

Cleveland County, North Carolina
Annual Financial and Compliance Report
For the Year Ended June 30, 2007
III: STATISTICAL AND TREND INFORMATION

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

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, 2007**

III: STATISTICAL AND TREND INFORMATION

A. Report to Nationally Recognized Municipal Securities Information Repository

The pages herein contain information required by Securities and Exchange Commission (SEC) Rule 15c2-12 for each Nationally Recognized Municipal Securities Information Repository (N.R.M.S.I.R.) and pertain to the following:

Issuer: Cleveland County, North Carolina
Contact Person: C. D. Crepps
Fiscal Year Ended: June 30, 2007
Reporting Period: July 1, 2007 to September 30, 2007
Six-Digit Cusip: 186036

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 each N.R.M.S.I.R. (see Exhibit III.A.1 for the list of each addressee). 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 Cusip."

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. N.R.M.S.I.R. Distribution List	Exhibit III.A.1	138
2. Tax Information and Debt Information (including bonds issued)	Exhibit III.A.2	139
3. Budget Ordinance as of July 1, 2007 - Annually Budgeted Funds	Exhibit III.A.3	140
4. Budget Amended as of September 30, 2007 - Annually Budgeted Funds	Exhibit III.A.4	141
5. Budget Reconciliation as of September 30, 2007 - Annually Budgeted Funds	Exhibit III.A.5	142

Also, other pertinent information, such as the item listed below, can be found in this report.

List of Principal County Officials as of June 30, 2007	Subsection I.B	8
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Subject: Certification of Material Events Notice

SEC Rule 15c2-12(b)(5)(iii) requires an "Issuer" or other obligated person to provide notice of any of the following eleven events, if material, with respect to the offered securities:

1. Principal and interest payment delinquencies
2. Non-payment related defaults
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 or events affecting the tax-exempt status of the security
7. Modifications to rights of security holders
8. Bond calls
9. Defeasances
10. Release, substitution, or sale of property securing repayment of the securities
11. Rating changes

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 sufficient information available to make this certification.

Respectfully yours,
C. D. Crepps
County Finance Director

Cleveland County, North Carolina
1. N.R.M.S.I.R. Distribution List

Exhibit III.A.1

For the Year Ended June 30, 2007

Information on addresses for each Nationally Recognized Municipal Securities Information Repository (N.R.M.S.I.R.) below was obtained in September 2007 from the U.S. Securities and Exchange Commission website monitored and updated at <http://www.sec.gov/info/municipal/nrmsir.htm>.

Bloomberg Municipal Repository
Attn: NRMSIR
100 Business Park Drive
Skillman, New Jersey 08558
Telephone: 609-279-3225
Facsimile: 609-279-5962
Email: munis@bloomberg.com
Web Address/Location/URL:
<http://www.bloomberg.com/markets>

DPC Data Inc.
Attn: NRMSIR
One Executive Drive
Fort Lee, New Jersey 07024
Telephone: 201-346-0701
Facsimile: 201-947-0107
Email: nrmsir@dpcdata.com
Web Address/Location/URL:
<http://www.munifilings.com>

Standard and Poor's Securities Evaluations, Inc.
Attn: NRMSIR
55 Water Street, 45th Floor
New York, New York 10041
Telephone: 212-438-4595
Facsimile: 212-438-3975
Email: nrmsir_repository@sandp.com
Web Address/Location/URL:
<http://www.disclosuredirectory.standardandpoors.com>

Interactive Data Pricing and Reference Data, Inc.
Attn: NRMSIR
100 William Street, 15th Floor
New York, New York 10038
Telephone: 212-771-6999 (800-689-8466)
Facsimile: 212-771-7390
Email: nrmsir@interactivedata.com
Web Address/Location/URL:
<http://www.interactivedata-prd.com>

Although no state information repository for municipal securities exists in North Carolina, the information submitted herein has been made available to the state via:

North Carolina Department of State Treasurer
Division of State and Local Government Finance
Attn: LGC - NRMSIR
325 North Salisbury Street
Raleigh, North Carolina 27603-1385
Telephone: 919-807-2394
Facsimile: 919-807-2352
Email: lgcsec-documents@nctreasurer.com
Web Address/Location/URL:
<http://www.nctreasurer.com/dsthome/StateAndLocalGov>

Cleveland County, North Carolina

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

Exhibit III.A.2

For the Year Ended June 30, 2007

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, 2007).

<u>Description</u>	<u>Identifier</u>	<u>Page No.</u>
"Analysis of Current Tax Levy - General Fund" for the year ended June 30, 2007	Exhibit II.E.03	122
"Schedule of Ad Valorem Taxes Receivable - General Fund" for the year ended June 30, 2007	Exhibit II.E.04	123
"Property Tax Levies by Taxing District" for twelve most recent fiscal years	Exhibit III.B.1	144
"Property Tax Levies and Collections" for twelve most recent fiscal years	Exhibit III.B.2	144
"Direct and Overlapping Property Tax Rates" for twelve most recent fiscal years	Exhibit III.B.3	146
"Principal Taxpayers" for the years ended June 30, 2007, 2004, 2001, and 1998	Exhibit III.B.4	148
"Assessed Value of Taxable Property and Tax Rates" for twelve most recent fiscal years	Exhibit III.B.5	150

Note: Revaluation of real property became effective with the fiscal year 2004-2005 tax levy. The next revaluation of real property will become effective with the fiscal year 2008-2009 tax levy.

Debt Information

BONDS ISSUED AND SUBJECT TO SEC RULE 15c2-12

2002-03 \$29,920,000 Refunding Serial Bonds, Series 2003, 3.2 years/average maturity, 3.11% 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, 2007", filed with each Nationally Recognized Municipal Securities Information Repository (N.R.M.S.I.R.) 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, 2007).

<u>Description</u>	<u>Identifier</u>	<u>Page No.</u>
"Pension Plan Obligations"	Note b.B.2	63
"Closure and Post-closure Care Costs - Solid Waste Landfill Facility"	Note b.B.3	66
"Capital Leases"	Note b.B.7.a	67
"Total Indebtedness"	Note b.B.7.d	68
"Conduit Debt Obligations"	Note b.B.7.e	69
"Long-Term Obligation Activity"	Note b.B.7.g	71
"Computation of Legal Debt Margin" for twelve most recent fiscal years	Exhibit III.C.1	150
"Computation of Direct Debt - General Obligation Bonds"	Exhibit III.C.2	151
"Annual Requirements and Debt Limitations for General Obligation Bonds"	Exhibit III.C.3	151
"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	152
"Breakdown of Outstanding Debt" for twelve most recent fiscal years	Exhibit III.C.5	152
"Ratios of Outstanding Debt" for twelve most recent fiscal years	Exhibit III.C.6	153

Cleveland County, North Carolina
3. Budget Ordinance as of July 1, 2007 - Annually Budgeted Funds

Exhibit III.A.3

For the Year Ending June 30, 2008

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Fund	
ESTIMATED REVENUES					
Ad valorem taxes	\$ 34,916,890	\$ 9,438,697	\$ -	\$ -	\$ 44,355,587
Other taxes / Assessments	12,573,500	3,033,281	-	1,483,718	17,090,499
Intergovernmental, unrestricted	117,000	-	-	-	117,000
Intergovernmental, restricted	18,693,135	849,489	2,266,000	90,000	21,898,624
Licenses, permits, and fees	1,110,490	-	-	-	1,110,490
Sales and services (dept fees)	7,646,982	-	-	3,644,550	11,291,532
Investment earnings	1,100,000	90,000	-	78,155	1,268,155
Miscellaneous	312,000	-	-	80,000	392,000
Total estimated revenues	76,469,997	13,411,467	2,266,000	5,376,423	97,523,887
APPROPRIATIONS					
General government	9,194,015	25,800	-	-	9,219,815
Public safety	15,121,608	1,577,875	-	-	16,699,483
Human services	39,921,112	-	-	-	39,921,112
Environmental	-	-	-	5,562,312	5,562,312
Education	11,048,342	8,676,000	-	-	19,724,342
Economic and physical develop.	1,297,515	-	-	-	1,297,515
Cultural and recreational	1,044,523	-	-	-	1,044,523
Schools capital outlay	3,400,000	-	-	-	3,400,000
Debt service, principal reduction	66,227	-	4,732,347	-	4,798,574
Debt service, interest	3,969	-	411,082	-	415,051
Total appropriations	81,097,311	10,279,675	5,143,429	5,562,312	102,082,727
Estimated revenues over (under) appropriations	(4,627,314)	3,131,792	(2,877,429)	(185,889)	(4,558,840)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds:					
General Fund	-	11,000	1,119,837	-	1,130,837
Special Rev	1,400,000	-	1,757,592	-	3,157,592
Enterprise Fund	226,111	-	-	-	226,111
Transfers to other funds:					
General Fund	-	(1,400,000)	-	(226,111)	(1,626,111)
Special Rev	(11,000)	-	-	-	(11,000)
Debt Service	(1,119,837)	(1,757,592)	-	-	(2,877,429)
Appropriated fund balances	4,132,040	14,800	-	412,000	4,558,840
Total other financing sources (uses)	4,627,314	(3,131,792)	2,877,429	185,889	4,558,840
Net change in fund balances	\$ -	\$ -	\$ -	\$ -	\$ -

Cleveland County, North Carolina

4. Budget Amended as of September 30, 2007 - Annually Budgeted Funds

Exhibit III.A.4

For the Year Ending June 30, 2008

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Fund	
ESTIMATED REVENUES					
Ad valorem taxes	\$ 34,916,890	\$ 10,296,764	\$ -	\$ -	\$ 45,213,654
Other taxes / Assessments	12,573,500	3,033,281	-	1,483,718	17,090,499
Intergovernmental, unrestricted	117,000	-	-	-	117,000
Intergovernmental, restricted	18,859,212	1,574,489	2,266,000	90,000	22,789,701
Licenses, permits, and fees	1,110,490	-	-	-	1,110,490
Sales and services (dept fees)	7,719,074	-	-	3,644,550	11,363,624
Investment earnings	1,100,000	90,000	-	78,155	1,268,155
Miscellaneous	401,701	-	-	80,000	481,701
Total estimated revenues	76,797,867	14,994,534	2,266,000	5,376,423	99,434,824
APPROPRIATIONS					
General government	9,162,778	25,800	-	-	9,188,578
Public safety	15,511,172	1,577,875	-	-	17,089,047
Human services	40,230,560	-	-	-	40,230,560
Environmental	-	-	-	11,851,861	11,851,861
Education	11,048,342	9,534,067	-	-	20,582,409
Economic and physical develop.	1,443,461	-	-	-	1,443,461
Cultural and recreational	1,051,216	-	-	-	1,051,216
Schools capital outlay	4,125,000	-	-	-	4,125,000
Debt service, principal reduction	66,227	-	4,732,347	-	4,798,574
Debt service, interest	3,969	-	411,082	-	415,051
Total appropriations	82,642,725	11,137,742	5,143,429	11,851,861	110,775,757
Estimated revenues over (under) appropriations	(5,844,858)	3,856,792	(2,877,429)	(6,475,438)	(11,340,933)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds:					
General Fund	-	11,000	1,119,837	-	1,130,837
Special Rev	2,125,000	-	1,757,592	-	3,882,592
Enterprise Fund	226,111	-	-	-	226,111
Transfers to other funds:					
General Fund	-	(2,125,000)	-	(226,111)	(2,351,111)
Special Rev	(11,000)	-	-	-	(11,000)
Debt Service	(1,119,837)	(1,757,592)	-	-	(2,877,429)
Capital Projects/Reserve Funds	(983,474)	-	-	-	(983,474)
Appropriated fund balances	5,608,058	14,800	-	6,701,549	12,324,407
Total other financing sources (uses)	5,844,858	(3,856,792)	2,877,429	6,475,438	11,340,933
Net change in fund balances	\$ -	\$ -	\$ -	\$ -	\$ -

Cleveland County, North Carolina

5. Budget Reconciliation as of September 30, 2007 - Annually Budgeted Funds

Exhibit III.A.5

For the Year Ending June 30, 2008

Description	Governmental Funds			Proprietary Fund	Total
	General Fund	Special Revenue Funds	Debt Service Fund	Enterprise Fund	
APPROPRIATIONS AND TRANSFERS OUT PER BUDGET ORDINANCE					
General Fund:					
Primary Government Services	\$ 41,452,966			\$ 41,452,966	
Social Services & Public Assistance	28,561,268			28,561,268	
Public Health Services	10,707,370			10,707,370	
Employee Wellness	784,209			784,209	
Court Facilities	347,335			347,335	
Workers' Compensation	375,000			375,000	
Special Revenue Funds:					
Public School District		8,676,000			8,676,000
Schools Capital Reserve		3,157,592			3,157,592
Cleveland Community College Bond Revaluation		n/a			-
911 Emergency		25,800			25,800
County Fire Service District		382,984			382,984
CDBG Housing Rehab		1,194,891			1,194,891
		n/a			-
Debt Service Fund:					
			5,143,429		5,143,429
Enterprise Fund:					
				5,788,423	5,788,423
Total appropriations and transfers out per budget ordinance	82,228,148	13,437,267	5,143,429	5,788,423	106,597,267
APPROPRIATIONS AND TRANSFERS OUT PER BUDGET AMENDMENTS					
July:	970,063	858,067	-	6,289,549	8,117,679
August:	1,313,474	725,000	-	-	2,038,474
September:	245,351	-	-	-	245,351
Total appropriations and transfers out per budget amendments	2,528,888	1,583,067	-	6,289,549	10,401,504
TOTAL BUDGET TO DATE	84,757,036	15,020,334	5,143,429	12,077,972	116,998,771
LESS: TRANSFERS OUT	(2,114,311)	(3,882,592)	-	(226,111)	(6,223,014)
TOTAL APPROPRIATIONS	\$ 82,642,725	\$ 11,137,742	\$ 5,143,429	\$ 11,851,861	\$ 110,775,757