

**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2011
III: STATISTICAL AND TREND INFORMATION**

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E. Financial Trends Schedules:	Subsection III.E	163

This section includes schedules that illustrate fiscal capacity, financial trends, and other important information of the County. The information has been extracted from current and prior years' financial and compliance reports and other relevant supplemental materials.

Schedules on revenue capacity concern the County's reliance on and changes in property taxes in recent years. Schedules on debt capacity regard the County's reliance on and changes in borrowed funds in recent years. The demographic, economic, and operating schedules help you ascertain the environment in which the County operates. Schedules on financial trends outline the changes in the County's financial status and activities over recent years.

Beginning with implementation of GASB Statement Number 34 with the fiscal year ended June 30, 2003, certain government-wide information is presented on the full accrual basis of accounting. Schedules that present government-wide information will not include information prior to that date.

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**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2011
III: STATISTICAL AND TREND INFORMATION
A. Information for Publicly Sold Securities**

The pages herein contain information required by Securities and Exchange Commission (SEC) Rule 15c2-12 and pertain to the following:

Issuer: Cleveland County, North Carolina
Contact Person: C. D. Crepps
Fiscal Year Ended: June 30, 2011
Reporting Period: July 1, 2011 to September 30, 2011
Six-Digit Cusips: 186036 & 18604S

Subject: Notice of Filing of Annual Information

As required by the undertaking, the "Issuer" certifies that the required annual financial information, as described in the susceptible final official statements, has herewith been provided in a timely manner to the continuing disclosure service of the Municipal Securities Rulemaking Board's Electronic Municipal Market Access system ("EMMA"). I am duly authorized by the "Issuer" and have sufficient information available to make this certification regarding all subject obligations issued with the "Six-Digit Cusips" assigned to "Issuer".

Subject: Certification of Material Events Notice

SEC Rule 15c2-12(b)(5)(iii) requires an "Issuer" or other obligated person to provide notice within ten business days of any of the following events with respect to the various publicly offered securities:

1. Principal and interest payment delinquencies
2. Non-payment related defaults, if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties
4. Unscheduled draws on credit enhancements reflecting financial difficulties
5. Substitution of credit or liquidity providers, or their failure to perform
6. Adverse tax opinions, IRS notices, or material events affecting the tax status of the security
7. Modifications to rights of security holders, if material
8. Bond calls, if material, and tender offers
9. Defeasances
10. Release, substitution, or sale of property securing repayment of the securities, if material
11. Rating changes
12. Bankruptcy, insolvency, receivership, or similar event of the County
13. Merger, consolidation, acquisition, or sale of all or substantially all assets of the County
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material
15. Failure to file continuing annual information disclosure, both timely and accurately

I hereby certify that there have been no occurrences of the events listed above that are of a material nature during the "Fiscal Year Ended", or subsequent thereto, through the "Reporting Period." I am duly authorized by the "Issuer" and have received no information to the contrary.

Subject: Information Required by Securities and Exchange Commission Rule 15c2-12

The items in this subsection present certain information required by SEC Rule 15c2-12:

	Identifier	Page No.
1. Tax Information and Debt Information (including bonds issued)	Exhibit III.A.1	140
2. Budget Ordinance as of July 1, 2011 - Annually Budgeted Funds	Exhibit III.A.2	141
3. Budget Amended as of September 30, 2011 - Annually Budgeted Funds	Exhibit III.A.3	142
4. Budget Reconciliation as of September 30, 2011 - Annually Budgeted Funds	Exhibit III.A.4	143
Also, other pertinent information, such as the item listed below, can be found in this report. List of Principal County Officials	Subsection I.B	11

Respectfully yours,

C. D. Crepps

C. D. Crepps, County Finance Director

Cleveland County, North Carolina

1. Tax Information and Debt Information (including bonds issued)

Exhibit III.A.1

For the Year Ended June 30, 2011

Property Tax Information

PROPERTY TAX LEVIES AND COLLECTIONS, PRINCIPAL TAXPAYERS, and OTHER INFORMATION

Please refer to the schedules and page numbers in the list below from this report (Cleveland County, North Carolina's Annual Financial and Compliance Report For the Year Ended June 30, 2011).

<u>Description</u>	<u>Identifier</u>	<u>Page No.</u>
"Analysis of Current Tax Levy - County Government" for the most recent fiscal year	Exhibit II.E.03	125
"Schedule of Ad Valorem Taxes Receivable - County Gov't" for the most recent fiscal year	Exhibit II.E.04	126
"Property Tax Levies by Taxing District" for twelve most recent fiscal years	Exhibit III.B.1	146
"Property Tax Levies and Collections" for twelve most recent fiscal years	Exhibit III.B.2	146
"Direct and Overlapping Property Tax Rates" for twelve most recent fiscal years	Exhibit III.B.3	148
"Principal Taxpayers" for the years ended June 30, 2011, 2008, 2005, and 2002	Exhibit III.B.4	150
"Assessed Value of Taxable Property and Tax Rates" for twelve most recent fiscal years	Exhibit III.B.5	152

Note: The latest revaluation of real property became effective with the tax levy for the fiscal year that began July 1, 2008. The next scheduled revaluation of real property will become effective with the tax levy for the fiscal year beginning July 1, 2014.

Debt Information

BONDS ISSUED AND SUBJECT TO SEC RULE 15c2-12

2009-10 \$22,000,000 Public School Bonds, Series 2010A&B, 10.3 years/average maturity, 5.30% true interest cost
 1997-98 \$3,100,000 Community College Bonds, Series 1998, 11.74 years/average maturity, 4.66% true interest cost

GENERAL OBLIGATION (G.O.) BONDS AUTHORIZED AND UNISSUED

None

G.O. DEBT RATIOS and G.O. DEBT INFORMATION FOR UNDERLYING UNITS

Please refer to the report "Analysis of Debt of North Carolina Counties, Municipalities And Districts at June 30, 2011", filed with the Municipal Securities Rulemaking Board (MSRB) by the Division of State and Local Government Finance of the North Carolina Department of State Treasurer.

G.O. DEBT, G.O. DEBT SERVICE REQUIREMENTS, LEGAL DEBT LIMIT, and OTHER LONG-TERM COMMITMENTS

Please refer to the schedules and page numbers in the list below from this report (Cleveland County, North Carolina's Annual Financial and Compliance Report For the Year Ended June 30, 2011).

<u>Description</u>	<u>Identifier</u>	<u>Page No.</u>
"Notes to Financial Statements"		
"Pension Plan Obligations"	Note b.B.2	66
"Closure and Post-Closure Care Costs - Solid Waste Landfill Facility"	Note b.B.3	70
"Capital Leases"	Note b.B.7.a	72
"Total Indebtedness"	Note b.B.7.e	73
"Conduit Debt Obligations"	Note b.B.7.f	75
"Long-Term Obligation Activity"	Note b.B.7.h	77
"Computation of Legal Debt Margin" for twelve most recent fiscal years	Exhibit III.C.1	152
"Computation of Direct Debt - General Obligation Bonds" for the most recent fiscal year	Exhibit III.C.2	153
"Annual Requirements and Debt Limitations for General Obligation Bonds"	Exhibit III.C.3	153
"Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Government Expenditures" for twelve most recent fiscal years	Exhibit III.C.4	154
"Breakdown of Outstanding Debt" for twelve most recent fiscal years	Exhibit III.C.5	154
"Ratios of Outstanding Debt" for twelve most recent fiscal years	Exhibit III.C.6	155

Cleveland County, North Carolina
2. Budget Ordinance as of July 1, 2011 - Annually Budgeted Funds

Exhibit III.A.2

For the Year Ending June 30, 2012

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Solid Waste Fund	
ESTIMATED REVENUES					
Ad valorem taxes	\$ 48,742,575	\$ 865,000	\$ -	\$ -	\$ 49,607,575
Other taxes / Assessments	8,419,000	616,896	-	1,614,941	10,650,837
Intergovernmental, unrestricted	429,000	-	-	-	429,000
Intergovernmental, restricted	20,782,762	-	1,612,810	15,000	22,410,572
Licenses, permits, and fees	886,500	-	-	-	886,500
Sales and services (dept fees)	10,315,492	-	-	3,047,324	13,362,816
Investment earnings	565,000	-	-	7,686	572,686
Miscellaneous	274,200	-	-	135,000	409,200
Total estimated revenues	90,414,529	1,481,896	1,612,810	4,819,951	98,329,186
APPROPRIATIONS					
General government	10,365,766	-	-	-	10,365,766
Transportation	39,465	-	-	-	39,465
Public safety	18,019,707	1,867,065	-	-	19,886,772
Human services	37,098,597	-	-	-	37,098,597
Environmental	-	-	-	5,303,728	5,303,728
Education	21,903,343	-	-	-	21,903,343
Economic and physical development	1,259,535	-	-	-	1,259,535
Cultural and recreational	1,208,574	-	-	-	1,208,574
Schools capital outlay	3,040,000	-	-	-	3,040,000
Debt service, principal reduction	65,606	-	3,370,394	-	3,436,000
Debt service, interest	3,620	-	2,279,667	-	2,283,287
Total appropriations	93,004,213	1,867,065	5,650,061	5,303,728	105,825,067
Estimated revenues over (under) appropriations	(2,589,684)	(385,169)	(4,037,251)	(483,777)	(7,495,881)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds:					
General Fund	-	-	2,122,997	250,000	2,372,997
Special Revenue Funds	69,097	-	-	-	69,097
Capital Projects Fund	1,290,000	-	1,914,254	-	3,204,254
Solid Waste Fund	266,223	-	-	-	266,223
Transfers to other funds:					
General Fund	-	(69,097)	-	(266,223)	(335,320)
Debt Service Fund	(2,122,997)	-	-	-	(2,122,997)
Capital Projects Fund	(1,100,000)	-	-	-	(1,100,000)
Solid Waste Fund	(250,000)	-	-	-	(250,000)
Appropriated fund balances	4,437,361	454,266	-	500,000	5,391,627
Total other financing sources (uses)	2,589,684	385,169	4,037,251	483,777	7,495,881
Estimated revenues and other financing sources over (under) appropriations and other financing uses	\$ -	\$ -	\$ -	\$ -	\$ -

Cleveland County, North Carolina

3. Budget Amended as of September 30, 2011 - Annually Budgeted Funds

Exhibit III.A.3

For the Year Ending June 30, 2012

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Solid Waste Fund	
ESTIMATED REVENUES					
Ad valorem taxes	\$ 49,437,315	\$ 865,000	\$ -	\$ -	\$ 50,302,315
Other taxes / Assessments	8,419,000	616,896	-	1,614,941	10,650,837
Intergovernmental, unrestricted	429,000	-	-	-	429,000
Intergovernmental, restricted	23,419,061	-	1,612,810	15,000	25,046,871
Licenses, permits, and fees	886,500	-	-	-	886,500
Sales and services (dept fees)	10,355,978	-	-	3,047,324	13,403,302
Investment earnings	565,000	-	-	7,686	572,686
Miscellaneous	274,845	-	-	135,000	409,845
Total estimated revenues	93,786,699	1,481,896	1,612,810	4,819,951	101,701,356
APPROPRIATIONS					
General government	10,950,962	-	-	-	10,950,962
Transportation	39,465	-	-	-	39,465
Public safety	18,502,305	1,906,831	-	-	20,409,136
Human services	36,799,040	-	-	-	36,799,040
Environmental	-	-	-	6,794,489	6,794,489
Education	22,598,083	-	-	-	22,598,083
Economic and physical development	3,395,073	-	-	-	3,395,073
Cultural and recreational	1,295,202	-	-	-	1,295,202
Schools capital outlay	3,040,000	-	-	-	3,040,000
Debt service, principal reduction	65,606	-	3,370,394	-	3,436,000
Debt service, interest	3,620	-	2,279,667	-	2,283,287
Total appropriations	96,689,356	1,906,831	5,650,061	6,794,489	111,040,737
Estimated revenues over (under) appropriations	(2,902,657)	(424,935)	(4,037,251)	(1,974,538)	(9,339,381)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds:					
General Fund	-	-	2,122,997	250,000	2,372,997
Special Revenue Funds	69,097	-	-	-	69,097
Capital Projects Fund	1,290,000	-	1,914,254	-	3,204,254
Solid Waste Fund	266,223	-	-	-	266,223
Transfers to other funds:					
General Fund	-	(69,097)	-	(266,223)	(335,320)
Debt Service Fund	(2,122,997)	-	-	-	(2,122,997)
Capital Projects Fund	(1,512,390)	-	-	(3,000,000)	(4,512,390)
Solid Waste Fund	(250,000)	-	-	-	(250,000)
Appropriated fund balances	5,162,724	494,032	-	4,990,761	10,647,517
Total other financing sources (uses)	2,902,657	424,935	4,037,251	1,974,538	9,339,381
Estimated revenues and other financing sources over (under) appropriations and other financing uses	\$ -	\$ -	\$ -	\$ -	\$ -

Cleveland County, North Carolina

4. Budget Reconciliation as of September 30, 2011 - Annually Budgeted Funds

Exhibit III.A.4

For the Year Ending June 30, 2012

Description	Governmental Funds			Proprietary Fund		Total
	General Fund	Special Revenue Funds	Debt Service Fund	Solid Waste Fund		
APPROPRIATIONS AND TRANSFERS OUT PER BUDGET ORDINANCE						
General Fund:						
Primary Government Services	\$ 47,942,557	\$ -	\$ -	\$ -	\$ -	\$ 47,942,557
Social Services and Public Assistance	23,365,053	-	-	-	-	23,365,053
Public Health Services	13,183,322	-	-	-	-	13,183,322
Employee Wellness	863,200	-	-	-	-	863,200
Court Facilities	321,078	-	-	-	-	321,078
Public School District	10,080,000	-	-	-	-	10,080,000
Workers' Compensation	722,000	-	-	-	-	722,000
Special Revenue Funds:						
Emergency Telephone	-	381,896	-	-	-	381,896
County Fire Service District	-	1,554,266	-	-	-	1,554,266
Debt Service Fund	-	-	5,650,061	-	-	5,650,061
Solid Waste Fund	-	-	-	5,569,951	-	5,569,951
Total appropriations and transfers out per budget ordinance	96,477,210	1,936,162	5,650,061	5,569,951		109,633,384
APPROPRIATIONS AND TRANSFERS OUT PER BUDGET AMENDMENTS						
July	3,320,441	39,766	-	4,490,761	-	7,850,968
August	369,850	-	-	-	-	369,850
September	407,242	-	-	-	-	407,242
Total appropriations and transfers out per budget amendments	4,097,533	39,766	-	4,490,761		8,628,060
TOTAL BUDGET TO DATE	100,574,743	1,975,928	5,650,061	10,060,712		118,261,444
LESS: TRANSFERS OUT	(3,885,387)	(69,097)	-	(3,266,223)		(7,220,707)
TOTAL APPROPRIATIONS	\$ 96,689,356	\$ 1,906,831	\$ 5,650,061	\$ 6,794,489		\$ 111,040,737

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**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2011
III: STATISTICAL AND TREND INFORMATION
B. Revenue Capacity Schedules:**

	Identifier	Page No.
1. Property Tax Levies by Taxing District (twelve most recent fiscal years)	Exhibit III.B.1	146
2. Property Tax Levies and Collections (twelve most recent fiscal years)	Exhibit III.B.2	146
3. Direct and Overlapping Property Tax Rates (twelve most recent fiscal years)	Exhibit III.B.3	148
4. Principal Taxpayers - Current versus 3, 6, and 9 years ago	Exhibit III.B.4	150
5. Assessed Value of Taxable Property and Property Tax Rates (twelve most	Exhibit III.B.5	152

**III: STATISTICAL AND TREND INFORMATION
B. Revenue Capacity Schedules:**

	Identifier	Page No.
1. Computation of Legal Debt Margin (twelve most recent fiscal years)	Exhibit III.C.1	152
2. Computation of Direct and Underlying Debt for non-Revenue Bonded Debt	Exhibit III.C.2	153
3. Annual Requirements and Debt Limitations for non-Revenue Bonded Debt	Exhibit III.C.3	153
4. Ratio of Annual Debt Service Expenditures for non-Revenue Bonded Debt to Total General Governmental Expenditures (twelve most recent fiscal years)	Exhibit III.C.4	154
5. Breakdown of Outstanding Debt (twelve most recent fiscal years)	Exhibit III.C.5	154
6. Ratios of Outstanding Debt (twelve most recent fiscal years)	Exhibit III.C.6	155

Cleveland County, North Carolina

1. Property Tax Levies by Taxing District (twelve most recent fiscal years)

(continued on next page)

Exhibit III.B.1

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	County-Wide		Special	Agency Funds		
	County Government	Public Schools	County Fire	County Schools	Kings Mountain Schools	Shelby City Schools
2011	\$ 38,150,463	\$ 10,039,541	\$ 859,529	\$ -	\$ -	\$ -
2010	37,937,850	9,983,359	858,599	-	-	-
2009	38,035,443	10,001,743	865,440	-	-	-
2008	35,495,516	9,180,062	796,340	-	-	-
2007	34,992,445	9,041,235	778,464	-	-	-
2006	34,304,168	8,872,808	751,964	-	-	-
2005	33,654,906	8,702,570	731,336	-	-	-
2004	31,810,691	8,208,648	644,205	-	-	-
2003	31,082,261	8,023,050	659,290	-	-	-
2002	30,734,285	7,898,388	637,681	-	-	-
2001	29,818,887	6,967,370	607,130	224,992	274,742	165,205
2000	25,968,750	-	351,725	2,467,183	1,917,582	1,470,234

Note: Special levies for school district and fire districts are included in these computations.

Cleveland County, North Carolina

2. Property Tax Levies and Collections (twelve most recent fiscal years)

(continued on next page)

Exhibit III.B.2

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Levy	First Year		Collections and Abatements after 1st Year
		Collections in First Year	Percent Collected	
2011	\$ 49,471,422	\$ 47,595,790	96.209%	\$ -
2010	49,202,687	47,199,319	95.928%	1,552,859
2009	49,317,117	46,878,947	95.056%	2,206,638
2008	45,765,637	43,518,113	95.089%	2,067,930
2007	45,118,371	43,026,504	95.364%	1,952,511
2006	44,236,504	42,170,493	95.330%	1,942,510
2005	43,419,903	41,221,362	94.937%	2,088,509
2004	40,973,570	38,712,884	94.483%	2,143,326
2003	40,064,096	37,736,229	94.190%	2,221,666
2002	39,571,729	37,246,560	94.124%	2,217,892
2001	38,351,161	35,890,180	93.583%	2,459,935
2000	32,429,062	30,492,676	94.029%	1,935,635

Note: Special levies for school district and fire districts are included in these computations.

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Agency Funds (cont.)			
Fallston Fire	Lattimore Fire	Rippy Fire	All Districts
\$ 135,345	\$ 93,711	\$ 192,833	\$ 49,471,422
134,943	93,175	194,761	49,202,687
131,002	91,163	192,326	49,317,117
123,261	55,272	115,186	45,765,637
118,199	74,086	113,942	45,118,371
119,269	76,048	112,247	44,236,504
139,441	79,069	112,581	43,419,903
140,364	69,961	99,701	40,973,570
126,435	68,761	104,299	40,064,096
135,081	70,737	95,557	39,571,729
132,345	70,839	89,651	38,351,161
108,957	64,332	80,299	32,429,062

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Total Collections To Date	Percent Collected	Balance Delinquent	Percent Delinquent
\$ 47,595,790	96.209%	\$ 1,875,632	3.791%
48,752,178	99.084%	450,509	0.916%
49,085,585	99.531%	231,532	0.469%
45,586,043	99.608%	179,594	0.392%
44,979,015	99.691%	139,356	0.309%
44,113,003	99.721%	123,501	0.279%
43,309,871	99.747%	110,032	0.253%
40,856,210	99.714%	117,360	0.286%
39,957,895	99.735%	106,201	0.265%
39,464,452	99.729%	107,277	0.271%
38,350,115	99.997%	1,046	0.003%
32,428,311	99.998%	751	0.002%

Cleveland County, North Carolina

3. Direct and Overlapping Property Tax Rates (twelve most recent fiscal years)

(continued below and on next page)

Exhibit III.B.3

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	County-Wide		Special	Agency Funds		
	County Government	Public Schools	County Fire	County Schools	Kings Mountain Schools	Shelby City Schools
2011	\$ 0.005700	\$ 0.001500	\$ 0.000300	n/a	n/a	n/a
2010	0.005700	0.001500	0.000300	n/a	n/a	n/a
2009	0.005800	0.001500	0.000300	n/a	n/a	n/a
2008	0.005800	0.001500	0.000300	n/a	n/a	n/a
2007	0.005800	0.001500	0.000300	n/a	n/a	n/a
2006	0.005800	0.001500	0.000300	n/a	n/a	n/a
2005	0.006200	0.001600	0.000300	n/a	n/a	n/a
2004	0.006200	0.001600	0.000300	n/a	n/a	n/a
2003	0.006200	0.001600	0.000300	n/a	n/a	n/a
2002	0.006200	0.001600	0.000300	n/a	n/a	n/a
2001	0.006270	n/a	0.000200	\$ 0.001000	\$ 0.001900	\$ 0.002200
2000	0.006270	n/a	0.000200	0.001000	0.001900	0.002200

Note: The County-wide property tax rate includes only the County General Fund and the Consolidated School System Special Revenue Fund.

(continued from above and on next page)

Fiscal Year Ended June 30	Agency Funds (cont.)					
	Town of Boiling Springs	Town of Grover	City of Kings Mountain	City of Kings Mountain MSD	Town of Lattimore	Town of Kingstown
2011	\$ 0.002900	\$ 0.003800	\$ 0.004000	\$ 0.002362	\$ 0.001800	\$ 0.003500
2010	0.002900	0.003800	0.004000	0.002362	0.001800	0.003500
2009	0.003000	0.003800	0.004000	0.002362	0.001800	0.003500
2008	0.003000	0.003800	0.004000	0.002362	0.001800	0.003500
2007	0.003000	0.003600	0.003600	0.002362	0.001800	0.003500
2006	0.003000	0.003600	0.003600	0.002362	0.001800	0.003500
2005	0.003300	0.002900	0.003600	n/a	0.002000	0.003500
2004	0.003000	0.002900	0.003600	n/a	0.002000	0.003500
2003	0.002800	0.002900	0.003600	n/a	0.002000	0.003500
2002	0.002800	0.002900	0.003600	n/a	0.002000	0.003500
2001	0.003000	0.002900	0.004000	n/a	0.002000	0.003500
2000	0.003000	0.002900	0.004000	n/a	0.001500	0.003500

Note: Three municipalities in the County do not levy property taxes within their jurisdiction. The three municipalities are the Town of Belwood, Town of Mooresboro, and Town of Patterson Springs.

(continued from previous page)

Agency Funds (cont.)					
Fallston Fire	Lattimore Fire	Rippy Fire	County Water	City of Shelby	City of Shelby MSD
\$ 0.000500	\$ 0.000300	\$ 0.000500	\$ 0.000200	\$ 0.004350	\$ 0.002200
0.000500	0.000300	0.000500	0.000200	0.004350	0.002200
0.000500	0.000300	0.000500	0.000200	0.004350	0.002200
0.000500	0.000200	0.000300	0.000200	0.004200	0.002700
0.000500	0.000200	0.000300	0.000200	0.004200	0.002700
0.000600	0.000200	0.000300	0.000200	0.004200	0.002700
0.000700	0.000200	0.000300	0.000200	0.004200	0.002700
0.000700	0.000200	0.000300	0.000200	0.004200	0.002700
0.000700	0.000200	0.000300	0.000200	0.004200	0.002700
0.000700	0.000200	0.000300	0.000200	0.004200	0.002700
0.000700	0.000200	0.000300	0.000200	0.004700	0.003000
0.000700	0.000200	0.000300	0.000200	0.004700	0.003000

(continued from previous page)

Agency Funds (cont.)					
Town of Fallston	Town of Earl	Town of Polkville	Town of Lawndale	Town of Casar	Town of Waco
\$ 0.000500	\$ 0.001700	\$ 0.000500	\$ 0.002300	\$ 0.000500	\$ 0.001500
0.000500	0.001700	0.000500	0.002300	0.000500	0.001200
0.000500	0.001700	0.000500	0.002300	0.000500	0.001200
0.000500	0.001700	0.000500	0.002300	0.000500	0.001200
0.000500	0.001700	0.000500	0.002300	0.000500	0.001200
0.000500	0.001800	0.000500	0.002300	0.000500	0.001000
0.000500	0.001800	0.000500	0.002300	0.000500	0.001000
0.000500	0.001800	0.000500	0.002300	0.000500	0.001000
0.000500	0.001800	0.000500	0.002300	0.000500	0.001000
0.000500	0.001000	0.000500	0.002300	0.000500	0.001000
0.000500	0.001000	0.000500	0.002300	0.000500	0.000500
0.000500	0.001000	0.000500	0.002300	0.000500	0.000500

Cleveland County, North Carolina

4. Principal Taxpayers - Current versus 3, 6, and 9 years ago

(continued below and on next page)

Exhibit III.B.4

For the Year Ended June 30, 2011

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation	Tax Levy
1. Duke Energy	Electric Utility	\$ 283,516,066	4.246%	\$ 2,155,920
2. PPG Industries, Inc.	Fiberglass	100,196,814	1.501%	1,124,212
3. Wal-Mart	Warehouse/Retail Store	73,357,802	1.099%	847,283
4. BellSouth Telephone	Telecommunications	31,571,243	0.473%	398,985
5. Eaton Corporation	Truck Transmissions	39,350,023	0.589%	302,995
6. Ticona Polymers	Polymers	39,840,849	0.597%	298,586
7. Southeastern Container	Plastic Bottles	19,433,225	0.291%	217,652
8. Curtiss Wright Controls	Aircraft Parts	15,560,162	0.233%	177,588
9. Baldor Electric	Electric Motors	22,816,793	0.342%	175,689
10. ChemataII Foote	Mining	14,419,206	0.216%	161,495
11. Shelby Mall LLC	Real Estate	13,606,248	0.204%	157,152
12. Performance Fibers	Apparel	19,784,759	0.296%	156,300
Totals		\$ 673,453,190	10.087%	\$ 6,173,856

Cleveland County, North Carolina

4. Principal Taxpayers - Current versus 3, 6, and 9 years ago

(continued from above and on next page)

Exhibit III.B.4

For the Year Ended June 30, 2008

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation	Tax Levy
1. PPG Industries, Inc.	Fiberglass	\$ 97,942,650	1.603%	\$ 1,567,910
2. Wal-Mart	Warehouse/Retail Store	96,052,626	1.572%	1,119,013
3. Duke Energy	Electric Utility	135,020,288	2.209%	1,084,676
4. Eaton Corporation	Truck Transmissions	50,688,597	0.829%	395,371
5. Ticona Polymers	Polymers	46,942,814	0.768%	366,154
6. BellSouth Telephone	Telecommunications	36,223,845	0.593%	337,984
7. Copeland Corporation	Air Compressors	26,585,930	0.435%	308,107
8. Entertainment Distribution	Laser Discs	28,899,218	0.473%	225,464
9. Southeastern Container	Plastic Bottles	17,805,322	0.291%	201,200
10. Reliance Electric	Electric Motors	22,226,892	0.364%	173,420
11. Shelby Mall LLC	Real Estate	12,759,211	0.209%	148,645
12. Hanesbrands Direct	Apparel	18,320,332	0.300%	142,899
Totals		\$ 589,467,725	9.645%	\$ 6,070,843

Cleveland County, North Carolina

4. Principal Taxpayers - Current versus 3, 6, and 9 years ago

(continued below and from previous page)

Exhibit III.B.4

For the Year Ended June 30, 2005

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation	Tax Levy
1. PPG Industries, Inc.	Fiberglass	\$ 141,975,834	2.454%	\$ 1,098,203
2. Wal-Mart	Warehouse/Retail Store	87,205,874	1.507%	1,002,868
3. Duke Energy	Electric Utility	118,597,123	2.050%	945,859
4. Ticona Celanese	Polymers	65,749,526	1.137%	512,846
5. Copeland Corporation	Air Compressors	43,011,804	0.743%	494,636
6. Eaton Corporation	Truck Transmissions	47,439,698	0.820%	370,030
7. Bell South	Telecommunications	38,835,729	0.671%	360,920
8. UMG/PMDC CBL	Laser Discs	39,273,871	0.679%	306,386
9. Reliance Electric	Electric Motors	38,011,930	0.657%	296,543
10. Arteva/Kosa	Polymers	29,757,586	0.514%	232,109
11. Honeywell/Fasco Controls	Electronics	16,695,415	0.289%	191,997
12. Curtiss Wright	Aircraft Parts	15,307,450	0.265%	176,036
Totals		\$ 681,861,840	11.786%	\$ 5,988,433

Cleveland County, North Carolina

4. Principal Taxpayers - Current versus 3, 6, and 9 years ago

(continued from above and from previous page)

Exhibit III.B.4

For the Year Ended June 30, 2002

Taxpayer Name	Industry	Tax Levy
1. PPG Industries, Inc.	Fiber Glass	\$ 1,082,105
2. Duke Energy	Electric Utility	1,068,340
3. Copeland Corporation	Air Compressors	583,819
4. Ticona Celanese	Polymers	562,043
5. Bell South	Communications	426,435
6. Eaton Corporation	Truck Transmissions	382,806
7. UMG/PMDC CBL	Laser Discs	372,428
8. Arteva/Kosa	Polymers	353,877
9. Honeywell/Fasco Controls	Electronics	263,958
10. Reliance Electric	Electric Motors	256,182
Totals		\$ 5,351,993

Cleveland County, North Carolina

5. Assessed Value of Taxable Property and Property Tax Rates (twelve most

0

Exhibit III.B.5

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Real Property	Personal Property	Corporate Excess	Total Assessed Value	County-wide Property Tax Rate
2011	\$ 5,008,320,561	\$ 1,293,716,402	\$ 374,726,300	\$ 6,676,763,263	0.007200
2010	4,983,714,807	1,334,442,491	326,924,856	6,645,082,154	0.007200
(a) 2009	4,913,217,141	1,451,890,284	292,601,507	6,657,708,932	0.007300
2008	4,439,802,142	1,435,203,908	236,754,791	6,111,760,841	0.007300
2007	4,360,134,267	1,423,645,599	236,954,915	6,020,734,781	0.007300
2006	4,235,213,856	1,442,246,979	229,147,077	5,906,607,912	0.007300
(a) 2005	4,159,817,633	1,423,203,225	202,217,191	5,785,238,049	0.007800
2004	3,539,044,771	1,375,973,251	203,430,042	5,118,448,064	0.007800
2003	3,434,891,384	1,364,495,344	207,752,627	5,007,139,355	0.006200
2002	3,357,768,932	1,306,813,709	227,312,824	4,891,895,465	0.006200
(a) 2001	3,291,473,275	1,279,383,519	230,209,657	4,801,066,451	0.006270
2000	2,669,722,134	1,245,387,619	201,472,193	4,116,581,946	0.006270

(a) Cleveland County re-assessed values of property for the fiscal years ended June 30, 2001 and 2005. The County most recently re-assessed values of property for the fiscal year ended June 30, 2009. State statutes require adjustment of property's assessed values to 100% of market value at least every eight years. Due to mandated exemptions, deferrals, and other adjustments, the total assessed value will not equal total actual market value. And, no reliable source can determine total actual market value.

Cleveland County, North Carolina

1. Computation of Legal Debt Margin (twelve most recent fiscal years)

Exhibit III.C.1

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Assessed Value Less Corporate Excess	Percentage Applied	Legal Debt Limit (A)	Total Long-Term Debt (B)	Legal Debt Margin	Ratio of (B) to (A)
2011	\$ 6,302,036,963	8.0%	\$ 504,162,957	\$ 50,418,778	\$ 453,744,179	10.000%
2010	6,318,157,298	8.0%	505,452,584	35,619,603	469,832,981	7.047%
2009	6,365,107,425	8.0%	509,208,594	16,811,245	492,397,349	3.301%
2008	5,875,006,050	8.0%	470,000,484	12,934,111	457,066,373	2.752%
2007	5,783,779,866	8.0%	462,702,389	11,666,458	451,035,931	2.521%
2006	5,677,460,835	8.0%	454,196,867	16,558,287	437,638,580	3.646%
2005	5,583,020,858	8.0%	446,641,669	21,444,599	425,197,070	4.801%
2004	4,915,018,022	8.0%	393,201,442	25,690,000	367,511,442	6.534%
2003	4,799,386,728	8.0%	383,950,938	30,640,000	353,310,938	7.980%
2002	4,664,582,641	8.0%	373,166,611	37,325,000	335,841,611	10.002%
2001	4,570,856,794	8.0%	365,668,544	41,975,000	323,693,544	11.479%
2000	3,915,109,753	8.0%	313,208,780	46,560,000	266,648,780	14.865%

Note: As defined in North Carolina General Statutes Chapter 159-55(c), the County's total long-term debt is limited to eight percent (8%) of the assessed value of property subject to taxation, hence the term "legal debt limit".

Cleveland County, North Carolina

2. Computation of Direct and Underlying Debt for non-Revenue Bonded Debt

Exhibit III.C.2

For the Year Ended June 30, 2011

	Gross Non-Revenue Bonded Debt	Less Debt Payable from Other Entity	Net Non-Revenue Bonded Debt	Percent Applicable to County	Amount Applicable to County
Direct:					
Cleveland County	\$ -	\$ -	\$ -	100.0%	\$ -
Underlying:					
Public Schools	20,920,000	20,920,000	-	100.0%	-
Community College	1,350,000	-	1,350,000	100.0%	1,350,000
Totals	\$ 22,270,000	\$ 20,920,000	\$ 1,350,000		\$ 1,350,000

Cleveland County, North Carolina

3. Annual Requirements and Debt Limitations for non-Revenue Bonded Debt

Exhibit III.C.3

For the Year Ended June 30, 2011

Fiscal Year Ending June 30	Annual Requirements		Debt Balance	
	Principal	Principal and Interest	Outstanding Principal	Subject to Statutory Debt Limits
2012	\$ 1,330,000	\$ 2,367,658	\$ 22,270,000	\$ 22,270,000
2013	1,330,000	2,338,628	20,940,000	20,940,000
2014	1,335,000	2,309,198	19,610,000	19,610,000
2015	1,335,000	2,265,983	18,275,000	18,275,000
2016	1,335,000	2,218,428	16,940,000	16,940,000
2017	1,185,000	2,016,859	15,605,000	15,605,000
2018	1,085,000	1,868,542	14,420,000	14,420,000
2019	1,085,000	1,821,670	13,335,000	13,335,000
2020	1,085,000	1,773,170	12,250,000	12,250,000
2021	1,085,000	1,723,043	11,165,000	11,165,000
2022	1,135,000	1,721,289	10,080,000	10,080,000
2023	1,135,000	1,658,637	8,945,000	8,945,000
2024	1,135,000	1,595,985	7,810,000	7,810,000
2025	1,140,000	1,538,333	6,675,000	6,675,000
2026	1,140,000	1,471,415	5,535,000	5,535,000
2027	1,140,000	1,404,497	4,395,000	4,395,000
2028	1,085,000	1,282,579	3,255,000	3,255,000
2029	1,085,000	1,216,719	2,170,000	2,170,000
2030	1,085,000	1,150,860	1,085,000	1,085,000
Totals	\$ 22,270,000	\$ 33,743,493		

Cleveland County, North Carolina

4. Ratio of Annual Debt Service Expenditures for non-Revenue Bonded Debt to Total General Governmental Expenditures (twelve most recent fiscal years)

Exhibit III.C.4

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Debt Service Expenditures for Principal Reductions	Debt Service Expenditures for Interest	Total Debt Service Expenditures (A)	Total Governmental Expenditures (B)	Ratio of (A) to (B)	Population Estimate (*)	Total Debt Service Expenditures per Capita
2011	\$ 1,330,000	\$ 791,817	\$ 2,121,817	\$ 127,706,573	1.66%	98,760	\$ 21.48
2010	2,325,000	148,700	2,473,700	102,710,743	2.41%	98,078	25.22
2009	2,425,000	225,450	2,650,450	107,347,730	2.47%	97,588	27.16
2008	4,715,000	368,500	5,083,500	99,870,997	5.09%	96,968	52.42
2007	4,875,000	516,350	5,391,350	95,912,913	5.62%	96,077	56.11
2006	4,870,000	651,960	5,521,960	93,458,137	5.91%	95,607	57.76
2005	4,880,000	807,117	5,687,117	87,943,452	6.47%	96,129	59.16
2004	4,920,000	913,610	5,833,610	83,974,172	6.95%	96,435	60.49
2003	5,030,000	1,305,496	6,335,496	81,379,267	7.79%	96,752	65.48
2002	4,435,000	1,965,875	6,400,875	87,055,929	7.35%	96,660	66.22
2001	4,375,000	2,182,884	6,557,884	82,552,538	7.94%	96,554	67.92
2000	4,345,000	2,397,912	6,742,912	77,816,268	8.67%	96,258	70.05

* population estimates and other demographic information are often revised and are provided courtesy of North Carolina's State Data Center (visit <http://sdc.state.nc.us/>), except that estimates for recent school enrollment figures are obtained from North Carolina's Department of Public Instruction and Department of Administration's Division of Non-Public Education

Cleveland County, North Carolina

5. Breakdown of Outstanding Debt (twelve most recent fiscal years)

Exhibit III.C.5

For the Year Ended June 30, 2011

Fiscal Year Ending June 30	Gross Non-Revenue Bonded Debt	Revenue Bonded Debt	Other Long-Term Debt	Total Long-Term Debt	Capital Leases	Total Debt	Debt Other Than Gross Non-Revenue Bonded Debt
2011	\$ 22,270,000	\$ -	\$ 28,148,778	\$ 50,418,778	\$ 115,556	\$ 50,534,334	\$ 28,264,334
2010	23,600,000	-	12,019,603	35,619,603	178,830	35,798,433	12,198,433
2009	3,925,000	-	12,886,245	16,811,245	156,964	16,968,209	13,043,209
2008	6,350,000	-	6,584,111	12,934,111	203,079	13,137,190	6,787,190
2007	11,065,000	-	601,458	11,666,458	116,363	11,782,821	717,821
2006	15,940,000	-	618,287	16,558,287	178,826	16,737,113	797,113
2005	20,810,000	-	634,599	21,444,599	237,777	21,682,376	872,376
2004	25,690,000	-	-	25,690,000	123,626	25,813,626	123,626
2003	28,210,000	2,430,000	-	30,640,000	3,158	30,643,158	2,433,158
2002	34,710,000	2,615,000	-	37,325,000	42,885	37,367,885	2,657,885
2001	39,180,000	2,795,000	-	41,975,000	77,069	42,052,069	2,872,069
2000	43,595,000	2,965,000	-	46,560,000	109,037	46,669,037	3,074,037

Cleveland County, North Carolina

6. Ratios of Outstanding Debt (twelve most recent fiscal years)

(continued below)

Exhibit III.C.6

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Gross Non-Revenue Bonded Debt	Less Debt Payable from Other Entity	Net Non-Revenue Bonded Debt (A)	Assessed Value (thousands) (B)	Ratio of (A) to (B)	Population Estimate (C)	Ratio of (A) to (C)
2011	\$ 22,270,000	\$ (20,920,000)	\$ 1,350,000	\$ 6,676,763	0.02%	98,760	13.67
2010	23,600,000	(22,000,000)	1,600,000	6,645,082	0.02%	98,078	16.31
2009	3,925,000	-	3,925,000	6,657,709	0.06%	97,588	40.22
2008	6,350,000	-	6,350,000	6,111,761	0.10%	96,968	65.49
2007	11,065,000	(2,200,000)	8,865,000	6,020,735	0.15%	96,077	92.27
2006	15,940,000	(4,470,000)	11,470,000	5,906,608	0.19%	95,607	119.97
2005	20,810,000	(6,675,000)	14,135,000	5,785,238	0.24%	96,129	147.04
2004	25,690,000	(8,820,000)	16,870,000	5,118,448	0.33%	96,435	174.94
2003	28,210,000	(10,915,000)	17,295,000	5,007,139	0.35%	96,752	178.76
2002	34,710,000	(12,685,000)	22,025,000	4,891,895	0.45%	96,660	227.86
2001	39,180,000	(14,460,000)	24,720,000	4,801,066	0.51%	96,554	256.02
2000	43,595,000	(16,120,000)	27,475,000	4,116,582	0.67%	96,258	285.43

6. Ratios of Outstanding Debt (twelve most recent fiscal years)

(continued from above)

Exhibit III.C.6

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Gross Non-Revenue Bonded Debt (from above)	Other Bonded and Long- Term Debt (Exhibit III. C.5)	Total Long-Term Debt (A)	Assessed Value (thousands) (B)	Ratio of (A) to (B)	Population Estimate (C)	Ratio of (A) to (C)
(continued from above)							
2011	\$ 22,270,000	\$ 28,148,778	\$ 50,418,778	\$ 6,676,763	0.76%	98,760	510.52
2010	23,600,000	12,019,603	35,619,603	6,645,082	0.54%	98,078	363.18
2009	3,925,000	12,886,245	16,811,245	6,657,709	0.25%	97,588	172.27
2008	6,350,000	6,584,111	12,934,111	6,111,761	0.21%	96,968	133.39
2007	11,065,000	601,458	11,666,458	6,020,735	0.19%	96,077	121.43
2006	15,940,000	618,287	16,558,287	5,906,608	0.28%	95,607	173.19
2005	20,810,000	634,599	21,444,599	5,785,238	0.37%	96,129	223.08
2004	25,690,000	-	25,690,000	5,118,448	0.50%	96,435	266.40
2003	28,210,000	2,430,000	30,640,000	5,007,139	0.61%	96,752	316.69
2002	34,710,000	2,615,000	37,325,000	4,891,895	0.76%	96,660	386.15
2001	39,180,000	2,795,000	41,975,000	4,801,066	0.87%	96,554	434.73
2000	43,595,000	2,965,000	46,560,000	4,116,582	1.13%	96,258	483.70

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**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2011
III: STATISTICAL AND TREND INFORMATION
D. Demographic, Economic, and Operating Schedules:**

	<u>Identifier</u>	<u>Page No.</u>
1. Miscellaneous Information	Exhibit III.D.1	158
2. Economic Trends Schedule (twelve most recent fiscal years)	Exhibit III.D.2	159
3. County Employment by Function (twelve most recent fiscal years)	Exhibit III.D.3	159
4. Principal Industry Sectors - Current versus 3, 6, and 9 years ago	Exhibit III.D.4	160

Cleveland County, North Carolina
1. Miscellaneous Information

Exhibit III.D.1

For the Year Ended June 30, 2011

Date of establishment	1841
Area/Size/Square Mileage	464.629
Form of government	County with 5 (five) Commissioners and County Manager

Transportation:

Major Highways

Through the County I-85 and U.S. Highway 74

Nearby counties North/South = I-85, I-26, and I-77; East/West = I-40

Air Travel:

Shelby/Cleveland Regional Airport has a runway length of 5,000 feet

Charlotte/Douglas International Airport is located 37 miles east of Shelby

Greenville-Spartanburg International Airport is located 62 miles south of Shelby

Asheville Airport is located 74 miles west of Shelby

Hickory Airport is located 39 miles north of Shelby

Rail Service:

CSX has an East-West main line in the County and has an intermodal facility in Charlotte

Norfolk Southern has a main line and a branch line in the County and has an intermodal facility in Charlotte

Port Access:

Charleston, South Carolina (located 222 miles east-southeast of Shelby)

Wilmington, North Carolina (located 238 miles east of Shelby)

Savannah, Georgia (located 254 miles southeast of Shelby)

Morehead City, North Carolina (located 310 miles east of Shelby)

Norfolk/Virginia Beach, Virginia (located 342 miles east-northeast of Shelby)

Other Important Information for Businesses:

North Carolina is a right-to-work State.

The corporate community of the County has no union representation at present.

The county offers Local Industrial Incentive Grants and Tax credits to qualified companies.

Labor force within a 35-mile radius exceeds 600,000.

Electric utility rates, supplied by Duke Power, are among the lowest in the nation.

Cleveland County, North Carolina
2. Economic Trends Schedule (twelve most recent fiscal years)

Exhibit III.D.2

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Population	Median Age	June 30 Labor Force	June 30 Unemployment Rate	Personal Income (thousands)	Per Capita Income	Year-End School Enrollment
2011	98,760	40.26	47,445	12.0708%	no data	no data	16,762
2010	98,078	38.49	48,323	13.1945%	no data	no data	17,030
2009	97,588	38.36	51,811	15.3790%	\$ 2,947,603	\$ 30,205	17,325
2008	96,968	38.35	51,007	7.9205%	2,983,392	30,767	17,497
2007	96,077	38.24	48,367	7.0606%	2,860,669	29,775	17,672
2006	95,607	38.11	47,985	6.5896%	2,696,570	28,205	17,873
2005	96,129	37.90	46,504	7.3456%	2,599,907	27,046	17,971
2004	96,435	37.63	42,524	9.5781%	2,490,142	25,822	18,195
2003	96,752	37.37	43,183	11.1456%	2,372,464	24,521	17,963
2002	96,660	37.11	44,957	13.2415%	2,308,629	23,884	17,799
2001	96,554	36.84	47,191	12.2926%	2,300,206	23,823	17,598
2000	96,258	36.59	45,669	5.0012%	2,254,528	23,422	17,411

* population estimates and other demographic information are often revised and are provided courtesy of North Carolina's State Data Center (visit <http://sdc.state.nc.us/>), except that estimates for recent school enrollment figures are obtained from North Carolina's Department of Public Instruction and Department of Administration's Division of Non-Public

Cleveland County, North Carolina
3. County Employment by Function (twelve most recent fiscal years)

Exhibit III.D.3

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	General Government	Public Safety	Human Services	Environmental	Economic and Physical Development	Cultural and Recreational (a)	Total
2011	84	254	378	36	16	16	784
2010	84	238	373	36	16	16	763
2009	84	237	378	36	16	16	767
2008	82	236	367	32	14	16	747
2007	82	236	361	32	14	16	741
2006	82	236	352	31	14	16	731
2005	82	236	348	30	13	n/a	709
2004	80	234	342	30	13	n/a	699
2003	78	230	335	27	14	n/a	684
2002	78	223	345	22	14	n/a	682
2001	74	221	336	22	20	n/a	673
2000	74	217	324	21	20	n/a	656

Note a: On July 1, 2005, the County added 16 positions in the "Cultural and Recreational" functional area when Cleveland County Memorial Library and Spangler Library began operating as a department of the County.

Cleveland County, North Carolina
4. Principal Industry Sectors - Current versus 3, 6, and 9 years ago

(continued below and on next page)

Exhibit III.D.4

For the Year Ended December 31, 2010

Industry NAICS Sector *	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 230,303,532	4,871	10.546%
2. Health Care and Social Assistance	189,728,818	5,179	11.212%
3. Educational Services	123,665,039	3,939	8.528%
4. Retail Trade	95,315,617	3,695	8.000%
5. Public Administration	72,517,087	2,074	4.490%
6. Transportation and Warehousing	70,557,110	2,035	4.406%
7. Wholesale Trade	40,898,090	1,126	2.438%
8. Construction	40,271,323	1,217	2.635%
9. Accommodation and Food Services	31,373,407	2,462	5.330%
10. Finance and Insurance	27,900,576	688	1.489%
11. Administrative and Waste Services	23,558,453	609	1.318%
12. Professional and Technical Services	22,490,857	1,102	2.386%
Totals	\$ 968,579,909	28,997	62.778%

* All data in this exhibit was obtained from the Employment Security Commission of North Carolina.

Cleveland County, North Carolina
4. Principal Industry Sectors - Current versus 3, 6, and 9 years ago

(continued from above and on next page)

Exhibit III.D.4

For the Year Ended December 31, 2007

Industry NAICS Sector *	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 304,572,775	6,798	14.016%
2. Health Care and Social Assistance	190,065,516	5,551	11.445%
3. Educational Services	121,374,235	4,031	8.311%
4. Retail Trade	96,067,851	3,943	8.130%
5. Public Administration	66,120,023	1,950	4.020%
6. Transportation and Warehousing	52,844,980	1,686	3.476%
7. Construction	49,659,812	1,524	3.142%
8. Wholesale Trade	46,003,532	1,355	2.794%
9. Administrative and Waste Services	38,898,852	1,701	3.507%
10. Accommodation and Food Services	27,995,768	2,465	5.082%
11. Finance and Insurance	26,123,622	683	1.408%
12. Professional and Technical Services	23,249,645	655	1.350%
Totals	\$ 1,042,976,611	32,342	66.682%

Cleveland County, North Carolina
4. Principal Industry Sectors - Current versus 3, 6, and 9 years ago

(continued below and from previous page)

Exhibit III.D.4
For the Year Ended December 31, 2004

Industry NAICS Sector	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 330,814,246	7,990	19.271%
2. Health Care and Social Assistance	160,870,795	5,033	12.139%
3. Educational Services	105,415,040	3,951	9.529%
4. Retail Trade	90,356,937	4,116	9.927%
5. Public Administration	59,040,937	1,933	4.662%
6. Wholesale Trade	39,961,507	1,227	2.959%
7. Construction	39,821,309	1,430	3.449%
8. Transportation and Warehousing	30,639,924	977	2.356%
9. Administrative and Waste Services	24,566,577	1,222	2.947%
10. Accommodation and Food Services	23,301,043	2,153	5.193%
11. Finance and Insurance	22,670,631	659	1.589%
12. Professional and Technical Services	15,824,711	473	1.141%
Totals	\$ 943,283,657	31,164	75.163%

Cleveland County, North Carolina
4. Principal Industry Sectors - Current versus 3, 6, and 9 years ago

(continued from above and from previous page)

Exhibit III.D.4
For the Year Ended December 31, 2001

Industry NAICS Sector	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 366,022,039	10,613	23.513%
2. Health Care and Social Assistance	125,593,584	4,437	9.830%
3. Educational Services	97,811,329	3,667	8.124%
4. Retail Trade	72,978,550	4,080	9.039%
5. Public Administration	54,266,294	1,890	4.187%
6. Wholesale Trade	46,823,567	1,571	3.481%
7. Construction	41,901,613	1,578	3.496%
8. Professional and Technical Services	27,213,421	784	1.737%
9. Transportation and Warehousing	26,594,179	876	1.941%
10. Administrative and Waste Services	23,446,764	1,370	3.035%
11. Accommodation and Food Services	21,726,705	2,111	4.677%
12. Finance and Insurance	17,218,944	533	1.181%
Totals	\$ 921,596,989	33,510	74.241%

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**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2011
III: STATISTICAL AND TREND INFORMATION
E. Financial Trends Schedules:**

	<u>Identifier</u>	<u>Page No.</u>
1. Government-Wide Changes in Net Assets (nine most recent fiscal years)	Exhibit III.E.1	164
2. All Funds Combined: Changes in Fund Balances (twelve most recent fiscal years)	Exhibit III.E.2	168
3. Government-Wide Net Assets by Component (nine most recent fiscal years)	Exhibit III.E.3	172
4. All Funds Combined: Fund Balances by Category (twelve most recent fiscal years)	Exhibit III.E.4	172
5. Retirement Contributions Schedule	Exhibit III.E.5	174

Cleveland County, North Carolina

1. Government-Wide Changes in Net Assets (nine most recent fiscal years)

(continued on next page)

Exhibit III.E.1

For the Year Ended June 30, 2011

Description	2011	2010	2009	2008	2007
Program revenues: Charges for services:					
Governmental activities:					
General government	\$ 2,283,008	\$ 2,415,181	\$ 2,298,111	\$ 2,453,453	\$ 2,429,620
Public safety	5,486,734	5,134,699	5,097,275	6,124,163	4,413,692
Human services	5,470,082	5,175,178	4,845,865	4,800,258	4,407,313
Education (property taxes)	10,150,261	10,170,228	10,099,061	9,215,690	9,091,504
Economic and physical dev.	48,357	65,717	43,401	58,980	81,421
Cultural and recreational	57,589	43,813	49,164	118,385	29,949
Interest on long-term liabilities	-	-	-	-	-
Total governmental activities	23,496,031	23,004,816	22,432,877	22,770,929	20,453,499
Business-type activities:					
Solid waste coll. and disp.	4,990,003	4,392,221	4,682,719	4,762,245	4,927,433
Total primary government	28,486,034	27,397,037	27,115,596	27,533,174	25,380,932
Program revenues: Operating grants and contributions:					
Governmental activities:					
General government	1,084,642	1,272,324	1,193,492	1,131,279	827,817
Public safety	682,837	1,076,840	1,993,543	2,515,297	2,035,114
Human services	18,590,542	18,147,393	18,102,895	16,200,691	16,411,564
Education	-	-	49,187	13,630	24,458
Economic and physical dev.	3,214,965	81,802	1,421,994	461,092	302,598
Cultural and recreational	559,339	263,787	225,228	283,022	251,214
Interest on long-term liabilities	799,086	-	-	66,000	134,100
Total governmental activities	24,931,411	20,842,146	22,986,339	20,671,011	19,986,865
Business-type activities:					
Solid waste coll. and disp.	2,291,115	288,119	360,124	308,472	326,760
Total primary government	27,222,526	21,130,265	23,346,463	20,979,483	20,313,625
Program revenues: Capital grants and contributions:					
Governmental activities:					
General government	33,680	73,898	62,691	719,895	50,373
Public safety	26,271	601,747	123,190	91,643	88,538
Human services	5,020	15,191	364,626	19,928,365	5,153,258
Education	2,907,522	2,791,265	5,235,930	5,279,537	5,359,018
Economic and physical dev.	-	-	-	(12,671)	4,226
Cultural and recreational	404,846	450,000	1,024,268	(8,440)	-
Interest on long-term liabilities	-	-	-	-	-
Total governmental activities	3,377,339	3,932,101	6,810,705	25,998,329	10,655,413
Business-type activities:					
Solid waste coll. and disp.	-	8,500	-	-	-
Total primary government	3,377,339	3,940,601	6,810,705	25,998,329	10,655,413

(continued from previous page)

	2006	2005	2004	2003
\$	2,527,083	\$ 2,355,606	\$ 2,209,485	\$ 2,164,737
	3,818,583	4,332,493	3,141,950	2,927,502
	4,036,087	4,033,832	3,193,175	3,149,820
	8,972,777	8,742,826	8,216,640	8,050,849
	61,724	54,046	51,992	59,169
	37,810	6,360	31,592	4,032
	-	-	-	-
	19,454,064	19,525,163	16,844,834	16,356,109
	5,049,367	5,234,744	5,173,466	4,903,705
	24,503,431	24,759,907	22,018,300	21,259,814
	772,508	795,598	905,013	879,382
	2,002,420	2,466,598	1,636,234	1,568,579
	15,239,907	14,046,319	13,970,155	13,260,602
	19,485	67,913	12,605	2,971,105
	469,506	195,220	650,582	926,439
	550,313	277	11,123	31,176
	189,225	242,850	284,750	36,637
	19,243,364	17,814,775	17,470,462	19,673,920
	335,768	430,911	488,594	631,809
	19,579,132	18,245,686	17,959,056	20,305,729
	459,853	14,776	14,420	-
	379,797	47,089	60,396	321
	8,295,526	423,860	4,742,383	14,789,296
	4,235,498	3,630,898	3,554,389	-
	956,067	-	-	280,522
	2,480,692	155,479	-	65,588
	-	-	-	-
	16,807,433	4,272,102	8,371,588	15,135,727
	-	-	81,655	-
	16,807,433	4,272,102	8,453,243	15,135,727

Cleveland County, North Carolina

1. Government-Wide Changes in Net Assets (nine most recent fiscal years)

(continued on next page)

Exhibit III.E.1

For the Year Ended June 30, 2011

Description	2011	2010	2009	2008	2007
(continued from Page 1 of 4)					
Expenses:					
Governmental activities:					
General government	6,778,422	9,027,646	9,094,328	8,641,901	8,063,096
Transportation	39,464	39,464	39,464	39,464	39,464
Public safety	23,198,228	21,698,159	20,436,483	20,235,804	18,572,762
Human services	36,593,375	33,914,103	39,264,800	39,510,671	38,398,880
Education	26,328,319	25,446,822	26,670,648	24,943,842	23,309,846
Economic and physical dev.	3,882,363	2,348,461	3,042,821	2,118,255	3,527,997
Cultural and recreational	1,016,592	1,103,213	1,272,016	1,286,918	1,101,380
Interest on L/T liabilities	2,283,810	643,989	697,162	669,490	662,667
Total governmental activities	100,120,573	94,221,857	100,517,722	97,446,345	93,676,092
Business-type activities:					
Solid waste coll. and disp.	8,669,964	3,613,920	8,267,583	5,285,293	4,567,905
Total primary government	108,790,537	97,835,777	108,785,305	102,731,638	98,243,997
Net Revenue (Expense):					
Governmental activities	(48,315,792)	(46,442,794)	(48,287,801)	(28,006,076)	(42,580,315)
Business-type activities	(1,388,846)	1,074,920	(3,224,740)	(214,576)	686,288
Total primary government	(49,704,638)	(45,367,874)	(51,512,541)	(28,220,652)	(41,894,027)
General revenues:					
Governmental activities:					
Ad valorem property taxes	38,645,416	38,289,687	38,618,389	35,815,553	35,297,651
Local option sales taxes	7,405,889	7,429,274	9,694,631	12,002,826	12,037,091
Other taxes and licenses	426,626	378,380	348,147	921,337	844,704
Contributions	190,000	-	-	2,200,000	2,270,000
Investment earnings, general	202,215	546,517	1,103,612	1,604,977	1,529,276
Transfers	335,925	335,059	228,936	241,245	175,347
Total governmental activities	47,206,071	46,978,917	49,993,715	52,785,938	52,154,069
Business-type activities:					
Investment earnings, general	44,053	14,553	160,189	616,174	702,957
Transfers	(335,925)	(335,059)	(228,936)	(241,245)	(175,347)
Total business-type activities	(291,872)	(320,506)	(68,747)	374,929	527,610
Total primary government	46,914,199	46,658,411	49,924,968	53,160,867	52,681,679
Change in net assets:					
Governmental activities	(1,109,721)	536,123	1,705,914	24,779,862	9,573,754
Business-type activities	(1,680,718)	754,414	(3,293,487)	160,353	1,213,898
Total primary government	(2,790,439)	1,290,537	(1,587,573)	24,940,215	10,787,652
Ending net assets:					
Governmental activities	125,797,847	126,907,568	126,371,445	124,665,531	99,885,669
Business-type activities	12,650,002	14,330,720	13,576,306	16,869,793	16,709,440
Total primary government	\$ 138,447,849	\$ 141,238,288	\$ 139,947,751	\$ 141,535,324	\$ 116,595,109

(continued from previous page)

2006	2005	2004	2003
(continued from Page 2 of 4)			
7,645,671	7,368,767	6,693,917	6,060,805
39,464	39,464	39,464	39,464
18,634,535	16,959,262	14,592,422	13,597,513
36,663,358	34,168,346	31,558,753	30,430,820
23,633,490	22,534,208	23,194,640	21,219,309
1,635,055	1,844,628	1,880,008	6,339,654
1,079,245	683,964	734,460	876,231
690,823	828,077	908,176	1,182,993
90,021,641	84,426,716	79,601,840	79,746,789
4,469,516	4,294,878	4,103,114	3,713,218
94,491,157	88,721,594	83,704,954	83,460,007
(34,516,780)	(42,814,676)	(36,914,956)	(28,581,033)
915,619	1,370,777	1,640,601	1,822,296
(33,601,161)	(41,443,899)	(35,274,355)	(26,758,737)
34,646,125	33,889,146	32,565,809	31,286,514
11,372,496	11,220,896	11,044,070	9,263,392
793,545	758,366	664,613	655,701
2,205,000	2,145,000	2,125,000	4,945,566
1,106,547	742,029	565,477	774,312
142,784	148,661	131,654	79,102
50,266,497	48,904,098	47,096,623	47,004,587
470,625	193,024	72,486	78,704
(142,784)	(148,661)	(131,654)	(79,102)
327,841	44,363	(59,168)	(398)
50,594,338	48,948,461	47,037,455	47,004,189
15,749,717	6,089,422	10,181,667	18,423,554
1,243,460	1,415,140	1,581,433	1,821,898
16,993,177	7,504,562	11,763,100	20,245,452
90,311,915	74,562,198	68,472,776	58,291,109
15,495,542	14,252,082	12,836,942	11,255,509
\$ 105,807,457	\$ 88,814,280	\$ 81,309,718	\$ 69,546,618

Cleveland County, North Carolina

2. All Funds Combined: Changes in Fund Balances (twelve most recent fiscal years)

(continued on next page)

Exhibit III.E.2

For the Year Ended June 30, 2011

Description	2011	2010	2009	2008	2007
Revenues:					
Governmental funds:					
Ad valorem property taxes	\$ 49,785,232	\$ 49,833,593	\$ 49,505,781	\$ 45,717,409	\$ 45,093,388
Local option sales taxes	10,067,729	10,111,795	13,124,777	15,837,377	15,845,539
Other taxes	1,071,366	1,016,187	970,576	917,099	1,250,797
Intergovernmental revenues	24,260,241	21,352,565	22,867,190	23,281,317	22,815,367
Licenses, permits, and fees	865,693	883,785	906,097	1,086,477	1,139,917
Sales and services	10,479,805	9,709,237	9,529,871	9,497,364	8,351,036
Investment earnings	266,555	875,926	1,595,774	2,265,167	2,000,774
Miscellaneous	551,634	750,285	1,898,522	1,024,394	642,769
Total governmental funds	97,348,255	94,533,373	100,398,588	99,626,604	97,139,587
Enterprise fund:					
Operating revenues	5,190,178	4,707,821	4,920,223	4,878,108	5,035,968
Non-operating revenues	615,510	487,386	313,015	858,456	920,833
Total Enterprise Fund	5,805,688	5,195,207	5,233,238	5,736,564	5,956,801
Total primary government	103,153,943	99,728,580	105,631,826	105,363,168	103,096,388
Expenditures, non-capital:					
Governmental funds:					
General government	8,258,073	8,285,991	8,465,727	7,691,136	7,775,143
Transportation	39,464	39,464	39,464	39,464	39,464
Public safety	19,404,100	18,025,869	17,962,171	16,690,549	16,419,086
Human services	33,774,319	33,192,709	36,165,026	37,307,822	36,472,481
Education	21,973,653	21,918,571	21,849,965	20,264,032	19,959,846
Economic and physical dev.	3,286,202	1,454,212	2,464,437	1,733,675	3,389,623
Cultural and recreational	1,164,592	1,121,982	1,097,770	1,085,151	968,115
Debt service, principal reduction	2,847,048	3,250,871	2,888,981	4,876,307	4,954,194
Debt service, interest	1,711,550	643,989	499,364	409,221	551,238
Total governmental funds	92,459,001	87,933,658	91,432,905	90,097,357	90,529,190
Enterprise fund					
Environmental	4,387,077	4,361,641	4,360,945	4,277,825	3,625,443
Debt service, principal reduction	-	-	-	-	-
Debt service, interest	-	-	-	-	-
Total Enterprise Fund	4,387,077	4,361,641	4,360,945	4,277,825	3,625,443
Total primary government	96,846,078	92,295,299	95,793,850	94,375,182	94,154,633
Expenditures, capital:					
Governmental funds:					
General government	461,282	456,472	776,735	626,270	205,000
Public safety	3,283,864	5,329,708	7,008,460	2,449,686	1,099,487
Human services	75,923	690,162	542,426	1,332,108	523,313
Education	28,906,988	6,125,420	4,914,746	4,738,167	3,350,000
Economic and physical dev.	1,658,202	1,651,388	1,351,481	377,409	202,573
Cultural and recreational	861,313	523,935	1,320,977	250,000	3,350
Total governmental funds	35,247,572	14,777,085	15,914,825	9,773,640	5,383,723
Enterprise Fund : environmental	997,793	874,601	2,962,957	6,104,817	899,304
Total primary government	36,245,365	15,651,686	18,877,782	15,878,457	6,283,027

(continued from Page 1 of 4)

(continued from previous page)

	2006	2005	2004	2003	2002	2001	2000
\$	44,483,730	\$ 43,355,393	\$ 40,749,630	\$ 39,942,314	\$ 39,596,061	\$ 37,753,838	\$ 26,429,531
	14,895,552	14,345,733	14,049,144	13,099,757	11,130,488	11,143,286	11,143,187
	1,227,608	1,063,837	663,789	655,554	677,631	940,957	1,062,324
	20,712,669	16,770,486	17,109,288	16,237,754	24,303,484	25,355,039	29,465,386
	1,174,717	1,154,658	1,465,398	1,443,654	1,109,378	680,712	778,811
	8,351,003	10,653,350	8,679,352	8,667,146	6,079,747	5,241,099	5,444,003
	1,366,276	894,590	662,210	913,046	1,296,836	2,183,993	1,853,649
	1,021,584	500,510	832,929	395,274	1,321,179	2,038,122	1,183,681
	93,233,139	88,738,557	84,211,740	81,354,499	85,514,804	85,337,046	77,360,572
	5,218,497	5,284,036	5,291,178	4,965,954	3,502,600	3,867,401	3,377,907
	718,244	460,202	480,554	616,589	570,557	699,826	530,711
	5,936,741	5,744,238	5,771,732	5,582,543	4,073,157	4,567,227	3,908,618
	99,169,880	94,482,795	89,983,472	86,937,042	89,587,961	89,904,273	81,269,190
	7,237,619	6,948,768	6,313,545	5,630,787	5,917,228	5,540,019	5,322,938
	39,464	39,464	39,464	39,464	39,464	39,464	39,464
	15,379,062	14,562,315	13,511,461	12,974,638	12,441,356	11,656,933	10,574,073
	34,866,255	32,565,757	30,198,443	29,560,351	29,470,009	28,712,958	27,067,444
	19,841,118	19,580,241	18,828,640	18,631,028	18,528,486	20,090,830	9,989,054
	1,235,881	1,787,955	1,497,583	3,014,269	758,003	870,945	1,017,201
	1,051,486	577,489	657,260	720,820	712,924	720,576	654,561
	4,945,263	4,923,684	4,945,906	5,066,552	4,469,183	4,406,968	4,374,896
	690,823	819,310	923,942	1,307,265	1,970,013	2,189,236	2,406,336
	85,286,971	81,804,983	76,916,244	76,945,174	74,306,666	74,227,929	61,445,967
	3,568,759	3,405,980	3,214,739	2,885,124	2,978,066	2,489,259	2,374,445
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	3,568,759	3,405,980	3,214,739	2,885,124	2,978,066	2,489,259	2,374,445
	88,855,730	85,210,963	80,130,983	79,830,298	77,284,732	76,717,188	63,820,412
	575,126	217,591	765,622	257,572	103,573	463,877	95,311
	2,734,682	1,387,946	956,864	684,542	761,753	874,028	952,301
	384,199	1,072,937	167,050	487,764	1,086,209	203,780	383,968
	3,792,372	2,953,967	4,448,424	2,588,282	7,913,614	4,376,187	10,063,129
	440,870	318,103	687,346	97,232	2,884,114	2,322,371	2,501,147
	243,917	187,925	115,046	81,185	-	84,366	-
	8,171,166	6,138,469	7,140,352	4,196,577	12,749,263	8,324,609	13,995,856
	306,391	325,597	354,690	904,488	428,452	549,126	809,824
	8,477,557	6,464,066	7,495,042	5,101,065	13,177,715	8,873,735	14,805,680

(continued from Page 2 of 4)

Cleveland County, North Carolina

2. All Funds Combined: Changes in Fund Balances (twelve most recent fiscal years)

(continued on next page)

Exhibit III.E.2

For the Year Ended June 30, 2011

Description	2011	2010	2009	2008	2007
Excess of revenues over (under) expenditures:					
Governmental funds	(30,358,318)	(8,177,370)	(6,949,142)	(244,393)	1,226,674
Enterprise Fund	420,818	(41,035)	(2,090,664)	(4,646,078)	1,432,054
Total primary government	(29,937,500)	(8,218,405)	(9,039,806)	(4,890,471)	2,658,728
Other financing sources (uses):					
Governmental funds:					
Issuance of debt financing	17,563,250	22,081,095	6,720,000	6,230,676	-
Extinguishment of debt	-	-	-	94,165	-
Transfers	335,925	335,059	228,936	241,245	175,347
Total governmental funds	17,899,175	22,416,154	6,948,936	6,566,086	175,347
Enterprise Fund :					
Enterprise Fund : transfers	(335,925)	(335,059)	(228,936)	(241,245)	(175,347)
Total Enterprise Fund	(335,925)	(335,059)	(228,936)	(241,245)	(175,347)
Total primary government	17,563,250	22,081,095	6,720,000	6,324,841	-
Net change in fund balances:					
Governmental funds	(12,459,143)	14,238,784	(206)	6,321,693	1,402,021
Enterprise Fund	84,893	(376,094)	(2,319,600)	(4,887,323)	1,256,707
Total primary government	(12,374,250)	13,862,690	(2,319,806)	1,434,370	2,658,728
Ending fund balances:					
Governmental funds:	46,640,770	59,099,913	44,861,129	44,861,335	38,539,642
Enterprise fund:	7,004,690	6,919,797	7,295,891	9,615,491	14,502,814
Total primary government	\$ 53,645,460	\$ 66,019,710	\$ 52,157,020	\$ 54,476,826	\$ 53,042,456
Debt service expenditures as a percentage of non-capital expenditures:					
Governmental funds	4.930%	4.429%	3.706%	5.866%	6.081%
Enterprise Fund	0.000%	0.000%	0.000%	0.000%	0.000%
Total primary government	4.707%	4.220%	3.537%	5.601%	5.847%

(continued from previous page)

2006	2005	2004	2003	2002	2001	2000
(224,998)	795,105	155,144	212,748	(1,541,125)	2,784,508	1,918,749
2,061,591	2,012,661	2,202,303	1,792,931	666,639	1,528,842	724,349
1,836,593	2,807,766	2,357,447	2,005,679	(874,486)	4,313,350	2,643,098
-	797,368	146,374	30,456,674	-	-	-
-	-	-	(30,323,141)	-	-	-
142,784	148,661	131,654	79,102	65,659	70,213	69,097
142,784	946,029	278,028	212,635	65,659	70,213	69,097
(142,784)	(148,661)	(131,654)	(79,102)	(65,659)	(70,213)	(69,097)
(142,784)	(148,661)	(131,654)	(79,102)	(65,659)	(70,213)	(69,097)
-	797,368	146,374	133,533	-	-	-
(82,214)	1,741,134	433,172	425,383	(1,475,466)	2,854,721	1,987,846
1,918,807	1,864,000	2,070,649	1,713,829	600,980	1,458,629	655,252
1,836,593	3,605,134	2,503,821	2,139,212	(874,486)	4,313,350	2,643,098
37,137,621	37,219,835	35,478,701	35,045,529	34,620,146	36,095,612	33,240,891
13,246,107	11,327,300	9,463,300	7,392,651	5,678,822	5,077,842	3,619,213
\$ 50,383,728	\$ 48,547,135	\$ 44,942,001	\$ 42,438,180	\$ 40,298,968	\$ 41,173,454	\$ 36,860,104
6.608%	7.020%	7.631%	8.284%	8.666%	8.886%	11.036%
0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
6.343%	6.740%	7.325%	7.984%	8.332%	8.598%	10.625%

Cleveland County, North Carolina

3. Government-Wide Net Assets by Component (nine most recent fiscal years)

(continued on next page)

Exhibit III.E.3

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities	
	Invested in Capital Assets, Net	Restricted Net Assets	Unrestricted Net Assets	Subtotal	Invested in Capital Assets, Net	Unrestricted Net Assets
2011	\$ 85,694,014	\$ 28,629,833	\$ 11,474,000	\$ 125,797,847	\$ 15,039,747	\$ (2,389,745)
2010	73,352,330	13,033,908	40,521,330	126,907,568	13,200,191	1,130,529
2009	86,285,668	11,130,562	28,955,215	126,371,445	13,483,249	93,057
2008	85,741,754	11,915,459	27,008,318	124,665,531	11,004,690	5,865,103
2007	68,762,375	10,298,262	20,825,032	99,885,669	5,575,418	11,134,022
2006	62,126,673	8,019,763	20,165,479	90,311,915	5,298,264	10,197,278
2005	47,613,359	7,624,049	19,324,790	74,562,198	5,688,961	8,563,121
2004	44,361,220	7,633,009	16,478,547	68,472,776	5,858,493	6,978,449
2003	36,526,958	7,067,819	14,696,332	58,291,109	6,042,171	5,213,338

* The County began reporting the County's government-wide financial position and financial activities on the full accrual basis for fiscal year ended June 30, 2003 when the County implemented G.A.S.B. Statement Number 34.

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Cleveland County, North Carolina

4. All Funds Combined: Fund Balances by Category (twelve most recent fiscal years)

(continued on next page)

Exhibit III.E.4

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	General Fund			All Other	All Special Revenue Funds	All Capital Project Funds
	Non-Spendable Fund Balance	Spendable Fund Balance	Subtotal	Non-Spendable Fund Balance	Spendable Fund Balance	Spendable Fund Balance
2011	\$ 285,701	\$ 21,995,938	\$ 22,281,639	\$ 1,912	\$ 1,899,202	\$ 22,458,017
2010	229,844	23,352,284	23,582,128	4,016	2,655,889	32,857,880
2009	297,808	24,423,891	24,721,699	-	3,185,963	16,953,467
2008	212,984	28,325,731	28,538,715	-	3,195,093	13,127,527
2007	364,741	28,655,720	29,020,461	150	2,797,478	6,721,553
2006	209,622	29,309,993	29,519,615	-	1,837,498	5,780,508
2005	216,419	29,622,352	29,838,771	843	947,851	6,432,370
2004	217,656	28,099,023	28,316,679	2,778	856,888	6,302,356
2003	80,900	27,549,348	27,630,248	-	1,085,018	6,330,263
2002	257,538	25,944,413	26,201,951	-	3,508,002	4,910,193
2001	49,183	24,510,193	24,559,376	-	4,972,658	6,563,578
2000	58,480	22,288,834	22,347,314	-	1,164,295	9,729,282

(continued from previous page)

Business-Type Activities (cont.)	Primary government			
	Capital Assets, Net	Restricted Net Assets	Unrestricted Net Assets	Total
Subtotal				
\$ 12,650,002	\$ 100,733,761	\$ 28,629,833	\$ 9,084,255	\$ 138,447,849
14,330,720	86,552,521	13,033,908	41,651,859	141,238,288
13,576,306	99,768,917	11,130,562	29,048,272	139,947,751
16,869,793	96,746,444	11,915,459	32,873,421	141,535,324
16,709,440	74,337,793	10,298,262	31,959,054	116,595,109
15,495,542	67,424,937	8,019,763	30,362,757	105,807,457
14,252,082	53,302,320	7,624,049	27,887,911	88,814,280
12,836,942	50,219,713	7,633,009	23,456,996	81,309,718
11,255,509	42,569,129	7,067,819	19,909,670	69,546,618

(continued from previous page)

All Other	Total Governmental Funds		
	Non-Spendable Fund Balance	Spendable Fund Balance	Total
Subtotal			
\$ 24,359,131	\$ 287,613	\$ 46,353,157	\$ 46,640,770
35,517,785	233,860	58,866,053	59,099,913
20,139,430	297,808	44,563,321	44,861,129
16,322,620	212,984	44,648,351	44,861,335
9,519,181	364,891	38,174,751	38,539,642
7,618,006	209,622	36,927,999	37,137,621
7,381,064	217,262	37,002,573	37,219,835
7,162,022	220,434	35,258,267	35,478,701
7,415,281	80,900	34,964,629	35,045,529
8,418,195	257,538	34,362,608	34,620,146
11,536,236	49,183	36,046,429	36,095,612
10,893,577	58,480	33,182,411	33,240,891

Cleveland County, North Carolina
5. Retirement Contributions Schedule

(continued below)

Exhibit III.E.5

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	LGERS Employer's Normal Benefit *	LGERS Employer's Death Benefit	LEOSSA Employer's Contrib.	SRIP-LEO Employer's Contrib.	SRIP-LEO Employee's Contrib.
2011	\$ 1,752,277	\$ 23,734	\$ 66,036	\$ 172,195	\$ 77,547
2010	1,337,248	24,324	60,798	174,476	69,998
2009	1,350,086	24,107	90,237	172,568	68,177
2008	1,247,558	22,708	96,599	164,582	65,740
2007	1,163,090	23,382	105,507	153,610	39,680
2006	1,124,382	20,561	114,758	150,053	37,025
2005	1,055,424	19,344	117,577	139,613	43,705
2004	1,009,461	18,482	97,473	138,125	27,710
2003	985,415	18,039	100,384	129,300	29,791
2002	973,470	19,212	67,976	124,145	27,511
2001	917,075	18,525	59,529	119,301	23,788
2000	847,728	17,128	134,964	109,043	20,203

* After many years of contributing at just under 5% of eligible earnings, effective July 1, 2010, the County began contributing at just under 6.5% of eligible earnings. Effective July 1, 2011, the County began contributing nearly 7% of eligible earnings.

5. Retirement Contributions Schedule

(continued from above)

Exhibit III.E.5

For the Year Ended June 30, 2011

Fiscal Year Ended June 30	401(k) Employer's Contribution	401(k) Employee's Contribution	RODSPF Employer's Contribution *	Post-Retirement Health Premiums	No. of Retirees Receiving Paid Health Premiums
(continued from above)					
2011	\$ 1,205,919	\$ 455,204	\$ 5,012	\$ 355,119	67
2010	1,219,198	428,762	5,259	321,505	59
2009	1,208,323	436,175	5,601	262,840	55
2008	1,133,931	424,774	6,922	206,160	50
2007	1,061,542	360,115	22,426	174,720	43
2006	982,566	370,542	22,417	156,744	45
2005	971,149	336,204	22,448	133,901	41
2004	894,965	277,312	24,546	106,038	36
2003	880,088	284,088	25,375	97,112	31
2002	850,672	266,178	20,729	95,706	35
2001	945,172	283,259	16,391	72,648	27
2000	874,145	245,029	15,132	55,930	27

* Effective July 1, 2007, the rate of contribution set by the State changed from 4.5% to 1.5% of eligible fees.