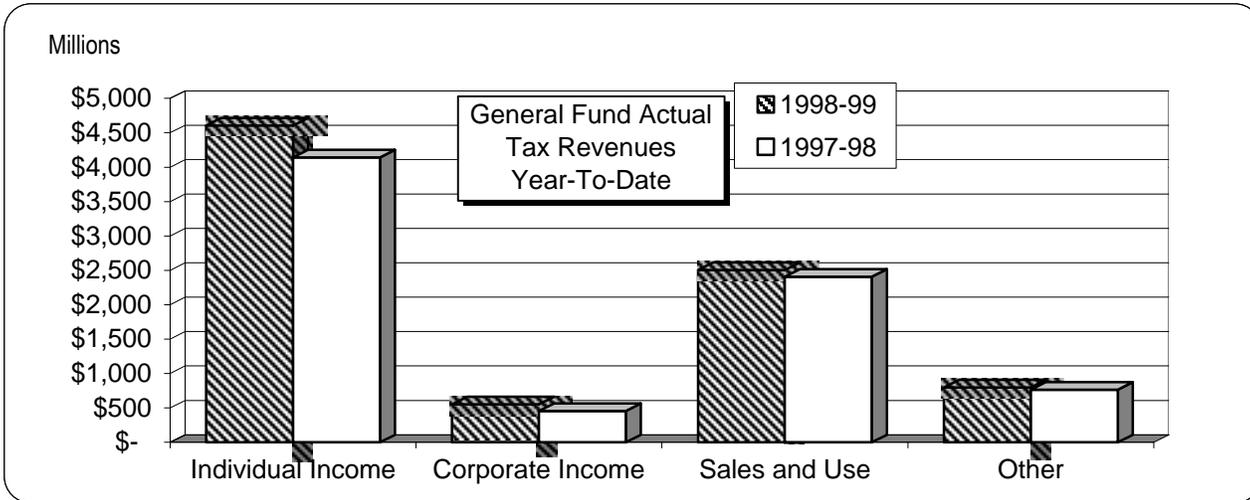
(Expressed In Millions)

	Month		Year-To-Date		Authorized Budget		Percent of Budget Expended	
	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98
<b>Economic Development</b>								
Commerce	2.9	4.7	31.5	29.6	54.4	48.7	57.9%	60.8%
Commerce - State Aid to Nonstate Entities	2.3	—	33.1	11.4	45.1	12.7	73.4%	89.8%
Microelectronics Center	—	0.4	—	3.4	—	4.5	—	75.6%
Biotechnology Center	—	1.3	—	12.1	—	16.2	—	74.7%
Rural Economic Development Center	—	0.7	—	5.5	—	7.3	—	75.3%
Transportation - Airport	—	—	11.2	8.0	11.2	10.6	100.0%	75.5%
Transportation - Railroads	—	—	—	—	—	—	—	—
Total - Economic Development	5.2	7.1	75.8	70.0	110.7	100.0	68.5%	70.0%
<b>Environment and Natural Resources</b>								
Environment and Natural Resources (Reorganization FY 1997-98)	19.2	14.3	116.6	105.2	163.5	165.6	71.3%	63.5%
Environment and Natural Resources - State Aid	47.4	—	47.4	—	47.4	—	100.0%	—
<b>Total - Environment and Natural Resources</b>	66.6	14.3	164.0	105.2	210.9	165.6	171.3%	63.5%
<b>Public Safety, Correction, and Regulation</b>								
Judicial	31.7	34.9	256.5	244.3	352.4	333.7	72.8%	73.2%
Justice	6.2	6.0	50.3	46.6	74.4	71.3	67.6%	65.4%
Labor	1.1	1.5	10.3	11.3	17.6	17.0	58.5%	66.5%
Insurance	1.8	1.6	15.0	14.2	22.7	20.4	66.1%	69.6%
Insurance - RICO	—	—	4.5	4.5	4.5	4.5	100.0%	100.0%
Correction	77.4	73.8	654.8	604.5	885.1	837.2	74.0%	72.2%
Crime Control	0.7	4.7	21.4	15.0	36.7	34.9	58.3%	43.0%
Total - Public Safety, Correction, and Regulation	118.9	122.5	1,012.8	940.4	1,393.4	1,319.0	72.7%	71.3%
<b>Agriculture</b>								
Agriculture and Consumer Services	6.5	5.5	40.5	35.3	58.5	52.7	69.2%	67.0%
<b>Rounding [*]</b>	(0.2)	(0.3)	(0.1)	—	(0.1)	(0.5)	N/A	N/A
<b>Total Current Operations</b>	1,164.7	1,129.3	8,564.8	7,368.0	12,582.0	11,140.0	68.1%	66.1%
<b>Capital Improvements</b>								
Funded by General Fund	—	—	46.4	245.4	337.2	327.3	13.8%	75.0%
<b>Debt Service</b>								
	33.6	24.4	128.3	75.8	192.4	118.5	66.7%	64.0%
	1,198.3	1,153.7	8,739.5	7,689.2	13,111.6	11,585.8	66.7%	66.4%
<b>Capital Improvements</b>								
Funded by Bond Proceeds	—	—	—	—	450.0	450.0	—	—
<b>Total Expenditures</b>	\$ 1,198.3	\$ 1,153.7	\$ 8,739.5	\$ 7,689.2	\$ 13,561.6	\$ 12,035.8	64.4%	63.9%

[\*] 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.



March 31, 1999



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

March 31, 1999

(Expressed in Millions)

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<b>Liabilities:</b>	
Cash and Short-term Investments	\$ 292.0	Accounts Payable	\$ 4.1
		Contracts Payable - Retained Percentage	31.1
Accounts Receivable	44.2	Accrued Payroll	16.1
Inventory	40.6	Retainage Paid to Escrow Agents	28.6
Other Assets	118.5	FHWA - Advanced Right-of-way Revolving Fund	9.9
		Allowance for Employees' Leave	27.6
		Other Liabilities	<u>111.3</u>
		<b>Total Liabilities</b>	\$ 228.7
		<b>Fund Balance:</b>	
		Fund Balance - July 1, 1998	119.9
		Excess of Revenues Over Expenditures -	
		Nine Months Ended March 31, 1999	<u>146.7</u>
		<b>Total Fund Balance</b>	<u>266.6</u>
<b>Total Assets</b>	<u>\$ 495.3</u>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 495.3</u>

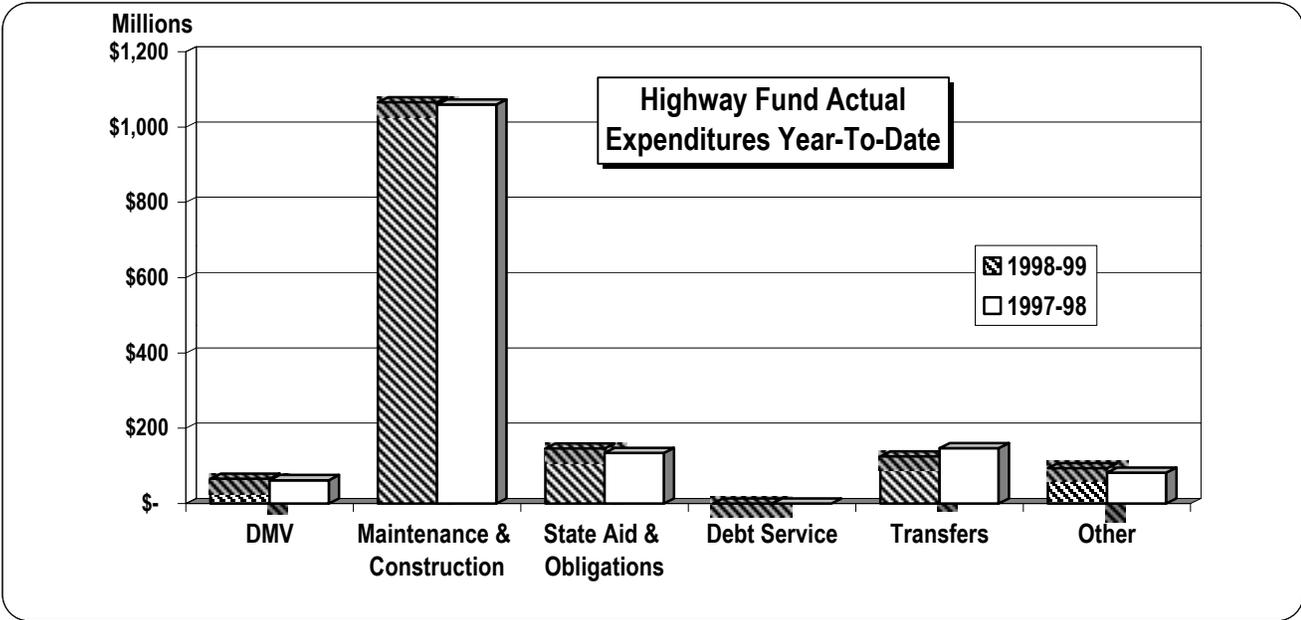
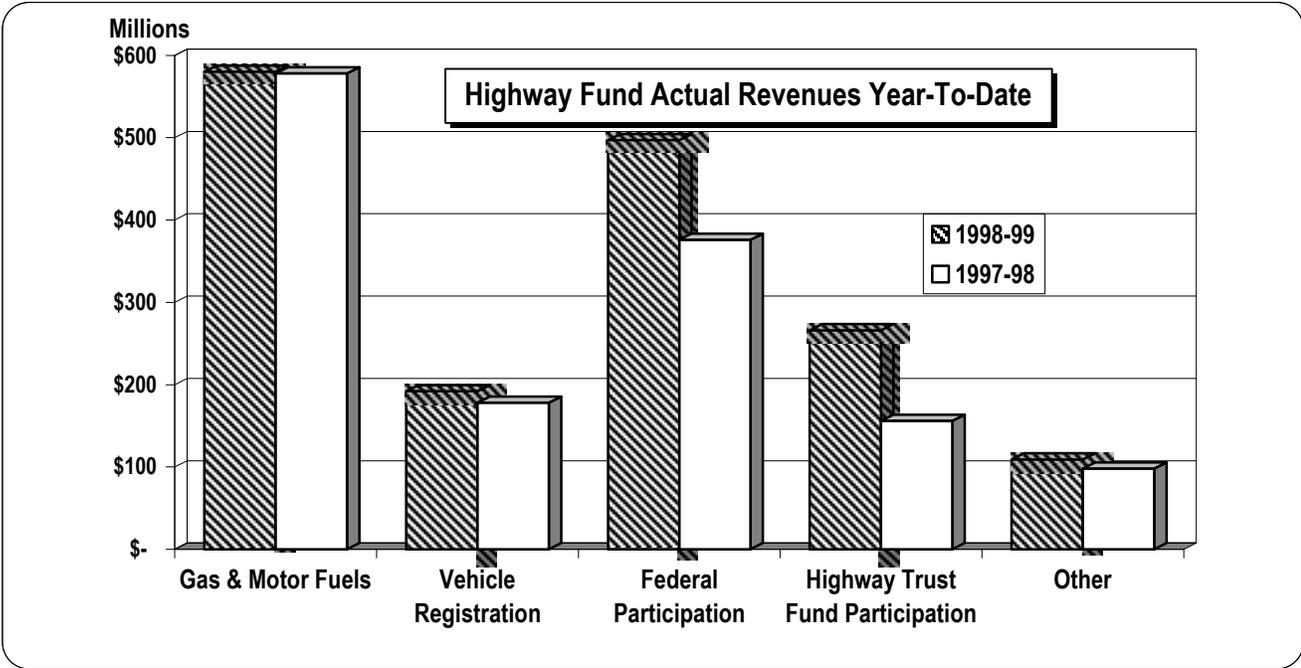
## SCHEDULE OF REVENUES BY OBJECT AND EXPENDITURES BY FUNCTION HIGHWAY FUND

For the Months of March 1999 and 1998, and the Nine Months Ended March 31, 1999 and 1998

(Expressed in Millions)

	Month		Year-To-Date		[1] Authorized Budget		Percent of Budget Realized/Expended	
	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98
<b>Revenues:</b>								
Gasoline Tax (\$.0025)	\$ 1.0	\$ 0.9	\$ 9.3	\$ 8.8	\$ 12.5	\$ 12.4	74.4%	71.0%
Motor Fuels Tax	52.8	54.8	\$ 570.4	\$ 568.9	779.3	760.3	73.2%	74.8%
<b>Total Taxes</b>	<b>53.8</b>	<b>55.7</b>	<b>579.7</b>	<b>577.7</b>	<b>791.8</b>	<b>772.7</b>	<b>73.2%</b>	<b>74.8%</b>
Motor Vehicle Registration	20.8	19.5	191.7	178.0	240.9	233.1	79.6%	76.4%
Other Fees, Licenses, Fines	8.3	8.7	69.2	72.3	99.8	95.4	69.3%	75.8%
Transfer From Highway Trust Fund	—	—	—	—	—	—	—	—
Treasurer's Investments	1.6	0.9	8.6	6.9	12.6	17.0	68.3%	40.6%
Departmental Revenues	—	0.1	0.3	0.7	0.8	0.6	37.5%	116.7%
<b>Total Non-Tax</b>	<b>30.7</b>	<b>29.2</b>	<b>269.8</b>	<b>257.9</b>	<b>354.1</b>	<b>346.1</b>	<b>76.2%</b>	<b>74.5%</b>
<b>Total Tax and Non-Tax</b>	<b>84.5</b>	<b>84.9</b>	<b>849.5</b>	<b>835.6</b>	<b>1,145.9</b>	<b>1,118.8</b>	<b>74.1%</b>	<b>74.7%</b>
Federal Funds Participation	47.9	57.0	497.2	376.2	1,820.1	1,338.6	27.3%	28.1%
Highway Trust Fund Participation	24.0	10.0	265.9	156.0	537.8	466.7	49.4%	33.4%
Other Participation	2.5	3.8	30.8	18.4	78.1	57.8	39.4%	31.8%
<b>Total Other Revenues</b>	<b>74.4</b>	<b>70.8</b>	<b>793.9</b>	<b>550.6</b>	<b>2,436.0</b>	<b>1,863.1</b>	<b>32.6%</b>	<b>29.6%</b>
<b>Total Revenues</b>	<b>158.9</b>	<b>155.7</b>	<b>1,643.4</b>	<b>1,386.2</b>	<b>3,581.9</b>	<b>2,981.9</b>	<b>45.9%</b>	<b>46.5%</b>
<b>Expenditures:</b>								
Administration	4.6	2.9	48.7	39.2	80.5	65.5	60.5%	59.8%
Operations	1.6	—	24.7	24.2	37.8	36.7	65.3%	65.9%
Transfers to Other State Agencies	14.9	23.1	125.3	146.8	191.5	209.5	65.4%	70.1%
Division of Motor Vehicles	6.7	6.2	65.8	61.9	97.5	91.7	67.5%	67.5%
State Highway Maintenance	28.1	30.5	320.1	356.3	568.4	625.5	56.3%	57.0%
State Highway Construction	14.2	11.7	177.5	173.5	436.9	439.4	40.6%	39.5%
Federal Aid - Highway Construction	53.4	55.3	568.3	530.2	2,471.8	1,977.4	23.0%	26.8%
State Aid and Obligations	9.2	16.8	145.8	133.9	271.8	253.3	53.6%	52.9%
Other Expenditures	3.3	5.7	20.5	18.4	61.8	50.7	33.2%	36.3%
Debt Service	—	—	—	—	—	—	—	—
<b>Total Expenditures</b>	<b>136.0</b>	<b>152.2</b>	<b>1,496.7</b>	<b>1,484.4</b>	<b>4,218.0</b>	<b>3,749.7</b>	<b>35.5%</b>	<b>39.6%</b>
<b>Excess of Revenues Over/(Under)</b>								
<b>Expenditures</b>	22.9	3.5	146.7	(98.2)	(636.1)	(767.8)		
<b>Anticipation of Revenues :</b>								
Cash-flow Contract	—	—	—	—	28.0	28.0		
Cash-flow Provisions - G.S. 136-176 and G.S. 143-28.1	—	—	—	—	488.3	513.7		
<b>Beginning Balance</b>	<b>243.7</b>	<b>125.5</b>	<b>119.9</b>	<b>227.2</b>	<b>119.9</b>	<b>227.2</b>		
<b>Ending Balance</b>	<b>\$ 266.6</b>	<b>\$ 129.0</b>	<b>\$ 266.6</b>	<b>\$ 129.0</b>	<b>\$ 0.1</b>	<b>\$ 1.1</b>		

[1] Multi-year budget.



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

March 31, 1999  
(Expressed in Millions)

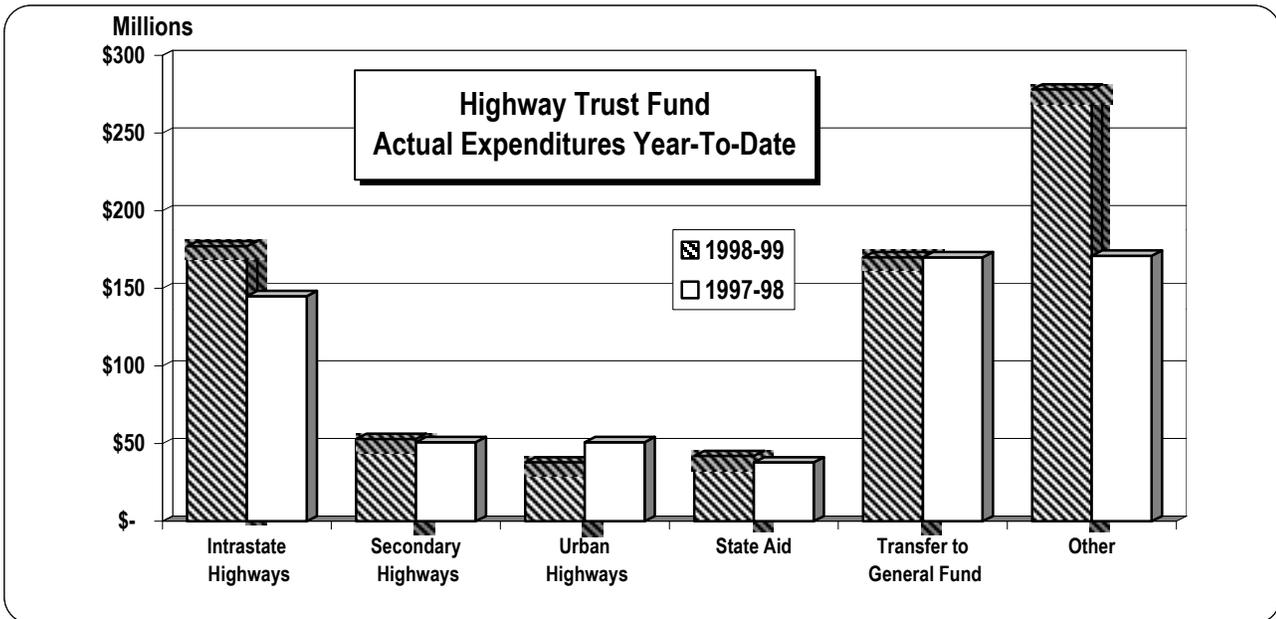
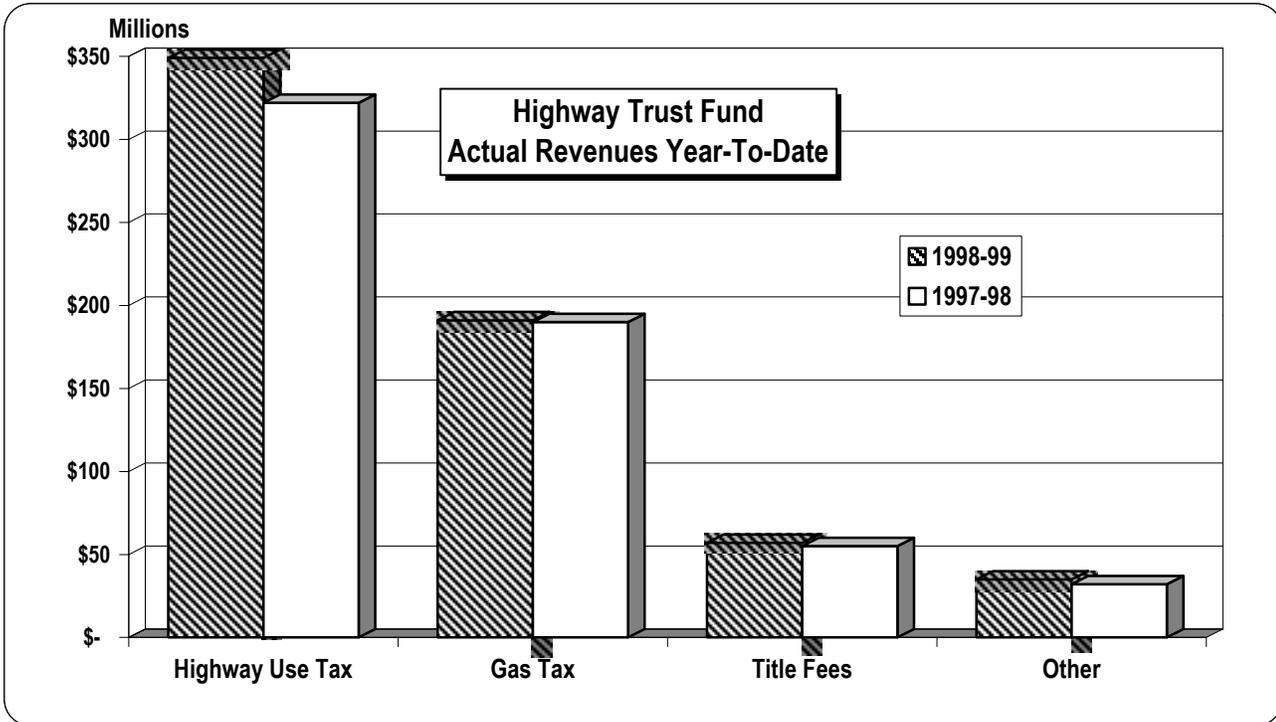
<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<b>Liabilities:</b>	
Cash and Short-term Investments	\$ 667.0	Due to Highway Fund	\$ 146.2
		Due to Bond Fund	10.9
Accounts Receivable	0.1		
		<b>Total Liabilities</b>	<u>          \$ 157.1</u>
Due from Highway Fund	77.4		
		<b>Fund Balance:</b>	
		Fund Balance - July 1, 1998	718.7
		Excess of Revenue Over/(Under) Expenditures -	
		Nine Months Ended March 31, 1999	<u>(131.3)</u>
		<b>Total Fund Balance</b>	<u>587.4</u>
<b>Total Assets</b>	<u>\$ 744.5</u>	<b>Total Liabilities and Fund Balance</b>	<u>\$ 744.5</u>

**SCHEDULE OF REVENUES BY OBJECT AND EXPENDITURES BY FUNCTION  
HIGHWAY TRUST FUND**

For the Months of March 1999 and 1998, and the Nine Months Ended March 31, 1999 and 1998  
(Expressed in Millions)

	Month		Year-To-Date		[2] Authorized Budget		Percent of Budget Realized/Expended	
	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98	1998-99	1997-98
<b>Revenues:</b>								
Highway Use Tax	\$ 45.0	\$ 39.8	\$ 349.1	\$ 322.4	\$ 457.6	\$ 437.4	76.3%	73.7%
Gasoline Tax	18.1	18.3	190.6	190.1	259.7	253.4	73.4%	75.0%
<b>Total Taxes</b>	<b>63.1</b>	<b>58.1</b>	<b>539.7</b>	<b>512.5</b>	<b>717.3</b>	<b>690.8</b>	<b>75.2%</b>	<b>74.2%</b>
Motor Vehicle Title Fees	7.8	7.1	56.8	54.5	78.7	73.3	72.2%	74.4%
Treasurer's Investments	3.0	3.5	26.1	23.1	31.4	28.4	83.1%	81.3%
Lien Recording	0.1	0.2	1.6	1.8	2.6	2.5	61.5%	72.0%
Miscellaneous Registration Fees	0.9	0.9	7.2	7.1	10.0	10.8	72.0%	65.7%
Transfer from Highway Fund	—	9.5	—	28.5	—	38.0	—	75.0%
Other Non-Tax	—	—	0.3	0.3	3.5	3.2	8.6%	9.4%
<b>Total Non-Tax</b>	<b>11.8</b>	<b>21.2</b>	<b>92.0</b>	<b>115.3</b>	<b>126.2</b>	<b>156.2</b>	<b>72.9%</b>	<b>73.8%</b>
<b>Total Revenues</b>	<b>74.9</b>	<b>79.3</b>	<b>631.7</b>	<b>627.8</b>	<b>843.5</b>	<b>847.0</b>	<b>74.9%</b>	<b>74.1%</b>
<b>Expenditures:</b>								
Program Administration	4.5	7.0	13.5	16.0	27.2	25.9	49.6%	61.8%
Intrastate Highway System	15.0	11.3	176.6	145.2	460.8	624.0	38.3%	23.3%
Secondary Highway System	3.9	3.1	52.6	51.3	112.9	123.4	46.6%	41.6%
Urban Highway System	2.8	6.0	38.1	51.0	278.4	197.4	13.7%	25.8%
State Aid-Municipalities	—	—	42.3	37.8	82.1	78.2	51.5%	48.3%
Transfer to General Fund	—	—	170.0	170.0	170.0	170.0	100.0%	100.0%
Transfer to Highway Fund	24.0	10.0	264.1	155.1	536.2	465.8	49.3%	33.3%
Debt Service	—	—	5.8	—	28.4	—	20.4%	—
<b>Total Expenditures</b>	<b>50.2</b>	<b>37.4</b>	<b>763.0</b>	<b>626.4</b>	<b>1,696.0</b>	<b>1,684.7</b>	<b>45.0%</b>	<b>37.2%</b>
<b>Excess of Revenues Over/(Under) Expenditures</b>	<b>24.7</b>	<b>41.9</b>	<b>(131.3)</b>	<b>1.4</b>	<b>(852.5)</b>	<b>(837.7)</b>		
<b>Anticipation of Revenues :</b>								
Cash-flow Provisions - G.S. 136-176 and G.S. 143-28.1	—	—	—	—	133.8	160.1		
<b>Beginning Balance</b>	<b>562.7</b>	<b>637.1</b>	<b>718.7</b>	<b>677.6</b>	<b>718.7</b>	<b>677.6</b>		
<b>Ending Balance</b>	<b>\$ 587.4</b>	<b>\$ 679.0</b>	<b>\$ 587.4</b>	<b>\$ 679.0</b>	<b>\$ —</b>	<b>\$ —</b>		

[2] Multi-year budget.



State of North Carolina

**SCHEDULE OF DEBT SERVICE REQUIREMENTS  
GENERAL OBLIGATION DEBT - GENERAL FUND AND HIGHWAY FUND**

For the Fiscal Year 1998-99

Issue	Description	Due Date	General Fund Principal	General Fund Interest	General Fund Discount	Highway Fund Principal	Highway Fund Interest
06/01/76	Public School Facilities, Series C.....	12/1/98	\$ 2,000,000.00	\$ 40,000.00	\$	\$	\$
06/01/76	Clean Water, Series C.....	12/1/98	1,000,000.00	20,000.00			
11/01/79	Public Improvement of 1979.....	11/1/98		137,500.00			
11/01/79	Public Improvement of 1979.....	5/1/99	5,000,000.00	137,500.00			
05/01/89	Capital Improvement Series, 1989.....	11/1/98					
05/01/89	Capital Improvement Series, 1989.....	5/1/99	1,910,000.00		(994,243.55)		
03/01/91	Capital Improvement, Series A.....	9/1/98		982,625.00			
03/01/91	Capital Improvement, Series A.....	3/1/99	8,300,000.00	982,625.00			
10/01/91	Capital Improvement Series, 1991.....	10/1/98		697,200.00			
10/01/91	Capital Improvement Series, 1991.....	4/1/99	6,200,000.00	697,200.00			
03/01/92	Prison and Youth Serv. Fac., Series A.....	9/1/98		1,073,600.00			
03/01/92	Prison and Youth Serv. Fac., Series A.....	3/1/99	8,800,000.00	1,073,600.00			
10/01/93	Prison and Youth Serv. Fac., Series B.....	12/1/98		1,716,750.00			
10/01/93	Prison and Youth Serv. Fac., Series B.....	6/1/99	3,600,000.00	1,716,750.00			
10/01/93	Public Improvement Refunding, Series 1993.....	8/1/98	17,665,000.00	929,602.50			
10/01/93	Public Improvement Refunding, Series 1993.....	2/1/99		602,800.00			
10/01/93	Clean Water Refunding, Series 1993.....	12/1/98		242,910.00			
10/01/93	Clean Water Refunding, Series 1993.....	6/1/99	4,130,000.00	242,910.00			
10/15/93	Prison and Youth Services Facilities Refunding, Series C.....	9/1/98		1,496,030.00			
10/15/93	Prison and Youth Services Facilities Refunding, Series C.....	3/1/99	590,000.00	1,496,030.00			
02/01/94	Capital Improvement, Series 1994A.....	8/1/98		8,750,375.00			
02/01/94	Capital Improvement, Series 1994A.....	2/1/99	7,500,000.00	8,750,375.00			
10/01/94	Clean Water Bonds, Series 1994A.....	12/1/98		1,035,500.00			
10/01/94	Clean Water Bonds, Series 1994A.....	6/1/99	2,000,000.00	1,035,500.00			
11/01/94	Clean Water Bonds, Series 1994B.....	12/1/98		196,000.00			
11/01/94	Clean Water Bonds, Series 1994B.....	6/1/99	4,000,000.00	196,000.00			
06/01/95	Clean Water Bonds, Series 1995A.....	12/1/98		1,483,500.00			
06/01/95	Clean Water Bonds, Series 1995A.....	6/1/99	3,000,000.00	1,483,500.00			
07/01/95	Clean Water Bonds, Series 1995B.....	12/1/98		213,750.00			
07/01/95	Clean Water Bonds, Series 1995B.....	6/1/99	5,000,000.00	213,750.00			
01/01/97	Capital Improvement, Series 1997.....	12/1/98		4,861,500.00			
01/01/97	Capital Improvement, Series 1997.....	6/1/99	3,000,000.00	4,861,500.00			
03/01/97	Public School Building, Series 1997A.....	9/1/98		11,390,500.00			
03/01/97	Public School Building, Series 1997A.....	3/1/99	8,000,000.00	11,390,500.00			
11/01/97	Highway Bonds, Series 1997A.....	11/1/98					5,841,462.50
11/01/97	Highway Bonds, Series 1997A.....	5/1/99				16,675,000.00	5,841,462.50
04/01/98	Public School Building, Series 1998A.....	10/1/98		10,721,875.00			
04/01/98	Public School Building, Series 1998A.....	4/1/99	16,000,000.00	10,721,875.00			
			<u>\$ 107,695,000.00</u>	<u>\$ 91,591,632.50</u>	<u>\$ (994,243.55)</u>	<u>\$ 16,675,000.00</u>	<u>\$ 11,682,925.00</u>
<b>Total Principal</b>			<b>\$ 124,370,000.00</b>			<b>Total Interest</b>	<b>\$ 103,274,557.50</b>

Due Date	General Fund New Issues	General Fund Principal	General Fund Interest	General Fund Discount	Highway Fund New Issues	Highway Fund Principal	Highway Fund Interest	Outstanding, Net of Unamortized Disc.
Jul 1, 1998	\$	\$	\$	\$	\$	\$	\$	\$ 2,123,943,710.08
Aug 1, 1998		17,665,000.00	9,679,977.50					2,106,278,710.08
Sep 1, 1998			14,942,755.00					2,106,278,710.08
Oct 1, 1998			11,419,075.00					2,106,278,710.08
Nov 1, 1998			137,500.00				5,841,462.50	2,106,278,710.08
Dec 1, 1998		3,000,000.00	9,809,910.00					2,103,278,710.08
Jan 1, 1999								2,103,278,710.08
Feb 1, 1999		7,500,000.00	9,353,175.00					2,095,778,710.08
Mar 1, 1999		25,690,000.00	14,942,755.00					2,070,088,710.08
Apr 1, 1999		22,200,000.00	11,419,075.00					2,047,888,710.08
May 1, 1999		6,910,000.00	137,500.00	(994,243.55)		16,675,000.00	5,841,462.50	2,025,297,953.63
Jun 1, 1999		24,730,000.00	9,749,910.00					2,000,567,953.63
		<u>\$ 107,695,000.00</u>	<u>\$ 91,591,632.50</u>	<u>\$ (994,243.55)</u>	<u>\$</u>	<u>\$ 16,675,000.00</u>	<u>\$ 11,682,925.00</u>	
				Total Principal				
				Total Interest				
				Total Requirements				