

## **CONTINUING DISCLOSURE REQUIREMENTS**

Securities Exchange Commission Rule 15c2-12 requires that the County make continuing disclosures related to certain general and non-general obligation debt. These disclosures are required to be submitted annually to the Nationally Recognized Municipal Securities Information Repositories by the seventh month following the end of the County's fiscal year.

Cumberland County Hospital Systems, Inc., a component unit of the County, is also required to make continuing disclosures related to certain debt obligations. The Hospital's fiscal year end is September 30. Disclosures for the year ended September 30, 2003 have not yet been compiled and are not due until April 30, 2004. Continuing disclosures for the year ended September 30, 2002 are currently on file with the Nationally Recognized Municipal Securities Information Repositories.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Requirements**

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**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

**AVAILABLE SOURCES OF PAYMENT OF INSTALLMENT DEBT**

The County may pay installment payments from any source of funds available to the County in each year and appropriated by the Board of County Commissioners for such purpose.

General Fund Revenues. The County's General Fund revenues (excluding other financing sources) for the fiscal year ended June 30, 2003 were approximately \$232 million. General Fund revenues are derived from various sources, including property taxes (which account for approximately 48.0% of General Fund revenues), sales taxes and intergovernmental revenues. The County's property tax rate was \$0.925 per \$100 of assessed value for fiscal years 2002 and 2003. In 2003, revaluation occurred and a tax rate of \$0.88 per \$100 of assessed value was adopted beginning in fiscal year 2004. A rate of \$.01 per \$100 of assessed value presently generates approximately \$1,308,000 annually. The State Constitution permits counties to impose property taxes of up to \$1.50 per \$100 of assessed value for certain purposes, including civic center facilities, without the requirement of a voter referendum. In fiscal years 2000, 2001, 2002 and 2003, the County transferred \$695,000, \$650,000, \$533,000 and \$533,000 respectively, from the General Fund to pay operating expenses of the Cumberland County Crown Center. In fiscal year 2003, the County transferred \$2,599,158 from the General Fund to pay debt service on the Crown Coliseum. For FY2004, the County budgeted transfers from the General Fund in the amounts of \$533,000 for Crown Center operating expenses and \$2,831,130 for Crown Coliseum debt service.

Prepared Food and Beverage Tax Revenues. The North Carolina General Assembly (the "General Assembly") has authorized the County to levy a prepared food and beverage tax (the "Food and Beverage Tax") of up to 1% of the sale price of prepared food and beverages sold at retail for consumption on or off the premises by any retailer within the County that is subject to sales tax imposed by the State.

The proceeds of the Food and Beverage Tax are collected monthly by the County and allocated to the Cumberland County Civic Center Commission (the "Commission") and maintained in the County's Crown Center Enterprise Fund. The Commission may use the proceeds of the Food and Beverage Tax to pay debt service or to expand the existing arena facilities or to pay other costs of acquiring, constructing, maintaining, operating, marketing and promoting the new coliseum or expanded arena facilities. Set forth below are the historical receipts from the Food and Beverage Tax, net of administrative expenses, for the five fiscal years ended June 30, 2003 and the forecasted receipts from the Food and Beverage Tax, net of administrative expenses, for the five fiscal years ending June 30, 2008:

Fiscal Year Ended June 30 (1)	Historical Receipts (2)
1999	\$ 2,939,000
2000	2,984,000
2001	3,140,000
2002	3,162,000
2003	3,340,000
Fiscal Year Ended June 30	Forecasted Receipts (3)
2004	\$ 3,407,000
2005	3,475,000
2006	3,545,000
2007	3,616,000
2008	3,688,000

- (1) The Food and Beverage Tax became effective on January 1, 1994.
- (2) Historical receipts from the Food and Beverage Tax are audited amounts less collection costs ranging from \$30,000 to \$37,600 per year.
- (3) Forecasted receipts assume 2% annual growth in tax revenue and 2% growth in the cost of collection.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
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Occupancy Tax Revenues. The General Assembly has also authorized the County to levy a room occupancy and tourism development tax (the "Occupancy Tax") on the gross receipts derived from the rental of any sleeping room or lodging furnished in any hotel, motel, or inn located in the County. This is in addition to any state or local sales or occupancy tax. The Occupancy Tax does not apply to any room or rooms, lodging or accommodations supplied to the same person for a period of 90 continuous days or more or to sleeping rooms or lodgings furnished by charitable, educational, benevolent or religious institutions or organizations not operated for a profit. Prior to January 1, 2002 the Occupancy Tax rate was 3%. In 2001, the General Assembly authorized a series of 1% increases in the occupancy tax rate to be implemented over several years, eventually capping out at 6%. On January 1, 2002, the authorized rate increased to 4%. Effective January 1, 2004 the authorized rate increases to 5% and on January 1, 2005, the authorized rate caps out at 6%. The legislation also created the Cumberland Tourism Development Authority ("CTDA"). The legislation did not change the percentage of the Occupancy Tax allocated to the Civic Center Commission. The proceeds of the Occupancy Tax are collected monthly by the County. The County deducts 3% for administrative expenses on the first \$500,000 collected and 1% on amounts in excess of \$500,000. Fifty percent of the net proceeds from the first 3% of the Occupancy Tax is allocated to the Civic Center Commission and the remainder to CTDA. All taxes collected in excess of the first 3% are allocated to CTDA. CTDA is required to share 50% of these "additional" taxes with the Arts Council to support festivals and events that will draw tourists to the County. The remainder must be used by CTDA to promote travel and tourism in the County.

The Commission may use the proceeds of the Occupancy Tax received by it only to finance renovations and expansions of the Cumberland County Civic Center, and, with the permission of the Board of County Commissioners, to finance construction of new convention-oriented or multipurpose facilities. Set forth below are the historical receipts of the Commission from the Occupancy Tax, net of administrative expenses, for the five fiscal years ended June 30, 2003 and the forecasted receipts from the Occupancy Tax, net of administrative expenses, for the five fiscal years ending June 30, 2008:

<u>Fiscal Year</u> <u>Ended June 30</u>	<u>Historical</u> <u>Receipts (1)</u>
1999	\$ 593,000
2000	621,000
2001	600,000
2002	634,000
2003	684,000
<u>Fiscal Year</u> <u>Ended June 30</u>	<u>Forecasted</u> <u>Receipts (2)</u>
2004	\$ 698,000
2005	712,000
2006	726,000
2007	740,000
2008	755,000

- (1) Historical receipts from the Occupancy Tax are audited amounts less 3% collection fee. FY2002 and FY2003 amounts increased significantly due to large presence of military reservists related to war on terror.
- (2) Forecasted receipts assume 2% annual growth rate less 3% collection fee.

Under the statutory distribution formula, the County will receive an equivalent amount in each fiscal year with such amount to be used for advertising the civic center complex and promoting travel and tourism within the County. The County expects to use the proceeds of the Occupancy Tax allocated to the Commission and the Food and Beverage Tax as sources from which to make its installment payments. These proceeds and transfers of amounts from the General Fund necessary to make such installment payments are deposited into a special fund created by the County. No assurance can be given that the proceeds of the Occupancy Tax and Food and Beverage Tax will be equal to the installment payments in any fiscal year. In addition, the proceeds of the Occupancy Tax and the Food and Beverage Tax have not been pledged directly or indirectly as security for any

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

debt obligation and the registered owners of any such debt obligation have no lien on or claim against such proceeds, whether or not a default occurs, and although the County has no reason to believe that either event will take place, no assurance can be given that the Occupancy Tax and the Food and Beverage Tax will not be reduced or appealed by the General Assembly or the Board of County Commissioners. The General Assembly is not precluded by any existing statutory or constitutional provision from enacting legislation that may repeal, reduce or otherwise adversely affect the County's authority to impose the Occupancy Tax and the Food and Beverage Tax.

**DEBT INFORMATION**

In accordance with the provisions of the State Constitution and The Local Government Bond Act, as amended, the County has the statutory capacity to incur additional net debt in the amount of \$1,017,749,000 as of June 30, 2003.

**Outstanding General Obligation Debt**

	Principal Outstanding as of			
	June 30, 2000	June 30, 2001	June 30, 2002	June 30, 2003
<b>General Obligation Bonds</b>				
School	\$ 115,195,000	\$ 109,005,000	\$ 102,815,000	\$ 111,500,000
Community College Facilities	4,660,000	4,310,000	3,960,000	3,610,000
Library Facilities	10,200,000	9,600,000	9,000,000	8,400,000
Other				
<b>Total G.O. Debt Outstanding</b>	<b>\$ 130,055,000</b>	<b>\$ 122,915,000</b>	<b>\$ 115,775,000</b>	<b>\$ 123,510,000</b>

Note: Outstanding debt above does not include \$137,471,000 in hospital facilities revenue bonds as these bonds are payable solely from the net revenues of certain County-owned health care facilities primarily consisting of Cape Fear Valley Medical Center and Highsmith-Rainey Memorial Hospital.

**General Obligation Debt Ratios**

At July 1	Total G.O. Debt	Assessed Valuation	Ratio of G.O. Debt To Assessed Valuation	Population (1)	Total G.O. Debt Per Capita
1999	\$ 106,120,000	\$11,686,012,000	0.91%	300,603	\$ 353.02
2000	130,055,000	12,232,728,000	1.06%	302,528	429.89
2001	122,915,000	12,515,930,000	0.98%	302,646	406.13
2002	115,775,000	12,744,760,000	0.91%	303,892	380.97
2003	123,510,000	12,813,032,000	0.96%	305,851	403.82

(1) North Carolina Office of State Budget & Management – State Demographics Section – Revised July 2003.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

**General Obligation Debt Service Requirements and Maturity Schedule**

<b>Cumberland County</b>						
FY Ending June 30	<u>Schools</u>		<u>Libraries</u>		<u>Community College</u>	
	<u>Principal</u>	<u>Principal &amp; Interest</u>	<u>Principal</u>	<u>Principal &amp; Interest</u>	<u>Principal</u>	<u>Principal &amp; Interest</u>
2004	6,665,000	12,257,370	600,000	1,013,400	350,000	564,610
2005	6,650,000	11,919,555	600,000	984,600	350,000	544,485
2006	6,635,000	11,582,430	600,000	955,800	350,000	524,360
2007	6,615,000	11,240,995	600,000	926,400	350,000	504,060
2008	6,695,000	11,000,480	600,000	897,000	350,000	483,760
2009	6,670,000	10,650,385	600,000	867,600	350,000	463,110
2010	6,645,000	10,301,440	600,000	838,200	350,000	442,110
2011	6,620,000	9,950,465	600,000	808,800	350,000	420,760
2012	6,705,000	9,707,330	600,000	779,400	350,000	399,410
2013	6,550,000	9,216,035	600,000	750,000	460,000	488,060
2014	6,775,000	9,103,610	900,000	1,020,000		
2015	6,775,000	8,750,860	900,000	975,000		
2016	7,075,000	8,706,760	600,000	630,000		
2017	7,605,000	8,877,660				
2018	6,400,000	7,282,160				
2019	6,400,000	6,941,360				
2020	2,145,000	2,341,160				
2021	1,875,000	1,968,750				
Bal @ 6/30/03	<u>\$ 111,500,000</u>	<u>\$ 161,798,805</u>	<u>\$ 8,400,000</u>	<u>\$ 11,446,200</u>	<u>\$ 3,610,000</u>	<u>\$ 4,834,725</u>

**General Obligation Bonds Authorized and Unissued**

<u>Purpose</u>	<u>Date Approved</u>	<u>Authorized and Unissued</u>
School Refunding	February 16, 1998	<u>6,605,000</u> <sup>(1)</sup>
		<u>\$ 6,605,000</u>

(1) The County does not intend to issue the balance of the School Refunding Bonds.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

**Other Long-Term Commitments**

<u>Purpose</u>	<u>Original Amount/Costs</u>	<u>Principal &amp; Interest Repayment/Requirements</u>	<u>FY2004 Principal And Interest Requirements</u>	<u>Balance June 30, 2003</u>
Certificates of Participation – Coliseum 1995 Series A	55,153,781	Partially refunded on July 1, 1998 from proceeds of 1998 COPS Coliseum Refunding leaving a balance of \$7,803,781. Principal payable annually and interest payable semi-annually in arrears through December 1, 2013. Total principal and interest payments range from \$0 to \$1,708,970; payable from Enterprise Fund	1,595,135	4,543,781
Lease Purchase – Courthouse Renovation	2,200,000	\$186,663 payable semi- annually in arrears for 5 years ending November 1, 2003; payable from the General Fund	186,663	182,226
Certificates of Participation - DSS Building/Community Corrections Center/ Equipment	37,350,000	Principal payable annually and interest payable semi-annually in arrears ending December 1, 2017. Annual principal and interest payments range from \$682,149 to \$2,956,288; payable from General Fund	2,954,150	31,990,000
Certificates of Participation - Coliseum Refunding Series 1998	52,950,000	Principal payable annually and interest payable semi-annually in arrears ending December 1, 2024. Annual principal and interest payments range from \$1,989,898 to \$5,441,425; payable from Enterprise Fund. Balance at 6/30/03 is shown net of amortization of refunding gain (\$4,443,848).	2,954,515	46,096,152
Promissory Note – Sigma Construction	400,000	\$80,000 payable annually in arrears ending July 15, 2003; payable from Enterprise Fund (1)	87,305	87,305

(1) Sigma Construction is currently in bankruptcy. In FY 2002, per recommendation of the County attorney, the County withheld the scheduled \$80,000 payment and asserted its right to offset damages arising from imperfect warranty repairs by Sigma and/or its agent. Repairs completed in FY 2003 cost \$72,695 and the County made the scheduled \$80,000 payment for FY03. The balance remaining at June 30, 2003 is \$87,305.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

<u>Purpose</u>	<u>Original Amount/Costs</u>	<u>Principal &amp; Interest Repayment/Requirements</u>	<u>FY2004 Principal and Interest Requirements</u>	<u>Balance June 30, 2003</u>
Promissory Note – Industrial Park – Alphin Land #2	238,125	\$86,839 including interest payable annually on February 1 for 3 years beginning in 2003; payable from the General Fund	86,839	162,331
Promissory Note – Industrial Park - Clark Land	300,000	\$69,292 including interest payable annually on February 26 for 4 years with a final payment of \$69,067 due on February 1, 2004; payable from the General Fund	69,067	65,993
Certificates of Participation - Detention Center and Mental Health Facility Refunding Series 2000	50,780,000	Principal payable annually and interest payable semi-annually in arrears ending June 1, 2024. Total annual principal and interest payments range from \$2,220,775 to \$4,583,990; payable from the General Fund	4,120,195	45,965,000
Promissory Note-Section 108 Community Development	1,500,000	Principal payable annually in arrears ending August 1, 2009. Interest payable semi-annually at an average rate of 5.86%. Payable from Special Revenue Funds	219,929	1,050,000
Promissory Note – Mental Health portion of Hospital Bond 1993	2,013,338	Principal payable annually and interest payable semi-annually in arrears ending October 1, 2014. Total annual principal and interest payments range from \$96,183 to \$193,913; payable from Mental Health Funds	192,863	1,600,913
Promissory Note – Industrial Park – Healy Land	<u>931,000</u>	\$107,750 principal plus 3.0% interest payable annually on December 1 for 4 years beginning in 2003 and a final balloon payment of \$500,000 plus 3.0% interest on October 14, 2007; payable from the General Fund	<u>137,020</u>	<u>931,000</u>
	<b><u>\$ 203,816,244</u></b>		<b><u>\$ 12,603,681</u></b>	<b><u>\$ 132,674,701</u></b>

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

The County's payment obligations under the installment financing arrangements described above at June 30, 2003, are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Civic Center Certificates Debt Service (1)</u>	<u>DSS Certificates Debt Service</u>	<u>Jail/ WC Certificates Debt Service</u>	<u>Other Agreements Debt Service (2)</u>	<u>Total Non G.O. Debt</u>
2004	4,549,650	2,954,150	4,120,195	979,686	12,603,681
2005	4,664,143	2,951,725	4,531,290	621,468	12,768,626
2006	4,786,050	2,955,085	4,583,990	520,331	12,845,456
2007	4,911,550	2,954,770	4,469,870	506,260	12,842,450
2008	5,039,175	2,955,570	4,358,495	882,573	13,235,813
2009	5,168,175	2,956,288	4,232,120	274,560	12,631,143
2010	5,307,550	2,951,660	3,806,420	259,819	12,325,449
2011	5,441,425	2,956,190	3,697,750	192,052	12,287,417
2012	3,546,485	2,954,365	3,596,000	191,514	10,288,364
2013	3,544,898	2,955,760	3,489,000	191,545	10,181,203
2014	3,546,750	2,956,015	3,377,000	191,421	10,071,186
2015	3,542,375	2,951,100	3,265,250	190,784	9,949,509
2016	3,540,000	2,955,006	3,153,750		9,648,756
2017	3,542,125	2,952,350	3,037,500		9,531,975
2018	3,548,250	2,953,519	2,923,531		9,425,300
2019	3,543,250		2,809,281		6,352,531
2020	3,546,875		2,694,750		6,241,625
2021	3,543,750		2,574,938		6,118,688
2022	3,548,500		2,453,113		6,001,613
2023	3,545,750		2,336,812		5,882,562
2024	3,545,250		2,220,775		5,766,025
2025	3,546,499				3,546,499
	<b>89,498,475</b>	<b>44,313,553</b>	<b>71,731,830</b>	<b>5,002,013</b>	<b>210,545,871</b>
Amortization Refund Gain	<b>(4,443,848)</b>				<b>(4,443,848)</b>
	<b>\$ 85,054,627</b>	<b>\$ 44,313,553</b>	<b>\$ 71,731,830</b>	<b>\$ 5,002,013</b>	<b>\$ 206,102,023</b>

(1) Partially paid from food and beverage and occupancy taxes. (Coliseum Series 1995A and 1998 Refunding)

(2) Includes note to Cape Fear Valley Hospital for Mental Health's portion of Series 1993 Bonds. (Principal of \$1,600,913 and interest of \$532,591)

The obligations of the County under the installment financing arrangements described above are not secured by a pledge of the taxing power of the County. In the event of a default by the County, the sole recourse of the obligee is to foreclose on, or otherwise realize upon its security interest in, the property acquisition or improvement of which was financed. No deficiency judgment may be rendered against the County.

**Debt Outlook**

On July 30, 2002, the County issued the final \$14,875,000 installment of the \$98,000,000 General Obligation School Bonds previously authorized by referendum. The County may also refinance certain of its outstanding hospital facility revenue bonds and finance improvements to certain County-owned health care facilities through the issuance of additional hospital facility revenue bonds. Such revenue bonds are not secured by a pledge of the taxing power of the County.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

**TAX INFORMATION**

**General Information**

	<u>Fiscal Year Ended or Ending June 30,</u>		
	<u>2002</u>	<u>2003</u>	<u>2004<sup>(3)</sup></u>
		(Amounts in thousands)	
Assessment Ratio <sup>(1)</sup>	100%	100%	100%
Real Property	\$ 9,835,370	\$ 9,703,821	\$ 11,393,059
Personal Property	872,875	1,046,808	1,065,911
Vehicles	1,694,491	1,743,025	1,783,113
Public Service Companies <sup>(2)</sup>	<u>342,024</u>	<u>319,378</u>	<u>326,351</u>
Total Assessed Valuation	\$ 12,744,760	\$ 12,813,032	\$ 14,568,434
Rate per \$100	<u>.925</u>	<u>.925</u>	<u>.880</u>
County-wide Levy	<u>\$ 117,889</u>	<u>\$ 118,521</u>	<u>\$ 128,202</u>

- (1) Percentage of appraised value has been established by statute
- (2) Valuation of railroads, telephone companies, and other utilities as determined by the North Carolina Property Tax Commission.
- (3) Estimated as of October 31, 2003 for the fiscal year ending June 30, 2004 which includes the effects of revaluation conducted in FY 2003

In addition to the County-wide levy, the following table lists the levies by the County on behalf of a recreation district and 19 special fire districts for the fiscal years ended June 30.

	<u>2002</u>	<u>2003</u>	<u>2004<sup>(1)</sup></u>
County-wide	\$ 117,889,030	\$ 118,520,546	\$ 128,202,219
Recreation District	3,048,090	3,088,556	2,874,856
Special Fire Districts	<u>5,840,798</u>	<u>5,903,059</u>	<u>6,037,198</u>
Total Levy	<u>\$ 126,777,918</u>	<u>\$ 127,512,161</u>	<u>\$ 137,114,273</u>

Levy is a projection based on assessed valuation.

- (1) Estimated as of October 31, 2003 for the fiscal year ending June 30, 2004.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Continuing Disclosure Information (Unaudited)**  
**June 30, 2003**

**Property Tax Collections**

<u>Year Ended June 30</u>	<u>Prior Years' Levies Collected</u>	<u>Current Year's Levy Collected</u>	<u>Percentage of Current Year's Levy Collected</u>
1999	\$ 3,204,000	\$ 94,720,000	96.20%
2000	3,820,000	99,453,000	96.62
2001	2,325,000	108,503,000	96.00
2002	3,808,000	112,530,000	95.28
2003	4,514,000	112,620,000	94.90

The figures in the preceding table include property tax revenues deposited in the General Fund and the Special Revenue Funds.

**Ten Largest Taxpayers for Fiscal Year 2002- 03**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2002 Assessed Valuation*</u>	<u>% of Total Assessed Valuation</u>
Carolina Telephone and Telegraph	Telephone Utility	\$ 121,653	0.95%
Kelly Springfield	Tire Manufacturer	117,594	0.92
Cumberland Associates	Retail Mall	79,796	0.62
Wal-Mart	Retail/Distribution	76,822	0.60
Progress Energy	Electric Utility	67,983	0.53
Black & Decker	Power Tool Manufacturer	61,872	0.48
DAK Resins	Textiles	61,768	0.48
Purolator Products	Auto Filter Manufacturer	57,933	0.45
N.C. Natural Gas	Gas Utility	45,554	0.36
UDRT of NC LLC	Apartment Leasing	35,546	0.28
TOTAL		<u>\$ 726,521</u>	<u>5.67%</u>

\* Amounts expressed in thousands.

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Compiled Budget - Annually Budgeted Funds**  
**For the Fiscal Year Ending June 30, 2004**  
**(Unaudited)**

	General Fund	Special Revenue Funds	Enterprise Funds
<b>Estimated revenues:</b>			
Ad valorem taxes	119,995,201	9,201,100	4,340,752
Other taxes	35,869,725	12,450,430	626,050
Unrestricted intergovernmental	3,711,543		
Restricted intergovernmental	53,432,299	9,076,325	240,000
Licenses and permits	3,742,719		11,388
Sales and services	18,790,112	525,387	4,248,167
Interest earned on investments	815,136	140,000	100,000
Miscellaneous	5,153,457	30,000	5,200
Total estimated revenues	241,510,192	31,423,242	9,571,557
<b>Appropriations:</b>			
General government	16,810,946	507,697	
Public safety	30,472,412	6,092,979	
Economic and physical development	3,618,360	11,498,813	
Human services	107,527,245	1,498,910	
Cultural and recreation	7,122,222	4,227,575	
Education	65,166,481	5,043,640	
Salaries and employee benefits			3,557,040
Other supplies			858,449
Repairs and maintenance			1,222,941
Contracted services			1,442,479
Utilities			1,005,527
Administrative costs			1,191,945
Landfill closure and postclosure			693,539
Tax Distribution fee			18,781
Other Operating		130,000	
Contingency			599,078
Capital outlay			928,100
Debt service:			
Principal retirement	11,550,918	150,000	1,980,000
Interest and fees	10,031,262	69,929	2,649,650
Total appropriations	252,299,846	29,219,543	16,147,529
Estimated revenues over (under) appropriations	(10,789,654)	2,203,699	(6,575,972)
<b>Other financing sources (uses):</b>			
Operating transfers from other funds:			
General Fund		1,313,948	3,364,130
Special Revenue Fund	4,194,003		3,264,771
Enterprise Funds	249,535		
Internal Service Fund	53,665		
Operating transfers to other funds:			
General Fund		(4,194,003)	(249,535)
Special Revenue Fund	(1,313,948)		
Enterprise Fund	(3,364,130)	(3,264,771)	
Internal Service Fund	(366,697)		
Proceeds of general long term debt			
Residual equity transfer			
Appropriated fund balances	11,337,226	3,941,127	196,606
Total other financing sources	10,789,654	(2,203,699)	6,575,972
Estimated revenues and other sources over appropriations and other uses	0	0	0

Compiled by staff of the Cumberland County finance department from the FY2004 adopted budget ordinance at July 1, 2003.

## COMPLIANCE SECTION

- \* Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards
- \* Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the State Single Audit Implementation Act.
- \* Report on Compliance with Requirements Applicable to Each Major State Program and Internal control Over Compliance in Accordance with Applicable Sections of OMB Circular A-133 and the State Single Audit Implementation Act.
- \* Schedule of Findings and Questioned Costs
- \* Corrective Action Plan
- \* Summary Schedule of Prior Audit Findings
- \* Schedule of Expenditures of Federal and State Awards

**COUNTY OF CUMBERLAND, NORTH CAROLINA**  
**Financial Statements and Schedules**

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