



NONMAJOR ENTERPRISE FUNDS

Enterprise funds are used to report activities for which a fee is charged to external users for goods or services.

The following activities are included in the nonmajor enterprise funds:

- Public School Insurance
- North Carolina State Fair
- USS North Carolina Battleship Commission
- Agricultural Farmers Market
- Workers' Compensation
- Utilities Commission
- State Banking Commission
- ABC Commission
- Occupational Licensing Boards
- Departmental Funds

**COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS**

June 30, 2011

(Dollars in Thousands)

	Public School Insurance	North Carolina State Fair	USS North Carolina Battleship Commission	Agricultural Farmers Market	Workers' Compensation	Utilities Commission
Assets						
Current Assets:						
Cash and cash equivalents.....	\$ 12,273	\$ 1,449	\$ 2,142	\$ 771	\$ 5,606	\$ 887
Investments.....	67,927	—	—	—	15,665	—
Securities lending collateral.....	6,995	—	125	—	1,809	73
Receivables:						
Accounts receivable, net.....	—	195	54	—	—	4
Interest receivable.....	11	—	—	—	3	—
Premiums receivable.....	1,059	—	—	—	16	—
Notes Receivable.....	—	—	—	—	—	—
Inventories.....	—	127	269	10	—	32
Prepaid items.....	2,508	—	262	—	483	—
Restricted cash and cash equivalents.....	—	—	98	—	—	—
Restricted investments.....	—	—	1,910	—	—	—
Total current assets.....	<u>90,773</u>	<u>1,771</u>	<u>4,860</u>	<u>781</u>	<u>23,582</u>	<u>996</u>
Noncurrent Assets:						
Investments.....	—	—	2,935	—	—	—
Notes Receivable.....	—	—	—	—	—	—
Capital assets-nondepreciable.....	—	1,379	426	1,087	—	—
Capital assets-depreciable, net.....	—	6,156	2,261	4,824	—	159
Total noncurrent assets.....	<u>—</u>	<u>7,535</u>	<u>5,622</u>	<u>5,911</u>	<u>—</u>	<u>159</u>
Total Assets.....	<u>90,773</u>	<u>9,306</u>	<u>10,482</u>	<u>6,692</u>	<u>23,582</u>	<u>1,155</u>
Liabilities						
Current Liabilities:						
Accounts payable and accrued liabilities:						
Accounts payable.....	10	76	74	19	—	13
Accrued payroll.....	—	52	44	2	—	2
Claims payable.....	15,039	—	—	—	18,113	—
Obligations under securities lending.....	7,330	—	134	—	1,860	50
Due to other funds.....	2	9	—	1	—	11
Due to component units.....	—	—	—	—	—	—
Unearned revenue.....	3,708	580	7	—	3,283	—
Deposits payable.....	—	19	75	—	—	—
Notes payable.....	—	—	—	—	—	—
Compensated absences.....	6	20	8	5	—	141
Total current liabilities.....	<u>26,095</u>	<u>756</u>	<u>342</u>	<u>27</u>	<u>23,256</u>	<u>217</u>
Noncurrent Liabilities:						
Notes payable.....	—	—	—	—	—	—
Compensated absences.....	76	269	82	76	—	1,381
Total noncurrent liabilities.....	<u>76</u>	<u>269</u>	<u>82</u>	<u>76</u>	<u>—</u>	<u>1,381</u>
Total Liabilities.....	<u>26,171</u>	<u>1,025</u>	<u>424</u>	<u>103</u>	<u>23,256</u>	<u>1,598</u>
Net Assets						
Invested in capital assets, net of related debt...	—	7,535	2,687	5,911	—	159
Restricted for:						
Capital outlay.....	—	—	1,933	—	—	—
Other purposes.....	—	—	—	—	—	—
Unrestricted.....	64,602	746	5,438	678	326	(602)
Total Net Assets.....	<u>\$ 64,602</u>	<u>\$ 8,281</u>	<u>\$ 10,058</u>	<u>\$ 6,589</u>	<u>\$ 326</u>	<u>\$ (443)</u>

State Banking Commission	ABC Commission	Occupational Licensing Boards	Departmental Funds	Total Nonmajor Enterprise Funds
\$ 7,516	\$ 1,002	\$ 8,728	\$ 874	\$ 41,248
—	—	27,353	—	110,945
—	—	54	2	9,058
962	66	83	62	1,426
—	—	64	—	78
—	—	—	—	1,075
—	—	7	—	7
—	15	29	33	515
—	—	283	—	3,536
—	—	—	—	98
—	—	—	—	1,910
<u>8,478</u>	<u>1,083</u>	<u>36,601</u>	<u>971</u>	<u>169,896</u>
—	—	—	—	2,935
—	—	75	—	75
—	550	4,011	339	7,792
<u>99</u>	<u>2,540</u>	<u>16,838</u>	<u>7,569</u>	<u>40,446</u>
<u>99</u>	<u>3,090</u>	<u>20,924</u>	<u>7,908</u>	<u>51,248</u>
<u>8,577</u>	<u>4,173</u>	<u>57,525</u>	<u>8,879</u>	<u>221,144</u>
181	25	1,359	34	1,791
—	1	8	11	120
—	—	—	—	33,152
—	—	57	2	9,433
27	22	—	4	76
6,059	—	—	—	6,059
—	—	16,964	84	24,626
—	—	—	—	94
—	—	342	—	342
95	24	97	21	417
<u>6,362</u>	<u>72</u>	<u>18,827</u>	<u>156</u>	<u>76,110</u>
—	—	4,092	—	4,092
<u>929</u>	<u>237</u>	<u>1,171</u>	<u>225</u>	<u>4,446</u>
<u>929</u>	<u>237</u>	<u>5,263</u>	<u>225</u>	<u>8,538</u>
<u>7,291</u>	<u>309</u>	<u>24,090</u>	<u>381</u>	<u>84,648</u>
99	3,090	16,441	7,908	43,830
—	—	—	—	1,933
—	—	1,198	—	1,198
1,187	774	15,796	590	89,535
<u>\$ 1,286</u>	<u>\$ 3,864</u>	<u>\$ 33,435</u>	<u>\$ 8,498</u>	<u>\$ 136,496</u>

**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS**

For the Fiscal Year Ended June 30, 2011

(Dollars in Thousands)

	Public School Insurance	North Carolina State Fair	USS North Carolina Battleship Commission	Agricultural Farmers Market	Workers' Compensation	Utilities Commission
Operating Revenues:						
Sales and services.....	\$ —	\$ 236	\$ 788	\$ 17	\$ —	\$ 17
Rental and lease earnings.....	—	5,095	72	580	—	—
Fees, licenses, and fines.....	—	9,565	2,129	1,129	—	11,083
Insurance premiums.....	12,688	—	—	—	3,358	—
Miscellaneous.....	—	19	260	—	—	112
Total operating revenues.....	<u>12,688</u>	<u>14,915</u>	<u>3,249</u>	<u>1,726</u>	<u>3,358</u>	<u>11,212</u>
Operating Expenses:						
Personal services.....	617	5,590	1,384	848	—	12,443
Supplies and materials.....	2	905	73	81	—	24
Services.....	42	5,145	938	367	686	479
Cost of goods sold.....	—	—	313	—	—	—
Depreciation/amortization.....	—	621	110	315	—	5
Claims.....	20,396	38	—	—	10,621	—
Insurance and bonding.....	3,576	175	19	45	914	1
Other.....	5	1,131	251	14	—	946
Total operating expenses.....	<u>24,638</u>	<u>13,605</u>	<u>3,088</u>	<u>1,670</u>	<u>12,221</u>	<u>13,898</u>
Operating income (loss).....	<u>(11,950)</u>	<u>1,310</u>	<u>161</u>	<u>56</u>	<u>(8,863)</u>	<u>(2,686)</u>
Nonoperating Revenues (Expenses):						
Noncapital grants.....	—	—	—	—	—	421
Noncapital gifts.....	—	329	—	—	—	—
Investment earnings (loss).....	3,569	—	305	—	945	11
Interest and fees.....	—	—	—	—	—	—
Grants, aid and subsidies.....	—	10	—	—	—	—
Gain (loss) on sale of equipment.....	—	—	—	—	—	—
Federal recovery funds.....	—	—	—	—	—	139
Miscellaneous.....	(21)	14	—	7	(5)	—
Total nonoperating revenues (expenses).....	<u>3,548</u>	<u>353</u>	<u>305</u>	<u>7</u>	<u>940</u>	<u>571</u>
Income (loss) before contributions and transfers.....	(8,402)	1,663	466	63	(7,923)	(2,115)
Capital contributions.....	—	—	57	—	—	—
Transfers in.....	—	—	—	—	1,546	—
Transfers out.....	(217)	(3,618)	—	(802)	—	(283)
Change in net assets.....	(8,619)	(1,955)	523	(739)	(6,377)	(2,398)
Net assets — July 1, as restated.....	73,221	10,236	9,535	7,328	6,703	1,955
Net assets — June 30.....	<u>\$ 64,602</u>	<u>\$ 8,281</u>	<u>\$ 10,058</u>	<u>\$ 6,589</u>	<u>\$ 326</u>	<u>\$ (443)</u>

Exhibit D-2

State Banking Commission	ABC Commission	Occupational Licensing Boards	Departmental Funds	Total Nonmajor Enterprise Funds
\$ —	\$ 2	\$ 14	\$ 142	\$ 1,216
—	—	—	850	6,597
25,330	9,653	32,539	2,778	94,206
—	—	—	—	16,046
843	91	324	—	1,649
<u>26,173</u>	<u>9,746</u>	<u>32,877</u>	<u>3,770</u>	<u>119,714</u>
10,582	2,407	22,788	2,502	59,161
27	22	953	238	2,325
2,753	5,921	6,171	840	23,342
—	—	—	87	400
4	112	1,323	236	2,726
—	—	65	—	31,120
1	—	33	45	4,809
4,336	109	928	442	8,162
<u>17,703</u>	<u>8,571</u>	<u>32,261</u>	<u>4,390</u>	<u>132,045</u>
<u>8,470</u>	<u>1,175</u>	<u>616</u>	<u>(620)</u>	<u>(12,331)</u>
—	—	—	—	421
—	—	—	66	395
—	—	594	—	5,424
—	—	(158)	—	(158)
(6,060)	—	—	—	(6,050)
—	—	2	—	2
—	—	—	—	139
—	—	(1)	7	1
<u>(6,060)</u>	<u>—</u>	<u>437</u>	<u>73</u>	<u>174</u>
2,410	1,175	1,053	(547)	(12,157)
—	—	—	—	57
—	—	—	—	1,546
(150)	(370)	—	(649)	(6,089)
2,260	805	1,053	(1,196)	(16,643)
(974)	3,059	32,382	9,694	153,139
<u>\$ 1,286</u>	<u>\$ 3,864</u>	<u>\$ 33,435</u>	<u>\$ 8,498</u>	<u>\$ 136,496</u>

COMBINING STATEMENT OF CASH FLOWS NONMAJOR ENTERPRISE FUNDS

For the Fiscal Year Ended June 30, 2011

(Dollars in Thousands)

	Public School Insurance	North Carolina State Fair	USS North Carolina Battleship Commission	Agricultural Farmers Market	Workers' Compensation	Utilities Commission
Cash Flows from Operating Activities:						
Receipts from customers.....	\$ 12,371	\$ 14,601	\$ 3,212	\$ 1,727	\$ 4,605	\$ 14,048
Payments to suppliers.....	(3,787)	(6,368)	(1,620)	—	(1,894)	(903)
Payments to employees.....	(634)	(5,584)	(1,359)	(853)	—	(12,422)
Payments for prizes, benefits, and claims.....	(5,888)	(49)	—	(514)	(8,151)	—
Other receipts.....	—	15	—	8	—	112
Other payments.....	—	(951)	—	(7)	—	(580)
Net cash flows provided (used) by operating activities.....	<u>2,062</u>	<u>1,664</u>	<u>233</u>	<u>361</u>	<u>(5,440)</u>	<u>255</u>
Cash Provided From (Used For)						
Noncapital Financing Activities:						
Grant receipts.....	—	10	—	—	—	421
Federal recovery funds.....	—	—	—	—	—	139
Transfers from other funds.....	—	—	—	—	1,546	—
Transfers to other funds.....	(217)	(3,618)	—	(802)	—	(283)
Gifts.....	—	329	—	—	—	—
Total cash provided from (used for) noncapital financing activities.....	<u>(217)</u>	<u>(3,279)</u>	<u>—</u>	<u>(802)</u>	<u>1,546</u>	<u>277</u>
Cash Provided From (Used For)						
Capital and Related Financing Activities:						
Acquisition and construction of capital assets.....	—	(240)	(256)	(61)	—	(46)
Proceeds from the sale of capital assets.....	—	—	—	—	—	—
Capital contributions.....	—	—	58	—	—	—
Principal paid on capital debt.....	—	—	—	—	—	—
Interest paid on capital debt.....	—	—	—	—	—	—
Total cash provided from (used for) capital and related financing activities.....	<u>—</u>	<u>(240)</u>	<u>(198)</u>	<u>(61)</u>	<u>—</u>	<u>(46)</u>
Cash Provided From (Used For)						
Investment Activities:						
Proceeds from the sale/maturities of non-State Treasurer investments.....	—	—	300	—	—	—
Purchase of non-State Treasurer investments.....	—	—	(100)	—	—	—
Purchase into State Treasurer investment pool.....	(10,000)	—	—	—	—	—
Redemptions from State Treasurer investment pool.....	—	—	—	—	4,000	—
Investment earnings (loss).....	231	—	100	—	37	14
Total cash provided from (used for) investment activities.....	<u>(9,769)</u>	<u>—</u>	<u>300</u>	<u>—</u>	<u>4,037</u>	<u>14</u>
Net increase (decrease) in cash and cash equivalents.....	(7,924)	(1,855)	335	(502)	143	500
Cash and cash equivalents at July 1, as restated.....	20,197	3,304	1,905	1,273	5,463	387
Cash and cash equivalents at June 30.....	<u>\$ 12,273</u>	<u>\$ 1,449</u>	<u>\$ 2,240</u>	<u>\$ 771</u>	<u>\$ 5,606</u>	<u>\$ 887</u>
Reconciliation of Operating Income to Net Cash Provided From (Used For) Operating Activities:						
Operating income (loss).....	\$ (11,950)	\$ 1,310	\$ 161	\$ 56	\$ (8,863)	\$ (2,686)
Adjustments to reconcile operating income to net cash flows from operating activities:						
Depreciation/amortization.....	—	621	110	315	—	5
Restatements and adjustments.....	—	—	—	—	166	—
Nonoperating miscellaneous income (expense).....	—	14	—	7	—	—
(Increases) decreases in assets:						
Receivables.....	1,318	(92)	(39)	—	(7)	2,948
Inventories.....	—	(7)	(8)	1	—	16
Prepaid items.....	86	—	(127)	—	(461)	—
Increases (decreases) in liabilities:						
Accounts payable and accrued liabilities.....	14,262	46	80	(16)	2,470	(41)
Due to other funds.....	(1)	(1)	—	(1)	—	(6)
Compensated absences.....	(18)	3	6	(1)	—	19
Unearned revenue.....	(1,635)	(235)	1	—	1,255	—
Deposits payable.....	—	5	49	—	—	—
Total cash provided from (used for) operations.....	<u>\$ 2,062</u>	<u>\$ 1,664</u>	<u>\$ 233</u>	<u>\$ 361</u>	<u>\$ (5,440)</u>	<u>\$ 255</u>
Noncash Investing, Capital, and Financing Activities						
Noncash distributions from the State Treasurer						
Long-Term Investment Portfolio and/or other agents.....	\$ 3,020	\$ —	\$ —	\$ —	\$ 1,088	\$ —
Capital asset writeoff.....	—	—	46	—	—	—
Assets acquired through the assumption of a liability.....	6,996	—	—	—	1,809	73
Increase in payables related to nonoperating expenses.....	—	—	—	—	—	—
Change in fair value of investments.....	(164)	—	238	—	(318)	23

State Banking Commission	ABC Commission	Occupational Licensing Boards	Departmental Funds	Total Nonmajor Enterprise Funds
\$ 24,408	\$ 9,673	\$ 33,015	\$ 3,752	\$ 121,412
(3,074)	(6,925)	—	(1,261)	(25,832)
(10,510)	(2,428)	(19,535)	(2,501)	(55,826)
—	—	—	—	(14,602)
843	91	143	—	1,212
(4,043)	(49)	(11,502)	(390)	(17,522)
<u>7,624</u>	<u>362</u>	<u>2,121</u>	<u>(400)</u>	<u>8,842</u>
—	—	—	—	431
—	—	—	—	139
—	—	—	—	1,546
(150)	(370)	—	(649)	(6,089)
—	—	—	66	395
<u>(150)</u>	<u>(370)</u>	<u>—</u>	<u>(583)</u>	<u>(3,578)</u>
(16)	—	(899)	(37)	(1,555)
—	—	3	—	3
—	—	—	—	58
—	—	(1,902)	—	(1,902)
—	—	(44)	—	(44)
<u>(16)</u>	<u>—</u>	<u>(2,842)</u>	<u>(37)</u>	<u>(3,440)</u>
—	—	9,527	—	9,827
—	—	(9,906)	—	(10,006)
—	—	—	—	(10,000)
—	—	—	—	4,000
—	—	441	—	823
—	—	62	—	(5,356)
7,458	(8)	(659)	(1,020)	(3,532)
58	1,010	9,387	1,894	44,878
<u>\$ 7,516</u>	<u>\$ 1,002</u>	<u>\$ 8,728</u>	<u>\$ 874</u>	<u>\$ 41,346</u>
\$ 8,470	\$ 1,175	\$ 616	\$ (620)	\$ (12,331)
4	112	1,323	236	2,726
—	—	—	—	166
—	—	12	7	40
(922)	19	(45)	(41)	3,139
—	22	14	—	38
—	—	(12)	—	(514)
10	(941)	(111)	8	15,767
(10)	(5)	—	(2)	(26)
72	(20)	16	(4)	73
—	—	308	16	(290)
—	—	—	—	54
<u>\$ 7,624</u>	<u>\$ 362</u>	<u>\$ 2,121</u>	<u>\$ (400)</u>	<u>\$ 8,842</u>
\$ —	\$ —	\$ —	\$ —	\$ 4,108
—	—	—	—	46
—	—	53	1	8,932
6,059	—	—	—	6,059
—	—	400	—	179