

**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2012
III: STATISTICAL AND TREND INFORMATION**

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B. Revenue Capacity Schedules:	Subsection III.B	147
C. Debt Capacity Schedules:	Subsection III.C	147
D. Demographic, Economic, and Operating Schedules:	Subsection III.D	159
E. Financial Trends Schedules:	Subsection III.E	165

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, 2012
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, 2012
 Reporting Period: July 1, 2012 to September 30, 2012
 Six-Digit Cusips: 186036 and 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:

	<u>Identifier</u>	<u>Page No.</u>
1. Tax Information and Debt Information (including bonds issued)	Exhibit III.A.1	142
2. Budget Ordinance as of July 1, 2012 - Annually Budgeted Funds	Exhibit III.A.2	143
3. Budget Amended as of September 30, 2012 - Annually Budgeted Funds	Exhibit III.A.3	144
4. Budget Reconciliation as of September 30, 2012 - Annually Budgeted Funds	Exhibit III.A.4	145
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, 2012

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, 2012).

<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	127
"Schedule of Ad Valorem Taxes Receivable - County Gov't" for the most recent fiscal year	Exhibit II.E.04	128
"Property Tax Levies by Taxing District" for twelve most recent fiscal years	Exhibit III.B.1	148
"Property Tax Levies and Collections" for twelve most recent fiscal years	Exhibit III.B.2	148
"Direct and Overlapping Property Tax Rates" for twelve most recent fiscal years	Exhibit III.B.3	150
"Principal Taxpayers" for the years ended June 30, 2012, 2009, 2006, and 2003	Exhibit III.B.4	152
"Assessed Value of Taxable Property and Tax Rates" for twelve most recent fiscal years	Exhibit III.B.5	154

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, 2012", 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, 2012).

<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	154
"Computation of Direct Debt - General Obligation Bonds" for the most recent fiscal year	Exhibit III.C.2	155
"Annual Requirements and Debt Limitations for General Obligation Bonds"	Exhibit III.C.3	155
"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	156
"Breakdown of Outstanding Debt" for twelve most recent fiscal years	Exhibit III.C.5	156
"Ratios of Outstanding Debt" for twelve most recent fiscal years	Exhibit III.C.6	157

Cleveland County, North Carolina
2. Budget Ordinance as of July 1, 2012 - Annually Budgeted Funds

Exhibit III.A.2

For the Year Ending June 30, 2013

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Funds	
ESTIMATED REVENUES					
Ad valorem taxes	\$ 50,491,525	\$ 932,750	\$ -	\$ -	\$ 51,424,275
Other taxes / Assessments	8,445,000	525,551	-	1,604,762	10,575,313
Intergovernmental, unrestrcited	419,000	-	-	-	419,000
Intergovernmental, restricted	19,641,410	27,013	1,562,588	15,000	21,246,011
Licenses, permits, and fees	913,400	-	-	-	913,400
Sales and services (dept fees)	9,329,357	-	-	4,233,910	13,563,267
Investment earnings	260,000	-	-	2,000	262,000
Miscellaneous	280,633	-	-	-	280,633
Total estimated revenues	89,780,325	1,485,314	1,562,588	5,855,672	98,683,899
APPROPRIATIONS					
General government	10,199,504	-	-	-	10,199,504
Transportation	39,465	-	-	-	39,465
Public safety	18,702,913	1,796,932	-	-	20,499,845
Human services	36,029,413	-	-	-	36,029,413
Environmental	-	-	-	5,986,224	5,986,224
Education	22,314,213	-	-	-	22,314,213
Schools capital outlay	2,840,000	-	-	-	2,840,000
Economic and physical develop.	1,639,048	-	-	-	1,639,048
Cultural and recreational	1,200,294	-	-	250,000	1,450,294
Debt service, principal reduction	66,266	-	3,371,170	-	3,437,436
Debt service, interest	2,960	-	2,159,990	-	2,162,950
Total appropriations	93,034,076	1,796,932	5,531,160	6,236,224	106,598,392
Estimated revenues over (under) appropriations	(3,253,751)	(311,618)	(3,968,572)	(380,552)	(7,914,493)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds:					
General Fund	-	300,000	2,071,398	500,000	2,871,398
Special Revenue Funds	72,325	-	-	-	72,325
Capital Projects Fund	1,290,000	-	1,897,174	-	3,187,174
Solid Waste Fund	266,223	-	-	-	266,223
Transfers to other funds:					
General Fund	-	(72,325)	-	(266,223)	(338,548)
Special Revenue Funds	(300,000)	-	-	-	(300,000)
Debt Service Fund	(2,071,398)	-	-	-	(2,071,398)
Capital Projects Fund	(1,100,000)	-	-	-	(1,100,000)
Solid Waste Fund	(500,000)	-	-	-	(500,000)
Appropriated fund balances	5,596,601	83,943	-	146,775	5,827,319
Total other financing sources (uses)	3,253,751	311,618	3,968,572	380,552	7,914,493
Estimated revenues and other financing sources over (under) appropriations and other financing uses	\$ -	\$ -	\$ -	\$ -	\$ -

Cleveland County, North Carolina

3. Budget Amended as of September 30, 2012 - Annually Budgeted Funds

Exhibit III.A.3

For the Year Ending June 30, 2013

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Funds	
ESTIMATED REVENUES					
Ad valorem taxes	\$ 50,491,525	\$ 932,750	\$ -	\$ -	\$ 51,424,275
Other taxes / Assessments	8,445,000	525,551	-	1,604,762	10,575,313
Intergovernmental, unrestrcited	419,000	-	-	-	419,000
Intergovernmental, restricted	21,992,737	27,013	1,562,588	15,000	23,597,338
Licenses, permits, and fees	913,400	-	-	-	913,400
Sales and services (dept fees)	9,371,357	-	-	4,233,910	13,605,267
Investment earnings	260,000	-	-	2,000	262,000
Miscellaneous	284,996	-	-	-	284,996
Total estimated revenues	92,178,015	1,485,314	1,562,588	5,855,672	101,081,589
APPROPRIATIONS					
General government	10,192,907	-	-	-	10,192,907
Transportation	39,465	-	-	-	39,465
Public safety	19,048,932	1,796,932	-	-	20,845,864
Human services	36,168,303	-	-	-	36,168,303
Environmental	-	-	-	6,091,124	6,091,124
Education	22,314,213	-	-	-	22,314,213
Schools capital outlay	2,843,000	-	-	-	2,843,000
Economic and physical develop.	4,045,724	-	-	-	4,045,724
Cultural and recreational	1,215,366	-	-	328,127	1,543,493
Debt service, principal reduction	66,266	-	3,371,170	-	3,437,436
Debt service, interest	2,960	-	2,159,990	-	2,162,950
Total appropriations	95,937,136	1,796,932	5,531,160	6,419,251	109,684,479
Estimated revenues over (under) appropriations	(3,759,121)	(311,618)	(3,968,572)	(563,579)	(8,602,890)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds:					
General Fund	-	300,000	2,071,398	500,000	2,871,398
Special Revenue Funds	72,325	-	-	-	72,325
Capital Projects Fund	1,290,000	-	1,897,174	-	3,187,174
Solid Waste Fund	266,223	-	-	-	266,223
Transfers to other funds:					
General Fund	-	(72,325)	-	(266,223)	(338,548)
Special Revenue Funds	(300,000)	-	-	-	(300,000)
Debt Service Fund	(2,071,398)	-	-	-	(2,071,398)
Capital Projects Fund	(1,100,000)	-	-	-	(1,100,000)
Solid Waste Fund	(500,000)	-	-	-	(500,000)
Capital lease financing issued	52,633	-	-	-	52,633
Appropriated fund balances	6,049,338	83,943	-	329,802	6,463,083
Total other financing sources (uses)	3,759,121	311,618	3,968,572	563,579	8,602,890
Estimated revenues and other financing sources over (under) appropriations and other financing uses	\$ -	\$ -	\$ -	\$ -	-

Cleveland County, North Carolina

4. Budget Reconciliation as of September 30, 2012 - Annually Budgeted Funds

Exhibit III.A.4

For the Year Ending June 30, 2013

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Funds	
APPROPRIATIONS AND TRANSFERS OUT PER BUDGET ORDINANCE					
General Fund:					
Primary Government Services	\$ 49,117,933				\$ 49,117,933
Social Services & Public Assistance	22,723,890				22,723,890
Public Health Services	12,917,250				12,917,250
Employee Wellness	778,579				778,579
Court Facilities	322,822				322,822
Public School District	10,425,000				10,425,000
Workers' Compensation	720,000				720,000
Special Revenue Funds:					
Emergency Telephone		\$ 353,291			353,291
County Fire Service District		1,515,966			1,515,966
Debt Service Fund:					
			\$ 5,531,160		5,531,160
Enterprise Funds:					
Solid Waste Fund				\$ 6,252,447	6,252,447
Conference Center Fund				250,000	250,000
Total appropriations and transfers out per budget ordinance	97,005,474	1,869,257	5,531,160	6,502,447	110,908,338
APPROPRIATIONS AND TRANSFERS OUT PER BUDGET AMENDMENTS					
July:	2,780,080	-	-	183,027	2,963,107
August:	117,638	-	-	-	117,638
September:	5,342	-	-	-	5,342
Total appropriations and transfers out per budget amendments	2,903,060	-	-	183,027	3,086,087
TOTAL BUDGET TO DATE	99,908,534	1,869,257	5,531,160	6,685,474	113,994,425
LESS: TRANSFERS OUT	(3,971,398)	(72,325)	-	(266,223)	(4,309,946)
TOTAL APPROPRIATIONS	\$ 95,937,136	\$ 1,796,932	\$ 5,531,160	\$ 6,419,251	\$ 109,684,479

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**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2012
III: STATISTICAL AND TREND INFORMATION
B. Revenue Capacity Schedules:**

	<u>Identifier</u>	<u>Page No.</u>
1. Property Tax Levies by Taxing District (twelve most recent fiscal years)	Exhibit III.B.1	148
2. Property Tax Levies and Collections (twelve most recent fiscal years)	Exhibit III.B.2	148
3. Direct and Overlapping Property Tax Rates (twelve most recent fiscal years)	Exhibit III.B.3	150
4. Principal Taxpayers - Current versus 3, 6, and 9 years ago	Exhibit III.B.4	152
5. Assessed Value of Taxable Property and Property Tax Rates (twelve most recent fiscal years)	Exhibit III.B.5	154

**III: STATISTICAL AND TREND INFORMATION
C. Debt Capacity Schedules:**

	<u>Identifier</u>	<u>Page No.</u>
1. Computation of Legal Debt Margin (twelve most recent fiscal years)	Exhibit III.C.1	154
2. Computation of Direct and Underlying Debt for non-Revenue Bonded Debt	Exhibit III.C.2	155
3. Annual Requirements and Debt Limitations for non-Revenue Bonded Debt	Exhibit III.C.3	155
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	156
5. Breakdown of Outstanding Debt (twelve most recent fiscal years)	Exhibit III.C.5	156
6. Ratios of Outstanding Debt (twelve most recent fiscal years)	Exhibit III.C.6	157

Cleveland County, North Carolina

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

Exhibit III.B.1

(continued on next page)

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	County-Wide		Special	Agency Funds		
	County Government	Public Schools	County Fire	County Schools	Kings Mountain Schools	Shelby City Schools
2012	\$ 39,885,405	\$ 10,496,145	\$ 870,796	\$ -	\$ -	\$ -
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

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)

Exhibit III.B.2

(continued on next page)

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	Levy	First Year		Collections and Abatements After 1st Year
		Collections in First Year	Percent Collected	
2012	\$ 51,681,105	\$ 49,992,054	96.732%	\$ -
2011	49,471,422	47,595,790	96.209%	-
2010	49,202,687	47,199,319	95.928%	1,777,772
2009	49,317,117	46,878,947	95.056%	2,285,668
2008	45,765,637	43,518,113	95.089%	2,109,359
2007	45,118,371	43,026,504	95.364%	1,981,797
2006	44,236,504	42,170,493	95.330%	1,967,968
2005	43,419,903	41,221,362	94.937%	2,104,772
2004	40,973,570	38,712,884	94.483%	2,153,488
2003	40,064,096	37,736,229	94.190%	2,229,771
2002	39,571,729	37,246,560	94.124%	2,323,716
2001	38,351,161	35,890,180	93.583%	2,460,981

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
\$	144,129	\$ 94,001	\$ 190,629	\$ 51,681,105
	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

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	Total Collections To Date	Percent Collected	Balance Delinquent	Percent Delinquent
\$	49,992,054	96.732%	\$ 1,689,051	3.268%
	47,595,790	96.209%	408,502	0.826%
	48,977,091	99.541%	225,596	0.459%
	49,164,615	99.691%	152,502	0.309%
	45,627,472	99.698%	138,165	0.302%
	45,008,301	99.756%	110,070	0.244%
	44,138,461	99.778%	98,043	0.222%
	43,326,134	99.784%	93,769	0.216%
	40,866,372	99.738%	107,198	0.262%
	39,966,000	99.755%	98,096	0.245%
	39,570,276	99.996%	1,453	0.004%
	38,351,161	100.000%	-	0.000%

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Cleveland County, North Carolina
3. Direct and Overlapping Property Tax Rates (twelve most recent fiscal years)

Exhibit III.B.3

(continued below and on next page)

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	County-Wide		Special	Agency Funds		
	County Government	Public Schools	County Fire	County Schools	Kings Mountain Schools	Shelby City Schools
2012	\$ 0.005700	\$ 0.001500	\$ 0.000300	n/a	n/a	n/a
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

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
2012	\$ 0.002900	\$ 0.003800	\$ 0.004000	\$ 0.002362	\$ 0.001800	\$ 0.003500
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

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 above and on next page)

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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	0.000300	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	0.004200	0.002700
0.000700	0.000200	0.000300	0.000200	0.004700	0.003000

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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	\$ 0.001700
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

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Cleveland County, North Carolina

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

Exhibit III.B.4

(continued below and on next page)

For the Year Ended June 30, 2012

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation	Tax Levy
1. Duke Energy	Electric Utility	\$ 511,477,842	7.661%	\$ 3,823,283
2. PPG Industries, Inc.	Fiberglass	98,493,800	1.475%	1,158,352
3. Wal-Mart	Warehouse/Retail Store	77,094,969	1.155%	875,447
4. Eaton Corporation	Truck Transmissions	42,660,575	0.639%	328,382
5. Southeastern Container	Plastic Bottles	24,714,525	0.370%	306,148
6. Ticona Polymers	Polymers	39,949,653	0.598%	301,424
7. Baldor Electric	Electric Motors	34,337,642	0.514%	264,400
8. BellSouth Telephone	Telecommunications	28,940,662	0.433%	262,891
9. Southern Power	Electric Utility	27,505,375	0.412%	211,791
10. ChemataII Foote	Mining	16,923,518	0.253%	188,965
11. Curtiss Wright Controls	Aircraft Parts	15,016,502	0.225%	173,441
12. Shelby Mall LLC	Real Estate	13,606,248	0.204%	157,152
Totals		\$ 930,721,311	13.940%	\$ 8,051,676

Cleveland County, North Carolina

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

Exhibit III.B.4

For the Year Ended June 30, 2009

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation	Tax Levy
1. Duke Energy	Electric Utility	\$ 200,383,274	3.010%	\$ 1,535,336
2. PPG Industries, Inc.	Fiber Glass	98,495,562	1.479%	1,085,467
3. Wal-Mart	Warehouse/Retail Store	88,019,966	1.322%	1,016,868
4. Eaton Corporation	Truck Transmissions	47,785,810	0.718%	367,951
5. Ticona Polymers	Polymers	47,289,369	0.710%	358,018
6. BellSouth Telephone	Communications	32,933,853	0.495%	304,121
7. Southeastern Container	Plastic Bottles	21,193,993	0.318%	237,373
8. Entertainment Distribution	Laser Discs	30,228,805	0.454%	232,762
9. Copeland Corporation	Air Compressors	15,371,791	0.231%	176,628
10. Baldor Electric	Electric Motors	20,616,204	0.310%	158,745
11. Lowe's Home Centers	Retail Store	13,667,975	0.205%	157,865
12. Shelby Mall LLC	Real Estate	13,606,248	0.204%	157,152
Totals		\$ 629,592,850	9.457%	\$ 5,788,286

Cleveland County, North Carolina

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

Exhibit III.B.4

For the Year Ended June 30, 2006

(continued below and from previous page)

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation	Tax Levy
1. Wal-Mart	Warehouse/Retail Store	\$ 98,369,035	1.665%	\$ 1,131,244
2. Duke Energy	Electric Utility	126,291,439	2.138%	1,007,181
3. PPG Industries, Inc.	Fiber Glass	118,367,793	2.004%	916,371
4. Copeland Corporation	Air Compressors	39,285,976	0.665%	451,789
5. Ticona Celanese	Polymers	56,309,080	0.953%	439,211
6. Eaton Corporation	Truck Transmissions	49,332,151	0.835%	384,791
7. Bell South	Communications	39,569,804	0.670%	365,428
8. UMG/PMDC CBL	Laser Discs	37,120,559	0.628%	289,540
9. Arteva/Kosa/Invista	Polymers	28,064,669	0.475%	218,905
10. Curtiss Wright	Aircraft Parts	16,315,113	0.276%	187,624
11. Reliance Electric	Electric Motors	22,940,732	0.388%	178,988
12. Hull Storey/HSCM	Real Estate	14,404,358	0.244%	165,761
Totals		\$ 646,370,709	10.943%	\$ 5,736,833

Cleveland County, North Carolina

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

Exhibit III.B.4

For the Year Ended June 30, 2003

Taxpayer Name	Industry	Assessed Valuation	Percentage of Total Assessed Valuation
1. PPG Industries, Inc.	Fiber Glass	\$ 131,533,997	2.627%
2. Duke Energy	Electric Utility	127,968,623	2.556%
3. Copeland Corporation	Air Compressors	67,715,977	1.352%
4. Ticona Celanese	Polymers	48,651,594	0.972%
5. Bell South	Communications	46,121,238	0.921%
6. Eaton Corporation	Truck Transmissions	44,864,818	0.896%
7. UMG/PMDC CBL	Laser Discs	43,628,575	0.871%
8. Arteva/Kosa	Polymers	42,635,749	0.851%
9. Honeywell/Fasco Controls	Electronics	30,859,251	0.616%
10. Reliance Electric	Electric Motors	22,323,339	0.446%
11. Kemet	Electronics	20,944,611	0.418%
12. Wal-Mart	Warehouse/Retail Store	12,119,660	0.242%
Totals		\$ 639,367,432	12.769%

Cleveland County, North Carolina

5. Assessed Value of Taxable Property and Property Tax Rates (twelve most recent fiscal years)

Exhibit III.B.5

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	Real Property	Personal Property	Corporate Excess	Total Assessed Value	County-Wide Property Tax Rate
2012	\$ 5,035,338,075	\$ 1,348,627,630	\$ 604,756,377	\$ 6,988,722,082	0.007200
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

(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, 2012

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)
2012	\$ 6,383,965,705	8.0%	\$ 510,717,256	\$ 47,048,385	\$ 463,668,871	9.212%
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%

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, 2012

	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	19,840,000	19,840,000	-	100.0%	-
Community College	1,100,000	-	1,100,000	100.0%	1,100,000
Totals:	<u>\$ 20,940,000</u>	<u>\$ 19,840,000</u>	<u>\$ 1,100,000</u>		<u>\$ 1,100,000</u>

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, 2012

Fiscal Year Ending June 30	Annual Requirements		Debt Balance	
	Principal	Principal and Interest	Outstanding Principal	Subject to Statutory Debt Limits
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	<u>\$ 20,940,000</u>	<u>\$ 31,375,835</u>		

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, 2012

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
2012	\$ 1,330,000	\$ 1,037,658	\$ 2,367,658	\$ 123,794,820	1.91%	98,391	\$ 24.06
2011	1,330,000	791,817	2,121,817	127,726,273	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

* 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, 2012

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
2012	\$ 20,940,000	\$ -	\$ 26,108,385	\$ 47,048,385	\$ 49,951	\$ 47,098,336	\$ 26,158,336
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

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, 2012

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)
2012	\$ 20,940,000	\$ (19,840,000)	\$ 1,100,000	\$ 6,988,722	0.02%	98,391	11.18
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

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

(continued from above)

Exhibit III.C.6

For the Year Ended June 30, 2012

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)							
2012	\$ 20,940,000	\$ 26,108,385	\$ 47,048,385	\$ 6,988,722	0.67%	98,391	478.18
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

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**Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2012
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	160
2. Economic Trends Schedule (twelve most recent fiscal years)	Exhibit III.D.2	161
3. County Employment by Function (twelve most recent fiscal years)	Exhibit III.D.3	161
4. Principal Industry Sectors - Current versus 3, 6, and 9 years ago	Exhibit III.D.4	162

Cleveland County, North Carolina
1. Miscellaneous Information

Exhibit III.D.1

For the Year Ended June 30, 2012

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 Energy, 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, 2012

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
2012	98,391	40.96	49,696	10.9385%	no data	no data	16,557
2011	98,760	40.26	47,445	12.0708%	no data	no data	16,762
2010	98,078	38.49	48,323	13.1945%	\$ 2,939,629	\$ 29,972	17,325
2009	97,588	38.36	51,811	15.3790%	2,873,475	29,445	17,497
2008	96,968	38.35	51,007	7.9205%	2,980,088	30,733	17,672
2007	96,077	38.24	48,367	7.0606%	2,860,669	29,775	17,873
2006	95,607	38.11	47,985	6.5896%	2,696,570	28,205	17,971
2005	96,129	37.90	46,504	7.3456%	2,599,907	27,046	18,195
2004	96,435	37.63	42,524	9.5781%	2,490,142	25,822	17,963
2003	96,752	37.37	43,183	11.1456%	2,372,464	24,521	17,799
2002	96,660	37.11	44,957	13.2415%	2,308,629	23,884	17,598
2001	96,554	36.84	47,191	12.2926%	2,300,206	23,823	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 Education

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

Exhibit III.D.3

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	General Government	Public Safety	Human Services	Environmental	Economic and Physical Development	Cultural and Recreational (a)	Total
2012	85	271	385	36	17	16	810
2011	84	254	379	36	16	16	785
2010	84	238	373	36	16	16	763
2009	84	235	380	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	233	343	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

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

Exhibit III.D.4

(continued below and on next page)

For the Year Ended December 31, 2011

Industry NAICS Sector *	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 265,541,240	5,272	11.094%
2. Health Care and Social Assistance	185,147,496	5,228	11.002%
3. Educational Services	124,626,591	3,932	8.274%
4. Retail Trade	95,031,484	3,697	7.780%
5. Public Administration	71,231,536	1,998	4.205%
6. Transportation and Warehousing	69,732,005	1,985	4.177%
7. Construction	45,304,345	1,252	2.635%
8. Wholesale Trade	41,416,090	1,126	2.370%
9. Administrative and Waste Services	39,883,995	1,852	3.897%
10. Accommodation and Food Services	32,326,076	2,508	5.278%
11. Finance and Insurance	26,225,506	645	1.357%
12. Professional and Technical Services	21,115,610	572	1.204%
Totals	\$ 1,017,581,974	30,067	63.272%

* 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

Exhibit III.D.4

For the Year Ended December 31, 2008

Industry NAICS Sector *	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 293,423,895	6,469	12.700%
2. Health Care and Social Assistance	190,229,380	5,417	10.635%
3. Educational Services	126,087,648	4,035	7.922%
4. Retail Trade	99,653,931	3,924	7.704%
5. Public Administration	70,078,435	2,012	3.950%
6. Transportation and Warehousing	54,172,459	1,802	3.538%
7. Construction	46,750,774	1,387	2.723%
8. Wholesale Trade	46,657,834	1,328	2.607%
9. Administrative and Waste Services	32,248,915	1,382	2.713%
10. Accommodation and Food Services	28,419,277	2,466	4.841%
11. Finance and Insurance	26,698,140	703	1.380%
12. Professional and Technical Services	22,453,276	625	1.227%
Totals	\$ 1,036,873,964	31,550	61.939%

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

Exhibit III.D.4

For the Year Ended December 31, 2005

(continued below and from previous page)

Industry NAICS Sector	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 319,943,664	7,535	15.919%
2. Health Care and Social Assistance	167,489,871	5,335	11.271%
3. Educational Services	110,979,718	4,025	8.504%
4. Retail Trade	92,402,464	4,040	8.535%
5. Public Administration	60,693,231	1,926	4.069%
6. Construction	44,985,467	1,499	3.167%
7. Wholesale Trade	43,983,411	1,385	2.926%
8. Transportation and Warehousing	32,889,123	1,082	2.286%
9. Finance and Insurance	24,655,051	675	1.426%
10. Accommodation and Food Services	24,596,473	2,252	4.758%
11. Administrative and Waste Services	24,117,502	1,213	2.563%
12. Professional and Technical Services	18,238,663	530	1.120%
Totals	\$ 964,974,638	31,497	66.545%

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

Exhibit III.D.4

For the Year Ended December 31, 2002

Industry NAICS Sector	Annual Wages Paid	Annual Average Number of Employees	Percentage of Total Labor Force or Employed
1. Manufacturing	\$ 342,638,876	9,183	21.395%
2. Health Care and Social Assistance	137,552,076	4,706	10.964%
3. Educational Services	99,596,665	3,704	8.630%
4. Retail Trade	76,501,026	3,979	9.270%
5. Public Administration	55,844,672	1,913	4.457%
6. Wholesale Trade	45,345,417	1,517	3.534%
7. Construction	38,310,455	1,485	3.460%
8. Transportation and Warehousing	26,180,813	837	1.950%
9. Accommodation and Food Services	23,180,102	2,274	5.298%
10. Administrative and Waste Services	21,108,864	1,186	2.763%
11. Professional and Technical Services	17,028,526	537	1.251%
12. Finance and Insurance	16,939,464	529	1.232%
Totals	\$ 900,226,956	31,850	74.204%

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Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2012
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	166
2. All Funds Combined: Changes in Fund Balances (twelve most recent fiscal years)	Exhibit III.E.2	170
3. Government-Wide Net Assets by Component (nine most recent fiscal years)	Exhibit III.E.3	174
4. All Funds Combined: Fund Balances by Category (twelve most recent fiscal years)	Exhibit III.E.4	174
5. Retirement Contributions Schedule	Exhibit III.E.5	176

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, 2012

Description	2012	2011	2010	2009	2008
Program revenues: Charges for services:					
Governmental activities:					
General government	\$ 2,395,705	\$ 2,283,008	\$ 2,415,181	\$ 2,298,111	\$ 2,453,453
Public safety	5,899,901	5,486,734	5,134,699	5,097,275	6,124,163
Human services	7,050,168	5,470,082	5,175,178	4,845,865	4,800,258
Education (property taxes)	10,608,208	10,150,261	10,170,228	10,099,061	9,215,690
Economic and physical dev.	38,150	48,357	65,717	43,401	58,980
Cultural and recreational	98,075	57,589	43,813	49,164	118,385
Total governmental activities:	26,090,207	23,496,031	23,004,816	22,432,877	22,770,929
Business-type activities:					
Solid waste coll. and disp.	5,545,109	4,990,003	4,392,221	4,682,719	4,762,245
Total primary government	31,635,316	28,486,034	27,397,037	27,115,596	27,533,174
Program revenues: Operating grants and contributions:					
Governmental activities:					
General government	1,000,766	1,084,642	1,272,324	1,193,492	1,131,279
Public safety	2,216,861	682,837	1,076,840	1,993,543	2,515,297
Human services	18,363,979	18,590,542	18,147,393	18,102,895	16,200,691
Education	-	-	-	49,187	13,630
Economic and physical dev.	1,840,163	3,214,965	81,802	1,421,994	461,092
Cultural and recreational	(112,460)	559,339	263,787	225,228	283,022
Interest on L/T liabilities	1,232,809	799,086	-	-	66,000
Total governmental activities:	24,542,118	24,931,411	20,842,146	22,986,339	20,671,011
Business-type activities:					
Solid waste coll. and disp.	2,239,632	2,291,115	288,119	360,124	308,472
Total primary government	26,781,750	27,222,526	21,130,265	23,346,463	20,979,483
Program revenues: Capital grants and contributions:					
Governmental activities:					
General government	14,141	33,680	73,898	62,691	719,895
Public safety	67,461	26,271	601,747	123,190	91,643
Human services	-	5,020	15,191	364,626	19,928,365
Education	3,947,837	2,907,522	2,791,265	5,235,930	5,279,537
Economic and physical dev.	1,268,978	-	-	-	(12,671)
Cultural and recreational	1,146,979	404,846	450,000	1,024,268	(8,440)
Total governmental activities:	6,445,396	3,377,339	3,932,101	6,810,705	25,998,329
Business-type activities:					
Solid waste coll. and disp.	-	-	8,500	-	-
Total primary government	6,445,396	3,377,339	3,940,601	6,810,705	25,998,329

(continued from previous page)

	2007	2006	2005	2004	2003
\$	2,429,620	\$ 2,527,083	\$ 2,355,606	\$ 2,209,485	\$ 2,164,737
	4,413,692	3,818,583	4,332,493	3,141,950	2,927,502
	4,407,313	4,036,087	4,033,832	3,193,175	3,149,820
	9,091,504	8,972,777	8,742,826	8,216,640	8,050,849
	81,421	61,724	54,046	51,992	59,169
	29,949	37,810	6,360	31,592	4,032
	20,453,499	19,454,064	19,525,163	16,844,834	16,356,109
	4,927,433	5,049,367	5,234,744	5,173,466	4,903,705
	25,380,932	24,503,431	24,759,907	22,018,300	21,259,814
	827,817	772,508	795,598	905,013	879,382
	2,035,114	2,002,420	2,466,598	1,636,234	1,568,579
	16,411,564	15,239,907	14,046,319	13,970,155	13,260,602
	24,458	19,485	67,913	12,605	2,971,105
	302,598	469,506	195,220	650,582	926,439
	251,214	550,313	277	11,123	31,176
	134,100	189,225	242,850	284,750	36,637
	19,986,865	19,243,364	17,814,775	17,470,462	19,673,920
	326,760	335,768	430,911	488,594	631,809
	20,313,625	19,579,132	18,245,686	17,959,056	20,305,729
	50,373	459,853	14,776	14,420	-
	88,538	379,797	47,089	60,396	321
	5,153,258	8,295,526	423,860	4,742,383	14,789,296
	5,359,018	4,235,498	3,630,898	3,554,389	-
	4,226	956,067	-	-	280,522
	-	2,480,692	155,479	-	65,588
	10,655,413	16,807,433	4,272,102	8,371,588	15,135,727
	-	-	-	81,655	-
	10,655,413	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, 2012

Description	2012	2011	2010	2009	2008
(continued from Page 1 of 4)					
Expenses:					
Governmental activities:					
General government	\$ 8,691,799	\$ 6,778,422	\$ 9,027,646	\$ 9,094,328	\$ 8,641,901
Transportation	39,465	39,464	39,464	39,464	39,464
Public safety	24,741,145	23,198,228	21,698,159	20,436,483	20,235,804
Human services	35,480,842	36,593,375	33,914,103	39,264,800	39,510,671
Education	26,031,948	26,328,319	25,446,822	26,670,648	24,943,842
Economic and physical dev.	2,780,339	3,882,363	2,348,461	3,042,821	2,118,255
Cultural and recreational	1,212,620	1,016,592	1,103,213	1,272,016	1,286,918
Interest on L/T liabilities	2,209,258	2,283,810	643,989	697,162	669,490
Total governmental activities:	101,187,416	100,120,573	94,221,857	100,517,722	97,446,345
Business-type activities:					
Conference center	216,822	-	-	-	-
Solid waste coll. and disp.	5,789,166	8,669,964	3,613,920	8,267,583	5,285,293
Total business-type activities:	6,005,988	8,669,964	3,613,920	8,267,583	5,285,293
Total primary government	107,193,404	108,790,537	97,835,777	108,785,305	102,731,638
Net Revenue (Expense):					
Governmental activities:	(44,109,695)	(48,315,792)	(46,442,794)	(48,287,801)	(28,006,076)
Business-type activities:	1,778,753	(1,388,846)	1,074,920	(3,224,740)	(214,576)
Total primary government	(42,330,942)	(49,704,638)	(45,367,874)	(51,512,541)	(28,220,652)
General revenues:					
Governmental activities:					
Ad valorem property taxes	40,301,804	38,645,416	38,289,687	38,618,389	35,815,553
Local option sales taxes	8,077,072	7,405,889	7,429,274	9,694,631	12,002,826
Other taxes and licenses	461,395	426,626	378,380	348,147	921,337
Contributions	380,000	190,000	-	-	2,200,000
Investment earnings, general	100,740	202,215	546,517	1,103,612	1,604,977
Transfers	2,563,743	335,925	335,059	228,936	241,245
Total governmental activities:	51,884,754	47,206,071	46,978,917	49,993,715	52,785,938
Business-type activities:					
Investment earnings, general	2,179	44,053	14,553	160,189	616,174
Transfers	(2,563,743)	(335,925)	(335,059)	(228,936)	(241,245)
Total business-type activities:	(2,561,564)	(291,872)	(320,506)	(68,747)	374,929
Total primary government	49,323,190	46,914,199	46,658,411	49,924,968	53,160,867
Change in net assets:					
Governmental activities:	7,775,059	(1,109,721)	536,123	1,705,914	24,779,862
Business-type activities:	(782,811)	(1,680,718)	754,414	(3,293,487)	160,353
Total primary government	6,992,248	(2,790,439)	1,290,537	(1,587,573)	24,940,215
Ending net assets:					
Governmental activities:	133,572,906	125,797,847	126,907,568	126,371,445	124,665,531
Business-type activities:	11,867,191	12,650,002	14,330,720	13,576,306	16,869,793
Total primary government	\$ 145,440,097	\$ 138,447,849	\$ 141,238,288	\$ 139,947,751	\$ 141,535,324

(continued from previous page)

2007	2006	2005	2004	2003
(continued from Page 2 of 4)				
\$ 8,063,096	\$ 7,645,671	\$ 7,368,767	\$ 6,693,917	\$ 6,060,805
39,464	39,464	39,464	39,464	39,464
18,572,762	18,634,535	16,959,262	14,592,422	13,597,513
38,398,880	36,663,358	34,168,346	31,558,753	30,430,820
23,309,846	23,633,490	22,534,208	23,194,640	21,219,309
3,527,997	1,635,055	1,844,628	1,880,008	6,339,654
1,101,380	1,079,245	683,964	734,460	876,231
662,667	690,823	828,077	908,176	1,182,993
93,676,092	90,021,641	84,426,716	79,601,840	79,746,789
-	-	-	-	-
4,567,905	4,469,516	4,294,878	4,103,114	3,713,218
4,567,905	4,469,516	4,294,878	4,103,114	3,713,218
98,243,997	94,491,157	88,721,594	83,704,954	83,460,007
(42,580,315)	(34,516,780)	(42,814,676)	(36,914,956)	(28,581,033)
686,288	915,619	1,370,777	1,640,601	1,822,296
(41,894,027)	(33,601,161)	(41,443,899)	(35,274,355)	(26,758,737)
35,297,651	34,646,125	33,889,146	32,565,809	31,286,514
12,037,091	11,372,496	11,220,896	11,044,070	9,263,392
844,704	793,545	758,366	664,613	655,701
2,270,000	2,205,000	2,145,000	2,125,000	4,945,566
1,529,276	1,106,547	742,029	565,477	774,312
175,347	142,784	148,661	131,654	79,102
52,154,069	50,266,497	48,904,098	47,096,623	47,004,587
702,957	470,625	193,024	72,486	78,704
(175,347)	(142,784)	(148,661)	(131,654)	(79,102)
527,610	327,841	44,363	(59,168)	(398)
52,681,679	50,594,338	48,948,461	47,037,455	47,004,189
9,573,754	15,749,717	6,089,422	10,181,667	18,423,554
1,213,898	1,243,460	1,415,140	1,581,433	1,821,898
10,787,652	16,993,177	7,504,562	11,763,100	20,245,452
99,885,669	90,311,915	74,562,198	68,472,776	58,291,109
16,709,440	15,495,542	14,252,082	12,836,942	11,255,509
\$ 116,595,109	\$ 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, 2012

Description	2012	2011	2010	2009	2008
Revenues:					
Governmental funds:					
Ad valorem property taxes	\$ 52,089,876	\$ 49,785,232	\$ 49,833,593	\$ 49,505,781	\$ 45,717,409
Local option sales taxes	10,918,854	10,067,729	10,111,795	13,124,777	15,837,377
Other taxes	846,979	1,071,366	1,016,187	970,576	917,099
Intergovernmental revenues	27,487,280	24,260,241	21,352,565	22,867,190	23,281,317
Licenses, permits, and fees	943,235	865,693	883,785	906,097	1,086,477
Sales and services	11,919,725	10,479,805	9,709,237	9,529,871	9,497,364
Investment earnings	167,909	266,555	875,926	1,595,774	2,265,167
Miscellaneous	1,878,708	551,634	750,285	1,898,522	1,024,394
Total governmental funds:	106,252,566	97,348,255	94,533,373	100,398,588	99,626,604
Enterprise funds:					
Operating revenues	5,565,709	5,190,178	4,707,821	4,920,223	4,878,108
Non-operating revenues	566,501	615,510	487,386	313,015	858,456
Total enterprise funds:	6,132,210	5,805,688	5,195,207	5,233,238	5,736,564
Total primary government	112,384,776	103,153,943	99,728,580	105,631,826	105,363,168
Expenditures, non-capital:					
Governmental funds:					
General government	8,820,268	8,258,073	8,285,991	8,465,727	7,691,136
Transportation	39,465	39,464	39,464	39,464	39,464
Public safety	20,357,264	19,404,100	18,025,869	17,962,171	16,690,549
Human services	33,936,655	33,774,319	33,192,709	36,165,026	37,307,822
Education	22,431,550	21,973,653	21,918,571	21,849,965	20,264,032
Economic and physical dev.	3,408,258	3,286,202	1,454,212	2,464,437	1,733,675
Cultural and recreational	1,128,074	1,164,592	1,121,982	1,097,770	1,085,151
Debt service, principal reductic	3,435,998	2,847,048	3,250,871	2,888,981	4,876,307
Debt service, interest	2,255,816	1,711,550	643,989	499,364	409,221
Total governmental funds:	95,813,348	92,459,001	87,933,658	91,432,905	90,097,357
Enterprise funds:					
Environmental	4,538,182	4,387,077	4,361,641	4,360,945	4,277,825
Cultural and recreational	216,822	-	-	-	-
Total enterprise funds:	4,755,004	4,387,077	4,361,641	4,360,945	4,277,825
Total primary government	100,351,530	96,846,078	92,295,299	95,793,850	94,375,182
Expenditures, capital:					
Governmental funds:					
General government	183,390	461,282	456,472	776,735	626,270
Public safety	1,466,060	3,283,864	5,329,708	7,008,460	2,449,686
Human services	-	75,923	690,162	542,426	1,332,108
Education	20,853,371	28,906,988	6,125,420	4,914,746	4,738,167
Economic and physical dev.	3,924,842	1,658,202	1,651,388	1,351,481	377,409
Cultural and recreational	1,553,809	861,313	523,935	1,320,977	250,000
Total governmental funds:	27,981,472	35,247,572	14,777,085	15,914,825	9,773,640
Enterprise fund : environmental	156,655	997,793	874,601	2,962,957	6,104,817
Total primary government	28,138,127	36,245,365	15,651,686	18,877,782	15,878,457

(continued from previous page)

	2007	2006	2005	2004	2003	2002	2001
\$	45,093,388	\$ 44,483,730	\$ 43,355,393	\$ 40,749,630	\$ 39,942,314	\$ 39,596,061	\$ 37,753,838
	15,845,539	14,895,552	14,345,733	14,049,144	13,099,757	11,130,488	11,143,286
	1,250,797	1,227,608	1,063,837	663,789	655,554	677,631	940,957
	22,815,367	20,712,669	16,770,486	17,109,288	16,237,754	24,303,484	25,355,039
	1,139,917	1,174,717	1,154,658	1,465,398	1,443,654	1,109,378	680,712
	8,351,036	8,351,003	10,653,350	8,679,352	8,667,146	6,079,747	5,241,099
	2,000,774	1,366,276	894,590	662,210	913,046	1,296,836	2,183,993
	642,769	1,021,584	500,510	832,929	395,274	1,321,179	2,038,122
	97,139,587	93,233,139	88,738,557	84,211,740	81,354,499	85,514,804	85,337,046
	5,035,968	5,218,497	5,284,036	5,291,178	4,965,954	3,502,600	3,867,401
	920,833	718,244	460,202	480,554	616,589	570,557	699,826
	5,956,801	5,936,741	5,744,238	5,771,732	5,582,543	4,073,157	4,567,227
	103,096,388	99,169,880	94,482,795	89,983,472	86,937,042	89,587,961	89,904,273
	7,775,143	7,237,619	6,948,768	6,313,545	5,630,787	5,917,228	5,540,019
	39,464	39,464	39,464	39,464	39,464	39,464	39,464
	16,419,086	15,379,062	14,562,315	13,511,461	12,974,638	12,441,356	11,656,933
	36,472,481	34,866,255	32,565,757	30,198,443	29,560,351	29,470,009	28,712,958
	19,959,846	19,841,118	19,580,241	18,828,640	18,631,028	18,528,486	20,090,830
	3,389,623	1,235,881	1,787,955	1,497,583	3,014,269	758,003	870,945
	968,115	1,051,486	577,489	657,260	720,820	712,924	720,576
	4,954,194	4,945,263	4,923,684	4,945,906	5,066,552	4,469,183	4,406,968
	551,238	690,823	819,310	923,942	1,307,265	1,970,013	2,189,236
	90,529,190	85,286,971	81,804,983	76,916,244	76,945,174	74,306,666	74,227,929
	3,625,443	3,568,759	3,405,980	3,214,739	2,885,124	2,978,066	2,489,259
	-	-	-	-	-	-	-
	3,625,443	3,568,759	3,405,980	3,214,739	2,885,124	2,978,066	2,489,259
	94,154,633	88,855,730	85,210,963	80,130,983	79,830,298	77,284,732	76,717,188
	205,000	575,126	217,591	765,622	257,572	103,573	463,877
	1,099,487	2,734,682	1,387,946	956,864	684,542	761,753	874,028
	523,313	384,199	1,072,937	167,050	487,764	1,086,209	203,780
	3,350,000	3,792,372	2,953,967	4,448,424	2,588,282	7,913,614	4,376,187
	202,573	440,870	318,103	687,346	97,232	2,884,114	2,322,371
	3,350	243,917	187,925	115,046	81,185	-	84,366
	5,383,723	8,171,166	6,138,469	7,140,352	4,196,577	12,749,263	8,324,609
	899,304	306,391	325,597	354,690	904,488	428,452	549,126
	6,283,027	8,477,557	6,464,066	7,495,042	5,101,065	13,177,715	8,873,735

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, 2012

Description	2012	2011	2010	2009	2008
(continued from Page 1 of 4)					
Excess of revenues over (under) expenditures:					
Governmental funds:	\$ (17,542,254)	\$ (30,358,318)	\$ (8,177,370)	\$ (6,949,142)	\$ (244,393)
Enterprise funds:	1,220,551	420,818	(41,035)	(2,090,664)	(4,646,078)
Total primary government	<u>(16,321,703)</u>	<u>(29,937,500)</u>	<u>(8,218,405)</u>	<u>(9,039,806)</u>	<u>(4,890,471)</u>
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	2,563,743	335,925	335,059	228,936	241,245
Total governmental funds:	<u>2,563,743</u>	<u>17,899,175</u>	<u>22,416,154</u>	<u>6,948,936</u>	<u>6,566,086</u>
Enterprise funds:					
Enterprise fund : transfers	(2,563,743)	(335,925)	(335,059)	(228,936)	(241,245)
Total enterprise funds:	<u>(2,563,743)</u>	<u>(335,925)</u>	<u>(335,059)</u>	<u>(228,936)</u>	<u>(241,245)</u>
Total primary government	<u>-</u>	<u>17,563,250</u>	<u>22,081,095</u>	<u>6,720,000</u>	<u>6,324,841</u>
Net change in fund balances:					
Governmental funds:	(14,978,511)	(12,459,143)	14,238,784	(206)	6,321,693
Enterprise funds:	(1,343,192)	84,893	(376,094)	(2,319,600)	(4,887,323)
Total primary government	<u>(16,321,703)</u>	<u>(12,374,250)</u>	<u>13,862,690</u>	<u>(2,319,806)</u>	<u>1,434,370</u>
Ending fund balances:					
Governmental funds:	31,662,259	46,640,770	59,099,913	44,861,129	44,861,335
Enterprise funds:	5,661,498	7,004,690	6,919,797	7,295,891	9,615,491
Total primary government	<u>\$ 37,323,757</u>	<u>\$ 53,645,460</u>	<u>\$ 66,019,710</u>	<u>\$ 52,157,020</u>	<u>\$ 54,476,826</u>
Debt service expenditures as a percentage of noncapital expenditures:					
Governmental funds:	5.941%	4.930%	4.429%	3.706%	5.866%
Total primary government	5.672%	4.707%	4.220%	3.537%	5.601%

(continued from previous page)

	2007	2006	2005	2004	2003	2002	2001
(continued from Page 2 of 4)							
\$	1,226,674	\$ (224,998)	\$ 795,105	\$ 155,144	\$ 212,748	\$ (1,541,125)	\$ 2,784,508
	1,432,054	2,061,591	2,012,661	2,202,303	1,792,931	666,639	1,528,842
	2,658,728	1,836,593	2,807,766	2,357,447	2,005,679	(874,486)	4,313,350
	-	-	797,368	146,374	30,456,674	-	-
	-	-	-	-	(30,323,141)	-	-
	175,347	142,784	148,661	131,654	79,102	65,659	70,213
	175,347	142,784	946,029	278,028	212,635	65,659	70,213
	(175,347)	(142,784)	(148,661)	(131,654)	(79,102)	(65,659)	(70,213)
	(175,347)	(142,784)	(148,661)	(131,654)	(79,102)	(65,659)	(70,213)
	-	-	797,368	146,374	133,533	-	-
	1,402,021	(82,214)	1,741,134	433,172	425,383	(1,475,466)	2,854,721
	1,256,707	1,918,807	1,864,000	2,070,649	1,713,829	600,980	1,458,629
	2,658,728	1,836,593	3,605,134	2,503,821	2,139,212	(874,486)	4,313,350
	38,539,642	37,137,621	37,219,835	35,478,701	35,045,529	34,620,146	36,095,612
	14,502,814	13,246,107	11,327,300	9,463,300	7,392,651	5,678,822	5,077,842
\$	53,042,456	\$ 50,383,728	\$ 48,547,135	\$ 44,942,001	\$ 42,438,180	\$ 40,298,968	\$ 41,173,454
	6.081%	6.608%	7.020%	7.631%	8.284%	8.666%	8.886%
	5.847%	6.343%	6.740%	7.325%	7.984%	8.332%	8.598%

Cleveland County, North Carolina

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

(continued)

Exhibit III.E.3

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	Governmental Activities				Business-Type
	Invested in Capital Assets, Net	Restricted Net Assets	Unrestricted Net Assets	Subtotal	Invested in Capital Assets, Net
2012	\$ 110,731,505	\$ 23,441,547	\$ (600,146)	\$ 133,572,906	\$ 16,169,340
2011	85,694,014	39,629,067	474,766	125,797,847	15,039,747
2010	73,352,330	13,033,908	40,521,330	126,907,568	13,200,191
2009	86,285,668	11,130,562	28,955,215	126,371,445	13,483,249
2008	85,741,754	11,915,459	27,008,318	124,665,531	11,004,690
2007	68,762,375	10,298,262	20,825,032	99,885,669	5,575,418
2006	62,126,673	8,019,763	20,165,479	90,311,915	5,298,264
2005	47,613,359	7,624,049	19,324,790	74,562,198	5,688,961
2004	44,361,220	7,633,009	16,478,547	68,472,776	5,858,493
2003	36,526,958	7,067,819	14,696,332	58,291,109	6,042,171

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

Cleveland County, North Carolina

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

(continued)

Exhibit III.E.4

For the Year Ended June 30, 2012

Fiscal Year Ended June 30	General Fund			All Other	All Special Revenue Funds
	Non-Spendable Fund Balance	Spendable Fund Balance	Subtotal	Non-Spendable Fund Balance	Spendable Fund Balance
2012	\$ 264,984	\$ 24,798,730	\$ 25,063,714	\$ 8,055	\$ 1,438,364
2011	285,701	21,995,938	22,281,639	1,912	1,899,202
2010	229,844	23,352,284	23,582,128	4,016	2,655,889
2009	297,808	24,423,891	24,721,699	-	3,185,963
2008	212,984	28,325,731	28,538,715	-	3,195,093
2007	364,741	28,655,720	29,020,461	150	2,797,478
2006	209,622	29,309,993	29,519,615	-	1,837,498
2005	216,419	29,622,352	29,838,771	843	947,851
2004	217,656	28,099,023	28,316,679	2,778	856,888
2003	80,900	27,549,348	27,630,248	-	1,085,018
2002	257,538	25,944,413	26,201,951	-	3,508,002
2001	49,183	24,510,193	24,559,376	-	4,972,658

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Business- Type Activities	Business-Type Activities (cont.)		Primary Government			
	Unrestricted Net Assets	Subtotal	Invested in Capital Assets, Net	Restricted Net Assets	Unrestricted Net Assets	Total
	\$ (4,302,149)	\$ 11,867,191	\$ 126,900,845	\$ 23,441,547	\$ (4,902,295)	\$ 145,440,097
	(2,389,745)	12,650,002	100,733,761	39,629,067	(1,914,979)	138,447,849
	1,130,529	14,330,720	86,552,521	13,033,908	41,651,859	141,238,288
	93,057	13,576,306	99,768,917	11,130,562	29,048,272	139,947,751
	5,865,103	16,869,793	96,746,444	11,915,459	32,873,421	141,535,324
	11,134,022	16,709,440	74,337,793	10,298,262	31,959,054	116,595,109
	10,197,278	15,495,542	67,424,937	8,019,763	30,362,757	105,807,457
	8,563,121	14,252,082	53,302,320	7,624,049	27,887,911	88,814,280
	6,978,449	12,836,942	50,219,713	7,633,009	23,456,996	81,309,718
	5,213,338	11,255,509	42,569,129	7,067,819	19,909,670	69,546,618

ll accrual basis for

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All Capital Project Funds	All Other	Total Governmental Funds		
		Non-Spendable Fund Balance	Spendable Fund Balance	Total
\$ 5,152,126	\$ 6,598,545	\$ 273,039	\$ 31,389,220	\$ 31,662,259
22,458,017	24,359,131	287,613	46,353,157	46,640,770
32,857,880	35,517,785	233,860	58,866,053	59,099,913
16,953,467	20,139,430	297,808	44,563,321	44,861,129
13,127,527	16,322,620	212,984	44,648,351	44,861,335
6,721,553	9,519,181	364,891	38,174,751	38,539,642
5,780,508	7,618,006	209,622	36,927,999	37,137,621
6,432,370	7,381,064	217,262	37,002,573	37,219,835
6,302,356	7,162,022	220,434	35,258,267	35,478,701
6,330,263	7,415,281	80,900	34,964,629	35,045,529
4,910,193	8,418,195	257,538	34,362,608	34,620,146
6,563,578	11,536,236	49,183	36,046,429	36,095,612

Cleveland County, North Carolina
5. Retirement Contributions Schedule

(continued below)

Exhibit III.E.5

For the Year Ended June 30, 2012

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.
2012	\$ 1,909,791	\$ 24,305	\$ 135,023	\$ 178,052	\$ 66,544
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

* After many years of contributing at just under 5% of eligible earnings, effective July 1, 2010, County began contributing at just under 6.5% of eligible earnings. Effective July 1, 2011, 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, 2012

Fiscal Year Ended June 30	401(k) Employer's Contrib.	401(k) Employee's Contrib.	RODSPF Employer's Contrib. *	Post-Retirement Health Premiums	No. of Retirees Receiving Paid Health Premiums
(continued from above)					
2012	\$ 1,208,791	\$ 493,324	\$ 5,399	\$ 378,017	69
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

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