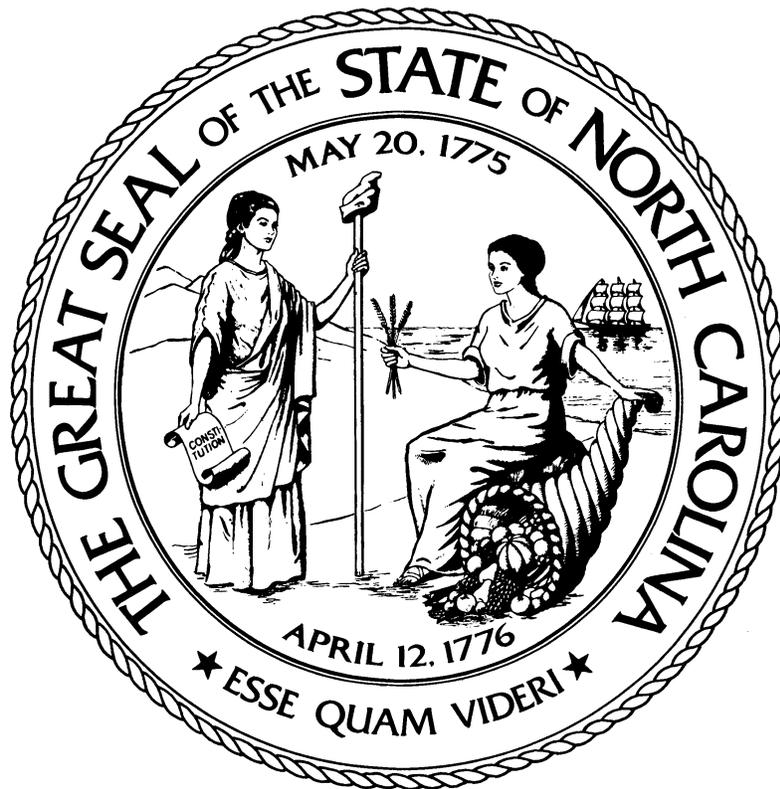


STATE OF
NORTH CAROLINA

GENERAL FUND
MONTHLY FINANCIAL REPORT
DECEMBER 31, 2011



OFFICE OF THE STATE CONTROLLER



State of North Carolina

Office of the State Controller

DAVID T. MCCOY
STATE CONTROLLER

January 12, 2012

Enclosed is the *General Fund Monthly Financial Report* for the period ended December 31, 2011 of the 2012 State fiscal year. Pursuant to the State Budget Act, this report (unaudited) presents both General Fund reverting and non-reverting activities.

Effective for the year ending June 30, 2011, state and local governments were required to implement GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. A primary objective of GASB Statement No. 54 was to enhance the usefulness of fund balance information by clarifying the existing governmental fund type definitions.

The following funds previously reported as special revenue funds are the significant reclassifications to the General Fund and reflected in this report as non-reverting fund balance: *Clean Water Management Trust Fund, Health and Wellness Trust Fund, Tobacco Trust Fund, Education Lottery Funds, Public School Building Capital Fund, and the Educational Materials and School Buses Fund.*

At June 30, 2011, as a result of these changes, the General Fund's non-reverting reserved fund balance increased by \$571.2 million. For the prior fiscal year 2010-11, non-reverting fund balance is not restated for the months prior to June 2011.

These reclassifications have no impact on the General Fund budgetary availability.

Please contact us if you have questions or if you would like more information. We are committed to providing you and the State with the most reliable and timely financial information possible.

Sincerely,

David McCoy

INTRODUCTION

The *General Fund Monthly Financial Report* presents revenues, receipts, appropriated expenditures and disbursements on a cash basis generally in the month when cash is received or cash is disbursed. Departmental budgeted and actual expenditure amounts for *reverting* activities are reported net of budgeted and actual receipts respectively and are referred to herein as *appropriation expenditures*. For *non-reverting* activities, departmental receipts and disbursements are reported gross of any refunds. The Cash Management Control System (CMCS) operated by the Office of the State Controller is the source for the amounts presented in this report.

**GENERAL FUND – REVERTING AND NON-REVERTING
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE**
DECEMBER 31, 2011
Expressed in Millions

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<u>Liabilities</u>	
Cash and Investments	\$ 2,278.2	Sales and Use Taxes Payable	\$ 349.5
		Tax Refunds Payable	—
		Interfund Payable	—
		Beverage Taxes Payable	18.2
		Solid Waste Disposal	—
		White Goods Disposal Taxes Payable	—
		Scrap Tire Disposal Taxes Payable	—
		Total Liabilities	<u>\$ 367.7</u>
		<u>Fund Balance</u>	
		Reserved :	
		Savings Reserve Account	\$ 295.6
		Job Development Incentive Grants Reserve	0.1
		Repairs and Renovations Reserve Account	124.5
		Disproportionate Share Reserve	—
		Disaster Relief Reserve	5.5
		Senate Bill 109	—
		ONE NC Fund Reserve	—
		Non-Reverting Departmental Funds	942.8
		Total Reserved	<u>\$ 1,368.5</u>
		Unreserved :	
		Fund Balance - July 1, 2011	\$ 582.4
		Transfer to Reserves	—
		Transfer from Reserves	—
		Excess of Receipts over (under) Disbursements	(40.4)
		Total Unreserved	<u>\$ 542.0</u>
		Total Fund Balance	<u>\$ 1,910.5</u>
Total Assets	<u>\$ 2,278.2</u>	Total Liabilities and Fund Balance	<u>\$ 2,278.2</u>

STATE OF NORTH CAROLINA

GENERAL FUND – REVERTING AND NON-REVERTING RESERVED AND UNRESERVED FUND BALANCE

FISCAL YEAR-TO-DATE DECEMBER 31, 2011 AND DECEMBER 31, 2010

Expressed in Millions

Fund Balance:	2011-12	2010-11	Change	% Change
Reserved:				
Savings Reserve Account.....	\$ 295.6	\$ 150.0	\$ 145.6	97.1%
Job Development Incentive Grants.....	.1	9.4	(9.3)	(98.9)%
Repairs and Renovations Reserve Account.....	124.5	—	124.5	—
Disproportionate Share.....	—	—	—	—
Disaster Relief.....	5.5	41.2	(35.7)	(86.7)%
Senate Bill 109.....	—	—	—	—
One NC Fund.....	—	—	—	—
Non-reverting Departmental Funds.....	942.8	473.6 [1]	469.2	99.1%
Total Reserved.....	\$ 1,368.5	\$ 674.2	\$ 694.3	103.0%
Unreserved:				
Fund Balance - July 1.....	\$ 582.4	\$ 236.9	\$ 345.5	145.8%
Transfer to Reserves.....	—	—	—	—
Transfer from Reserves.....	—	—	—	—
Nonrecurring Transfers from Other Funds.....	—	—	—	—
Excess of Revenues Over (Under) Appropriation Expenditures....	(40.4)	429.1	(469.5)	(109.4)%
Total Unreserved.....	\$ 542.0	\$ 666.0	\$ (124.0)	(18.6)%
Total Fund Balance.....	\$ 1,910.5	\$ 1,340.2	\$ 570.3	42.6%

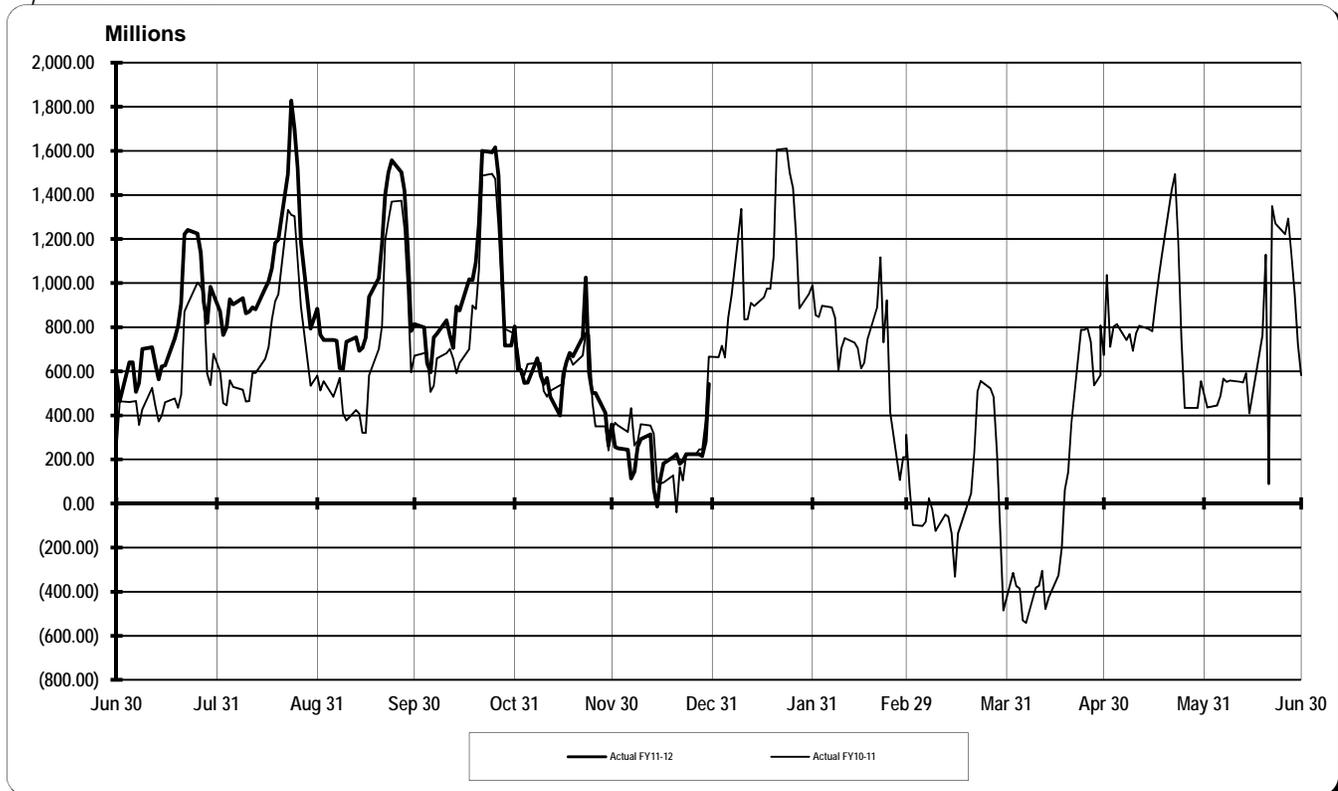
[1] For the prior fiscal year 2010-11, non-reverting departmental fund balance is not restated for the months prior to June 2011.

The schedule above presents year-to-date reserved and unreserved fund balances for the current and prior fiscal years as well as the increase/decrease from the prior year.

GENERAL FUND – REVERTING UNRESERVED FUND BALANCE

FISCAL YEAR-TO-DATE DECEMBER 31, 2011 AND FISCAL YEAR ENDED DECEMBER 31, 2010

Expressed in Millions



The graph above tracks the daily fluctuation of unreserved fund balance for the current and prior fiscal years.

STATE OF NORTH CAROLINA

GENERAL FUND REVERTING SCHEDULE OF OPERATIONS

FOR THE MONTH OF DECEMBER 2011 AND 2010, AND FISCAL YEAR-TO-DATE
Expressed in Millions

	December		Year-To-Date		Budget		Percent of Budget Realized/Expended	
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011
Beg. Unreserved Fund Balance	\$ 359.1	\$ 331.2	\$ 582.4	\$ 236.9	\$ 582.4	\$ 236.9		
Transfer to Reserved Fund Balance	—	—	—	—	—	—		
Nonrecurring Transfers from Other Funds	—	—	—	—	—	—		
Transfer from Reserved Fund Balance	—	—	—	—	—	—		
	<u>\$ 359.1</u>	<u>\$ 331.2</u>	<u>\$ 582.4</u>	<u>\$ 236.9</u>	<u>\$ 582.4</u>	<u>\$ 236.9</u>		
Revenues:								
Tax Revenues:								
Individual Income	\$ 1,012.5	\$ 1,016.5	\$ 5,182.3	\$ 4,869.2	\$ 9,800.0	\$ 9,543.3	52.9%	51.0%
Corporate Income	209.2	165.1	450.7	435.6	1,000.2	1,017.5	45.1%	42.8%
Sales and Use	439.7	454.4	2,658.2	2,940.0	5,293.1	5,690.8	50.2%	51.7%
Franchise	3.9	20.3	213.2	199.4	649.9	697.9	32.8%	28.6%
Insurance	0.4	0.1	156.3	142.6	510.9	494.5	30.6%	28.8%
Beverage	26.2	24.7	141.9	138.2	296.6	277.2	47.8%	49.9%
Inheritance	4.1	0.2	24.2	19.5	64.0	10.1	37.8%	193.1%
Privilege License	1.0	1.3	29.3	21.6	43.7	41.9	67.0%	51.6%
Tobacco Products	21.5	22.3	138.2	135.6	260.2	251.4	53.1%	53.9%
Real Estate Conveyance Excise	(0.3)	0.2	2.3	2.5	—	—	—	—
Gift	—	0.1	—	1.3	—	—	—	—
Solid Waste	—	0.1	4.8	4.7	—	—	—	—
White Goods Disposal	0.4	0.4	1.1	1.0	—	—	—	—
Scrap Tire Disposal	1.3	1.2	4.3	4.0	—	—	—	—
Freight Car Lines	—	—	—	—	—	—	—	—
Piped Natural Gas	4.1	3.1	10.3	9.0	35.0	34.2	29.4%	26.3%
Mill Machinery	3.1	3.2	18.6	16.3	34.1	33.4	54.5%	48.8%
Processed Refunds Pending	—	—	—	—	n/a	n/a	n/a	n/a
Other	0.1	(0.1)	—	(0.2)	—	—	—	—
Total Tax Revenue	<u>\$ 1,727.2</u>	<u>\$ 1,713.1</u>	<u>\$ 9,035.7</u>	<u>\$ 8,940.3</u>	<u>\$ 17,987.7</u>	<u>\$ 18,092.2</u>	50.2%	49.4%
Non-Tax Revenue:								
Treasurer's Investments	\$ 0.5	\$ 2.2	\$ 10.1	\$ 11.9	\$ 59.4	\$ 57.5	17.0%	20.7%
Judicial Fees	19.8	17.3	124.0	111.7	279.6	253.0	44.3%	44.2%
Insurance	1.4	1.2	16.1	14.2	71.4	67.0	22.5%	21.2%
Disproportionate Share	95.0	135.0	95.0	135.0	115.0	135.0	82.6%	100.0%
Highway Fund Transfer In	—	—	10.1	8.5	217.1	17.6	4.7%	48.3%
Highway Trust Fund Transfer In	—	—	38.4	36.4	76.7	72.8	50.1%	50.0%
Other	31.8	23.4	233.5	114.3	335.0	282.8	69.7%	40.4%
Total Non-Tax Revenue	<u>\$ 148.5</u>	<u>\$ 179.1</u>	<u>\$ 527.2</u>	<u>\$ 432.0</u>	<u>\$ 1,154.2</u>	<u>\$ 885.7</u>	45.7%	48.8%
Total Tax and Non-Tax Revenue	<u>\$ 1,875.7</u>	<u>\$ 1,892.2</u>	<u>\$ 9,562.9</u>	<u>\$ 9,372.3</u>	<u>\$ 19,141.9</u>	<u>\$ 18,977.9</u>	50.0%	49.4%
Total Availability	<u>\$ 2,234.8</u>	<u>\$ 2,223.4</u>	<u>\$ 10,145.3</u>	<u>\$ 9,609.2</u>	<u>\$ 19,724.3</u>	<u>\$ 19,214.8</u>	51.4%	50.0%
Appropriation Expenditures:								
Current Operations	\$ 1,672.5	\$ 1,540.4	\$ 9,434.3	\$ 8,782.6	\$ 18,988.1	\$ 18,240.3	49.7%	48.1%
Capital Improvements:								
Funded by General Fund	—	—	—	11.2	4.5	11.2	—	100.0%
Repairs and Renovations	—	—	—	—	—	—	—	—
Debt Service	20.3	17.0	169.0	149.4	690.6	707.5	24.5%	21.1%
Total Appropriation Expenditures	<u>\$ 1,692.8</u>	<u>\$ 1,557.4</u>	<u>\$ 9,603.3</u>	<u>\$ 8,943.2</u>	<u>\$ 19,683.2</u>	<u>\$ 18,959.0</u>	48.8%	47.2%
Unreserved Fund Balance -								
Before Statutory Reservations	542.0	666.0	542.0	666.0	41.1	255.8		
Reservations								
Repair and Renovation	—	—	—	—	—	(124.5)		
Savings	—	—	—	—	—	(183.7)		
Revision to Estimated Credit Balance	—	—	—	—	—	537.7		
Unreserved Fund Balance	<u>\$ 542.0</u>	<u>\$ 666.0</u>	<u>\$ 542.0</u>	<u>\$ 666.0</u>	<u>\$ 41.1</u>	<u>\$ 485.3</u>		

Note that the schedule above represents net tax and non-tax collections and not gross collections. Tax revenues are presented net of refunds to taxpayers and various distributions to state and local entities based on legislation. A negative appropriation expenditure indicates that a budget code has actual receipts that exceed actual expenditures.

The schedule above presents monthly and year-to-date General Fund operations for the current and prior fiscal years as well as the annual budget and percent of budget realized or expended.

STATE OF NORTH CAROLINA

GENERAL FUND REVERTING NET TAX AND NONTAX REVENUES

FOR THE MONTH OF DECEMBER 2011 AND 2010, AND FISCAL YEAR-TO-DATE

Expressed in Millions

	December				Year-To-Date Through December			
	FY 2012	FY 2011	Change	% Change	FY 2012	FY 2011	Change	% Change
Tax Revenues:								
Individual Income	\$ 1,012.5	\$ 1,016.5	\$ (4.0)	(0.4)%	\$ 5,182.3	\$ 4,869.2	\$ 313.1	6.4%
Corporate Income	209.2	165.1	44.1	26.7%	450.7	435.6	15.1	3.5%
Sales and Use	439.7	454.4	(14.7)	(3.2)%	2,658.2	2,940.0	(281.8)	(9.6)%
Franchise	3.9	20.3	(16.4)	(80.8)%	213.2	199.4	13.8	6.9%
Insurance	0.4	0.1	0.3	300.0%	156.3	142.6	13.7	9.6%
Beverage	26.2	24.7	1.5	6.1%	141.9	138.2	3.7	2.7%
Inheritance	4.1	0.2	3.9	1950.0%	24.2	19.5	4.7	24.1%
Privilege License	1.0	1.3	(0.3)	(23.1)%	29.3	21.6	7.7	35.6%
Tobacco Products	21.5	22.3	(0.8)	(3.6)%	138.2	135.6	2.6	1.9%
Real Estate Conveyance Excise	(0.3)	0.2	(0.5)	(250.0)%	2.3	2.5	(0.2)	(8.0)%
Gift	—	0.1	(0.1)	(100.0)%	—	1.3	(1.3)	(100.0)%
Solid Waste	—	0.1	(0.1)	(100.0)%	4.8	4.7	0.1	2.1%
White Goods Disposal	0.4	0.4	—	—	1.1	1.0	0.1	10.0%
Scrap Tire Disposal	1.3	1.2	0.1	8.3%	4.3	4.0	0.3	7.5%
Freight Car Lines	—	—	—	—	—	—	—	—
Piped Natural Gas	4.1	3.1	1.0	32.3%	10.3	9.0	1.3	14.4%
Mill Machinery	3.1	3.2	(0.1)	(3.1)%	18.6	16.3	2.3	14.1%
Processed Refunds Pending	—	—	—	—	—	—	—	—
Other	0.1	(0.1)	0.2	200.0%	—	(0.2)	0.2	100.0%
Total Tax Revenue	\$ 1,727.2	\$ 1,713.1	\$ 14.1	0.8%	\$ 9,035.7	\$ 8,940.3	\$ 95.4	1.1%
Non-Tax Revenue:								
Treasurer's Investments	\$ 0.5	\$ 2.2	\$ (1.7)	(77.3)%	\$ 10.1	\$ 11.9	\$ (1.8)	(15.1)%
Judicial Fees	19.8	17.3	2.5	14.5%	124.0	111.7	12.3	11.0%
Insurance	1.4	1.2	0.2	16.7%	16.1	14.2	1.9	13.4%
Disproportionate Share	95.0	135.0	(40.0)	(29.6)%	95.0	135.0	(40.0)	(29.6)%
Highway Fund Transfer In	—	—	—	—	10.1	8.5	1.6	18.8%
Highway Trust Fund Transfer In	—	—	—	—	38.4	36.4	2.0	5.5%
Other	31.8	23.3	8.5	36.5%	233.5	114.3	119.2	104.3%
Total Non-Tax Revenue	\$ 148.5	\$ 179.0	\$ (30.5)	(17.0)%	\$ 527.2	\$ 432.0	\$ 95.2	22.0%
Total Tax and Non-Tax Revenue	\$ 1,875.7	\$ 1,892.1	\$ (16.4)	(0.9)%	\$ 9,562.9	\$ 9,372.3	\$ 190.6	2.0%

The table above presents monthly and year-to-date tax and non-tax revenues as well as the increase/decrease from the prior year.

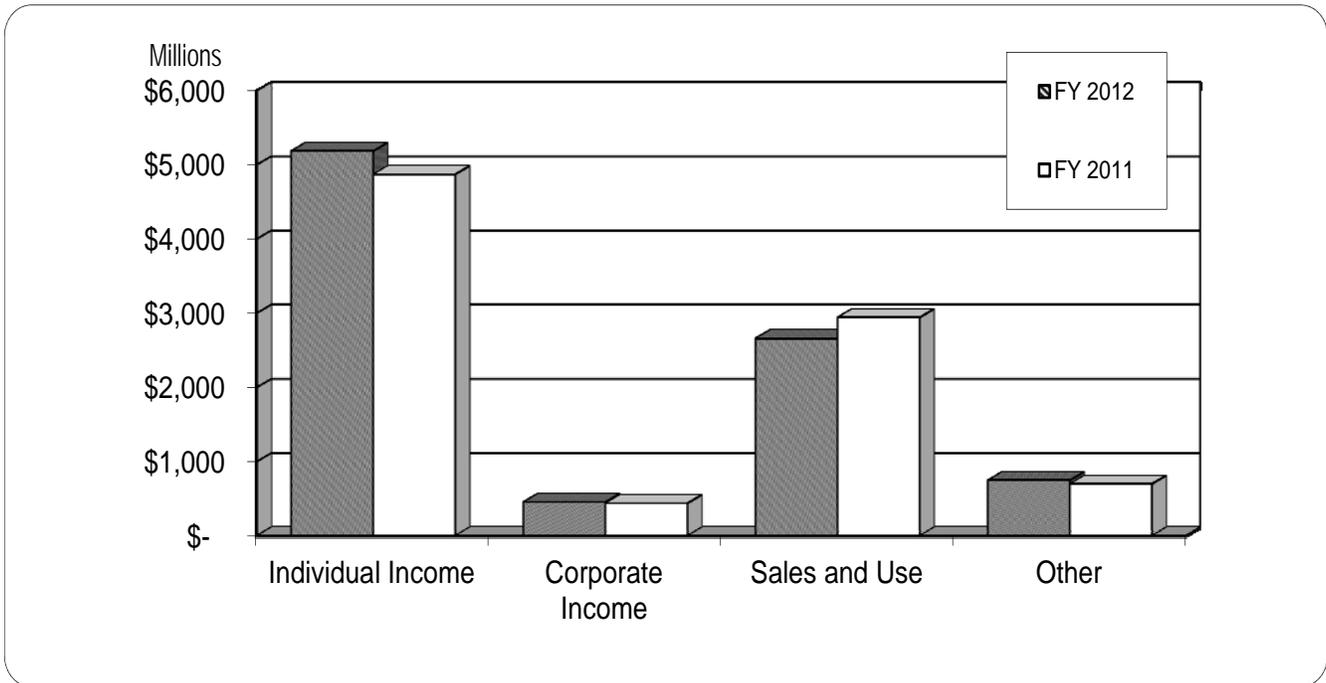
For fiscal year 2012, when compared to the prior year through December 31, actual net tax and non-tax revenues increased by \$190.6 million, or 2%. Tax revenues through December 2011 increased by \$95.4 million, or 1.1%, and non-tax revenues increased by \$95.2 million, or 22%. Other Non-Tax Revenues showed an increase when compared to the prior year. House Bill 200, Session Law 2011-145, Section 28.27.(a) authorized the transfer of \$196.8 million of the funds allocated to the Highway Fund under G.S. 105.449-125 to the General Fund. The first quarter transfer of \$49.2 million was processed in August 2011. The second quarter transfer of \$49.2 million was processed in November 2011. House Bill 200, Session Law 2011-145, Section 10.35.(b) authorizes the transfer of \$115 million from the Department of Health and Human Resources (DHHS) to the General Fund for the return of General Fund appropriations, nonfederal revenue, fund balances or other resources from State owned and operated hospitals which are used to provide indigent and non-indigent care services. DHHS transferred \$95 million in December 2011 with the remaining \$20 million to be transferred at a later date for Disproportionate Share Non-Tax Revenue.

The State Sales and Use Tax changed effective July 1, 2011. The State rate decreased from 5.75% to 4.75% (a budgeted decrease of 17.39%). For fiscal year 2012 through December 31, actual Sales and Use Tax collections reflected a decrease of 9.6%. As a result, the general State and local tax rate will be 6.75% in eighty-two counties, 7% in Alexander, Catawba, Cumberland, Duplin, Haywood, Hertford, Lee, Martin, New Hanover, Onslow, Pitt, Randolph, Robeson, Rowan, Sampson, Surry and Wilkes Counties, and 7.25% in Mecklenburg County.

Revenues and expenditures never occur evenly over the course of the fiscal year. During fiscal year 2012, due to the shortfall in revenue collections, the State continues to implement a cash flow management process that monitors state agency spending requirements.

**GENERAL FUND – REVERTING
ACTUAL TAX REVENUES**

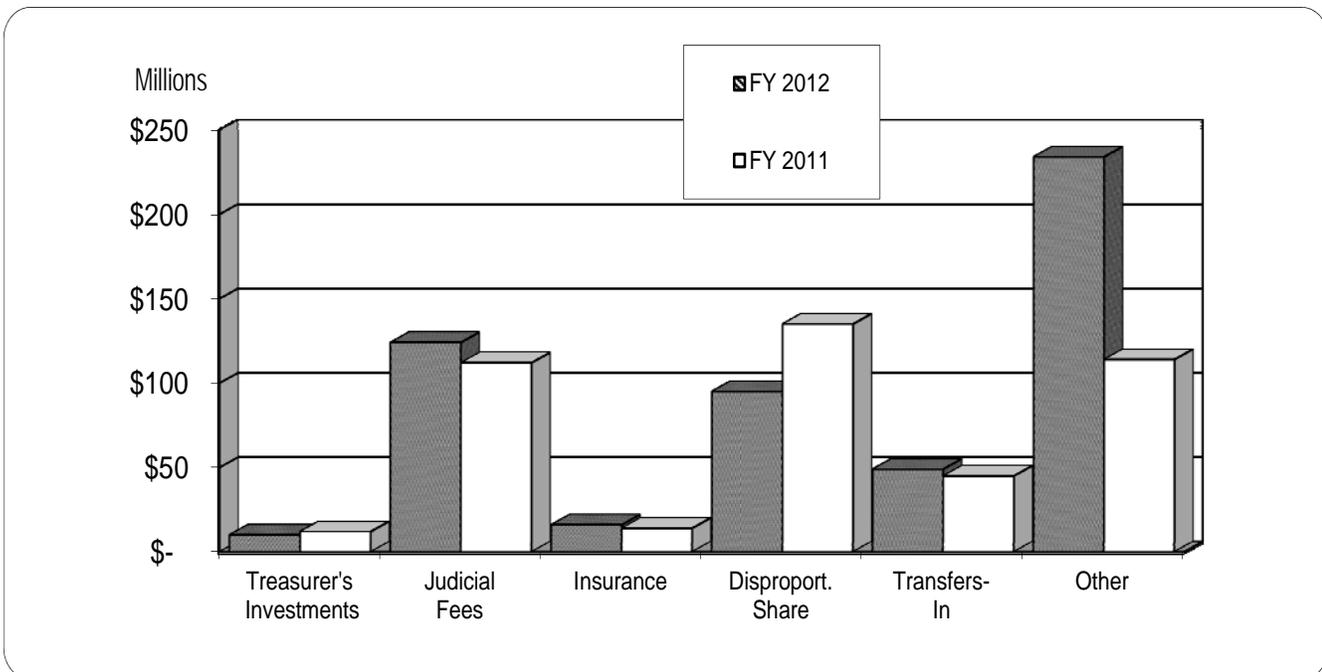
FISCAL YEAR-TO-DATE DECEMBER 31, 2011 AND DECEMBER 31, 2010



The graph above compares the year-to-date tax revenues for the current and prior fiscal years.

**GENERAL FUND – REVERTING
ACTUAL NON-TAX REVENUES**

FISCAL YEAR-TO-DATE DECEMBER 31, 2011 AND DECEMBER 31, 2010



The graph above compares the year-to-date tax revenues for the current and prior fiscal years.

STATE OF NORTH CAROLINA

GENERAL FUND – REVERTING APPROPRIATION EXPENDITURES

FISCAL YEAR-TO-DATE DECEMBER 31, 2011 AND DECEMBER 31, 2010

Expressed in Millions

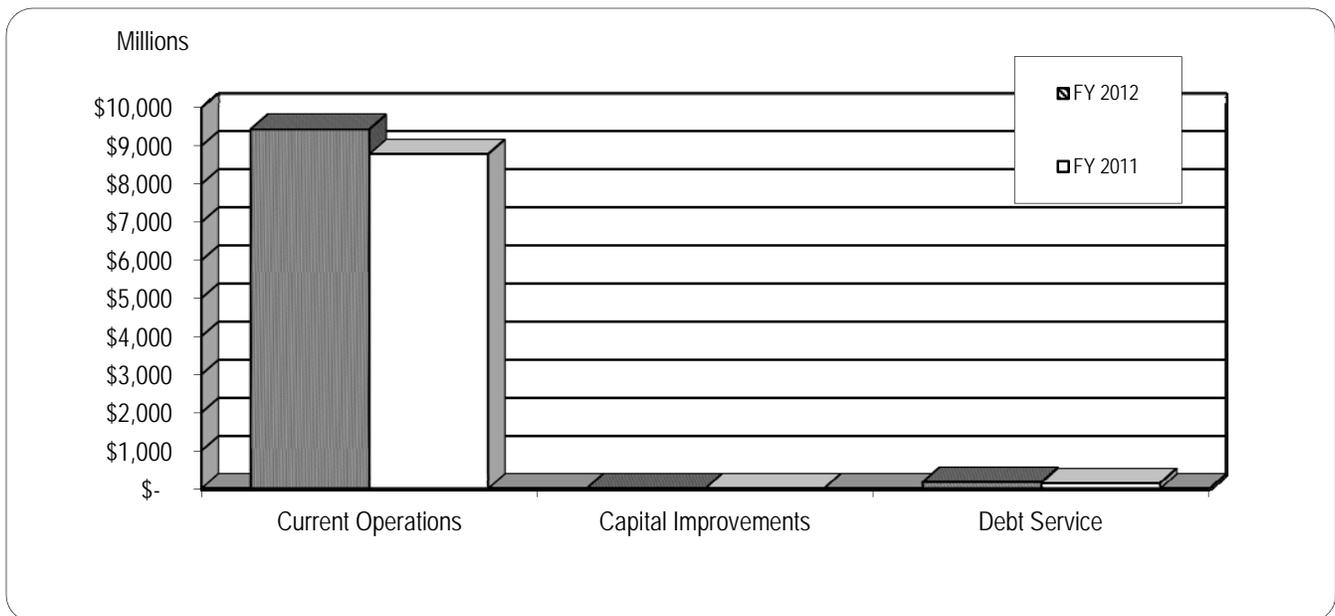
	FY 2012	FY 2011	Change	Percent Change	Percent of Total Appropriation Expenditures	
					FY 2012	FY 2011
Current Operations						
General Government	\$ 163.5	\$ 174.0	\$ (10.5)	(6.0%)	1.7%	1.9%
Education	5,179.9	5,152.2	27.7	0.5%	53.9%	57.6%
Health and Human Services	2,782.1	2,255.4	526.7	23.4%	29.0%	25.2%
Economic Development	60.9	63.1	(2.2)	(3.5%)	0.6%	0.7%
Environment and Natural Resources	70.1	113.8	(43.7)	(38.4%)	0.7%	1.3%
Public Safety, Correction, and Regulation	1,082.1	978.9	103.2	10.5%	11.3%	10.9%
Agriculture	57.8	30.6	27.2	88.9%	0.6%	0.3%
Operating Reserves/Rounding	37.9	14.6	23.3	159.6%	0.4%	0.2%
<i>Total Current Operations</i>	<u>\$ 9,434.3</u>	<u>\$ 8,782.6</u>	<u>\$ 651.7</u>	7.4%	98.2%	98.2%
Capital Improvements						
Funded by General Fund	—	11.2	(11.2)	(100.0%)	—	0.1%
Debt Service	169.0	149.4	19.6	13.1%	1.8%	1.7%
Total Appropriation Expenditures	<u>\$ 9,603.3</u>	<u>\$ 8,943.2</u>	<u>\$ 660.1</u>	7.4%	100.0%	100.0%

A negative appropriation expenditure indicates that a budget code has actual receipts that exceed actual expenditures.

The schedule above summarizes appropriation expenditures by function for the current and prior fiscal years.

GENERAL FUND – REVERTING ACTUAL APPROPRIATION EXPENDITURES

FISCAL YEAR-TO-DATE DECEMBER 31, 2011 AND DECEMBER 31, 2010



The graph above compares appropriation expenditures by major category for the current and prior fiscal years.

Actual appropriation expenditures through December 2011 were more than actual appropriation expenditures through December 2010 by \$660.1 million, or 7.4%. Appropriation expenditures for current operations (exclusive of appropriation expenditures for capital improvements and debt service) through December 2011 were more than appropriation expenditures through December 2010 by \$651.7 million, or 7.4%. Total Appropriation Expenditures increased due to a decrease in departmental receipts when compared to the prior fiscal year.

STATE OF NORTH CAROLINA

GENERAL FUND - REVERTING
 APPROPRIATION EXPENDITURES, BUDGET, AND PERCENT EXPENDED

FOR THE MONTH OF DECEMBER 2011 AND 2010, AND FISCAL YEAR-TO-DATE

Expressed In Millions

		Appropriation Expenditures				Budget		Percent of Budget Expended	
		December		Year-To-Date				Year-To-Date	
		FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011

A negative appropriation expenditure indicates that a budget code has actual receipts that exceed actual expenditures.
 Budget Code Expenditures minus Budget Code Receipts equal Budget Code Appropriation Expenditures.

Current Operations

General Government

General Assembly	\$ 3.8	\$ 3.9	\$ 11.3	\$ 11.3	\$ 54.0	\$ 52.7	20.9%	21.4%
Governor's Office	0.6	0.5	2.9	3.1	5.2	6.4	55.8%	48.4%
Office of State Budget	0.5	0.4	2.8	2.6	6.2	6.4	45.2%	40.6%
Housing Finance Agency	0.8	1.1	4.8	6.1	9.7	11.7	49.5%	52.1%
Lieutenant Governor	—	—	0.4	0.4	0.8	0.9	50.0%	44.4%
Secretary of State	0.9	0.8	5.0	4.9	10.9	10.7	45.9%	45.8%
State Auditor	0.7	0.8	5.2	6.0	12.1	12.6	43.0%	47.6%
State Treasurer	0.5	0.9	4.0	4.8	6.8	10.2	58.8%	47.1%
Retirement and Employee Benefits Administration	3.1	3.2	11.2	11.3	17.8	17.8	62.9%	63.5%
Office of the State Controller	6.0	4.6	24.5	24.0	65.6	65.8	37.3%	36.5%
Revenue	5.0	4.6	14.4	15.4	28.7	30.1	50.2%	51.2%
Cultural Resources	6.1	6.5	39.0	43.4	79.5	86.1	49.1%	50.4%
Cultural Resources - Roanoke Island Commission	4.9	7.4	33.0	35.9	65.6	70.9	50.3%	50.6%
Board of Elections	0.1	0.2	0.9	1.0	1.9	2.3	47.4%	43.5%
Office of Administrative Hearings	0.3	0.4	2.1	2.5	5.4	6.4	38.9%	39.1%
	0.6	0.4	2.0	1.3	4.2	4.2	47.6%	31.0%
	<u>\$ 33.9</u>	<u>\$ 35.7</u>	<u>\$ 163.5</u>	<u>\$ 174.0</u>	<u>\$ 374.4</u>	<u>\$ 395.2</u>	43.7%	44.0%
Reserves - General Assembly	\$ 0.5	\$ 0.1	\$ 0.6	\$ 0.1	\$ 1.9	\$ 7.9	31.6%	1.3%
Reserves - Contingency & Emergency	—	—	—	(2.0)	4.8	4.6	—	(43.5%)
Reserves - SPA Salary Increases	—	—	—	—	—	(0.1)	—	—
Reserves - Salary Adjustments	—	—	—	—	—	—	—	—
Reserves - Pest Prevention Program	—	—	—	—	—	—	—	—
Reserves - Employer Portion Retirement Payback	—	—	—	—	—	—	—	—
Reserves - Job Development Incentive Grants Reserve	1.1	—	6.4	20.8	15.4	20.8	41.6%	100.0%
Reserves - Multipurpose Database Reserve	—	—	—	—	—	—	—	—
Reserves - Pending Legislation for Gang Prevention	—	—	—	—	—	—	—	—
Reserves - Contingent Appropriations	—	—	—	—	—	—	—	—
Reserves - ITS Rate Reduction	—	—	—	—	—	—	—	—
Reserves - Disaster Expenditure	—	0.6	—	(4.1)	—	—	—	—
Reserves - Lawsuits	—	—	—	—	—	—	—	—
Reserves - Criminal Justice Data Integration	—	—	—	—	—	—	—	—
Reserves - Management Flexibility	—	—	—	—	—	115.6	—	—
Reserves - BEACON Project	—	—	—	—	—	—	—	—
Reserves - Severance Expenditure	10.0	—	10.0	(2.4)	48.6	0.5	20.6%	(480.0%)
Reserves - State Employee Benefits	—	—	—	—	2.2	2.2	—	—
Reserves - IT Fund	—	—	1.9	2.0	4.4	7.8	43.2%	25.6%
Reserves - Retirement	—	—	—	—	12.4	1.1	—	—
Reserves - Special Needs Children	—	—	—	—	—	—	—	—
Reserves - Reverting Funds	—	—	—	—	—	—	—	—
Reserves - Transfer Public Defenders	—	—	—	—	—	—	—	—
Reserves - Statewide Adm Support Reduction	—	—	—	—	—	(2.6)	—	—
Reserves - Convert Contract Emp to State Emp	—	—	—	—	—	(1.6)	—	—
Reserves - Continuation/Justification Program Review	—	—	—	—	—	—	—	—
Reserves - Automated Fraud Detection Development	—	—	1.0	—	1.0	—	100.0%	—
Reserves - Controller's Fraud Detection Development	—	—	0.5	—	0.5	—	100.0%	—
Reserves - Review of Compensation Plan	—	—	—	—	2.0	—	—	—
Reserves - Escheat Repayment	—	—	17.5	—	17.5	—	100.0%	—
Reserves - DHHS Signing Bonus for Nurses	—	—	—	—	—	—	—	—
Reserves - ITAS Replacement	—	—	—	—	—	—	—	—
	<u>\$ 11.6</u>	<u>\$ 0.7</u>	<u>\$ 37.9</u>	<u>\$ 14.4</u>	<u>\$ 110.7</u>	<u>\$ 156.2</u>	34.2%	9.2%
Total - General Government	<u>\$ 45.5</u>	<u>\$ 36.4</u>	<u>\$ 201.4</u>	<u>\$ 188.4</u>	<u>\$ 485.1</u>	<u>\$ 551.4</u>	41.5%	34.2%

STATE OF NORTH CAROLINA

GENERAL FUND - REVERTING
 APPROPRIATION EXPENDITURES, BUDGET, AND PERCENT EXPENDED

FOR THE MONTH OF DECEMBER 2011 AND 2010, AND FISCAL YEAR-TO-DATE

Expressed In Millions

	Appropriation Expenditures				Budget		Percent of Budget Expended	
	December		Year-To-Date		Year-To-Date		Year-To-Date	
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011
Education								
Public Instruction	\$ 682.3	\$ 629.8	\$ 3,739.8	\$ 3,639.8	\$ 7,616.4	\$ 7,283.1	49.1%	50.0%
Community Colleges	97.8	93.6	428.4	425.4	1,006.5	1,050.9	42.6%	40.5%
	<u>\$ 780.1</u>	<u>\$ 723.4</u>	<u>\$ 4,168.2</u>	<u>\$ 4,065.2</u>	<u>\$ 8,622.9</u>	<u>\$ 8,334.0</u>	48.3%	48.8%
University System								
University of North Carolina - General Admin.	\$ 2.6	\$ 3.4	\$ 16.0	\$ 15.9	\$ 36.7	\$ 39.6	43.6%	40.2%
UNC - GA Institutional Programs and Facilities	—	—	—	—	24.2	18.0	—	—
UNC - GA Related Educational Programs	14.8	2.9	65.6	51.4	68.2	57.0	96.2%	90.2%
UNC - GA Aid to Private Institutions	(0.4)	(0.1)	67.5	76.2	91.6	105.8	73.7%	72.0%
UNC - Chapel Hill Academic Affairs	5.6	9.7	67.2	80.1	265.7	273.9	25.3%	29.2%
UNC - Chapel Hill Health Affairs	14.8	19.4	64.3	92.0	178.3	210.7	36.1%	43.7%
UNC - Chapel Hill Area Health Affairs	3.2	3.0	18.0	19.0	41.8	48.1	43.1%	39.5%
NCSU - Academic Affairs	9.0	19.6	113.6	130.4	372.3	387.7	30.5%	33.6%
NCSU - Agricultural Research	4.5	5.3	27.2	29.7	54.4	58.1	50.0%	51.1%
NCSU - Agricultural Extension Service	3.3	4.2	19.6	20.7	39.2	42.7	50.0%	48.5%
University of North Carolina at Greensboro	8.7	12.1	52.4	56.9	150.2	157.9	34.9%	36.0%
University of North Carolina at Charlotte	23.4	13.5	68.8	56.1	185.7	189.2	37.0%	29.7%
University of North Carolina at Asheville	3.2	5.2	13.2	16.3	35.6	37.4	37.1%	43.6%
University of North Carolina at Wilmington	(0.8)	1.9	32.5	30.1	91.2	94.7	35.6%	31.8%
University of North Carolina at Pembroke	2.6	2.9	20.4	21.2	53.7	54.9	38.0%	38.6%
East Carolina University	11.5	13.7	74.0	81.1	209.3	221.3	35.4%	36.6%
ECU - Health Affairs	4.2	5.7	27.3	28.6	61.9	63.2	44.1%	45.3%
North Carolina A&T University	8.9	11.4	41.5	48.0	93.8	94.6	44.2%	50.7%
UNC Joint Millennial	—	—	—	—	—	—	—	—
Western Carolina University	4.8	5.5	27.2	29.1	79.8	78.5	34.1%	37.1%
Appalachian State University	11.3	12.6	53.2	59.0	125.6	128.5	42.4%	45.9%
Winston-Salem State University	7.8	6.9	34.3	32.5	67.8	66.9	50.6%	48.6%
Elizabeth City State University	3.4	3.3	17.7	16.8	35.2	35.7	50.3%	47.1%
Fayetteville State University	5.4	4.7	22.7	22.5	49.9	52.8	45.5%	42.6%
North Carolina Central University	8.7	7.2	40.5	35.0	83.1	85.8	48.7%	40.8%
North Carolina School of the Arts	2.7	2.5	9.4	12.0	25.8	26.0	36.4%	46.2%
University of North Carolina Hospitals	1.5	3.0	9.0	17.9	18.0	34.8	50.0%	51.4%
North Carolina School of Science and Math	1.5	1.5	8.6	8.5	17.7	18.4	48.6%	46.2%
Total University System	<u>\$ 166.2</u>	<u>\$ 181.0</u>	<u>\$ 1,011.7</u>	<u>\$ 1,087.0</u>	<u>\$ 2,556.7</u>	<u>\$ 2,682.2</u>	39.6%	40.5%
Total - Education	<u>\$ 946.3</u>	<u>\$ 904.4</u>	<u>\$ 5,179.9</u>	<u>\$ 5,152.2</u>	<u>\$ 11,179.6</u>	<u>\$ 11,016.2</u>	46.3%	46.8%
Health and Human Services								
HHS - Administration	\$ 2.4	\$ 4.4	\$ 21.9	\$ 30.2	\$ 44.4	\$ 71.2	49.3%	42.4%
Aging	5.5	2.5	19.6	19.4	44.3	37.4	44.2%	51.9%
Child Development	28.0	18.6	133.6	123.2	266.3	234.4	50.2%	52.6%
Services for Deaf & Hearing Impaired	—	2.5	—	13.8	—	28.6	—	48.3%
Health Services	13.3	14.4	73.6	65.9	194.1	158.3	37.9%	41.6%
Social Services	13.1	12.9	88.0	86.8	186.1	192.6	47.3%	45.1%
Medical Assistance [1]	327.6	254.1	1,981.3	1,429.0	2,958.4	2,465.7	67.0%	58.0%
Children's Health Insurance	5.6	4.2	36.2	33.9	79.5	88.4	45.5%	38.3%
Services for the Blind	0.7	0.6	2.9	4.1	8.4	8.1	34.5%	50.6%
Mental Health	57.7	59.1	341.6	355.2	665.6	714.2	51.3%	49.7%
Facility Services	—	0.3	4.5	4.7	16.1	16.2	28.0%	29.0%
Vocational Rehabilitation	4.7	5.1	13.9	16.8	36.7	40.0	37.9%	42.0%
Juvenile Justice	13.5	12.0	65.0	72.4	139.1	144.1	46.7%	50.2%
Total - Health and Human Services	<u>\$ 472.1</u>	<u>\$ 390.7</u>	<u>\$ 2,782.1</u>	<u>\$ 2,255.4</u>	<u>\$ 4,639.0</u>	<u>\$ 4,199.2</u>	60.0%	53.7%

STATE OF NORTH CAROLINA

GENERAL FUND - REVERTING
 APPROPRIATION EXPENDITURES, BUDGET, AND PERCENT EXPENDED

FOR THE MONTH OF DECEMBER 2011 AND 2010, AND FISCAL YEAR-TO-DATE

Expressed In Millions

	Appropriation Expenditures				Budget		Percent of Budget Expended		
	December		Year-To-Date		Year-To-Date		Year-To-Date		
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	
Economic Development									
Commerce	\$ 2.7	\$ 5.6	\$ 23.6	\$ 28.0	\$ 51.3	\$ 61.5	46.0%	45.5%	
Commerce - State Aid to Nonstate Entities	6.3	8.5	37.3	35.1	75.8	80.3	49.2%	43.7%	
Total - Economic Development	\$ 9.0	\$ 14.1	\$ 60.9	\$ 63.1	\$ 127.1	\$ 141.8	47.9%	44.5%	
Environment and Natural Resources									
Environment and Natural Resources	\$ 4.6	\$ 15.8	\$ 55.2	\$ 88.9	\$ 117.3	\$ 191.8	47.1%	46.4%	
Environment and Natural Resources - State Aid	1.1	4.2	6.1	24.9	11.4	50.0	53.5%	49.8%	
Wildlife Resources	1.5	—	8.8	—	18.4	—	47.8%	—	
Total - Environment and Natural Resources	\$ 7.2	\$ 20.0	\$ 70.1	\$ 113.8	\$ 147.1	\$ 241.8	47.7%	47.1%	
Public Safety, Correction, and Regulation									
Judicial	\$ 46.4	\$ 50.5	\$ 286.7	\$ 282.6	\$ 566.0	\$ 575.2	50.7%	49.1%	
Justice	8.3	8.1	40.4	42.0	82.9	85.7	48.7%	49.0%	
Labor	0.9	0.2	5.7	5.8	16.2	16.3	35.2%	35.6%	
Insurance	2.1	2.8	14.4	15.7	37.0	30.7	38.9%	51.1%	
Insurance - RICO	—	—	2.3	1.5	2.3	1.5	100.0%	100.0%	
Correction	106.2	105.5	622.1	617.7	1,364.5	1,288.1	45.6%	48.0%	
Crime Control	19.0	3.0	110.5	13.6	226.9	32.3	48.7%	42.1%	
Total - Public Safety, Correction, and Regulation	\$ 182.9	\$ 170.1	\$ 1,082.1	\$ 978.9	\$ 2,295.8	\$ 2,029.8	47.1%	48.2%	
Agriculture									
Agriculture and Consumer Services	\$ 9.7	\$ 4.9	\$ 57.8	\$ 30.6	\$ 114.4	\$ 59.9	50.5%	51.1%	
Rounding [*]	\$ (0.2)	\$ (0.2)	\$ —	\$ 0.2	\$ —	\$ 0.2	N/A	N/A	
Total Current Operations	\$ 1,672.5	\$ 1,540.4	\$ 9,434.3	\$ 8,782.6	\$ 18,988.1	\$ 18,240.3	49.7%	48.1%	
Capital Improvements									
Funded by General Fund	\$ —	\$ —	\$ —	\$ 11.2	\$ 4.5	\$ 11.2	—	100.0%	
Repairs and Renovations	—	—	—	—	—	—	—	—	
Total - Capital Improvements	\$ —	\$ —	\$ —	\$ 11.2	\$ 4.5	\$ 11.2	—	100.0%	
Debt Service	\$ 20.3	\$ 17.0	\$ 169.0	\$ 149.4	\$ 690.6	\$ 707.5	24.5%	21.1%	
Total Appropriation Expenditures	\$ 1,692.8	\$ 1,557.4	\$ 9,603.3	\$ 8,943.2	\$ 19,683.2	\$ 18,959.0	48.8%	47.2%	

The schedule above presents monthly and year-to-date appropriation expenditures by major function and agency with comparison to the fiscal year budget.

[1] Medical Assistance's percent of budget expended year-to-date increased from 58% at December 31, 2010 to 67% at December 31, 2011. The increased spending of state appropriations for the NC Medicaid program for fiscal year 2011-12 is accelerated due to an increase in the number of enrolled members and over \$100 million in liabilities that were paid in July and August of the current fiscal year. The liabilities carried over from state fiscal year 2011 to state fiscal year 2012.

[*] In disclosing the detail appropriation expenditures of 98 agencies/entities rounded to the millions of dollars, the "Rounding" category allows the most accurate presentation of individual agency and major General Fund category amounts.

**GENERAL FUND UNRESERVED CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING DECEMBER 31, 2011 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Receipts		Disbursements	
	Month	Year-To-Date	Month	Year-To-Date
Agriculture				
Agriculture and Consumer Services	\$ 9,413	\$ 23,593	\$ 19,386	\$ 81,373
Total - Agriculture	\$ 9,413	\$ 23,593	\$ 19,386	\$ 81,373
Debt Service				
State Treasurer	\$ 36	\$ 6,177	\$ 20,334	\$ 173,613
State Treasurer-Federal	-	-	-	1,616
Total Debt Service	\$ 36	\$ 6,177	\$ 20,334	\$ 175,229
Education				
Public Instruction	\$ 186,260	\$ 1,017,773	\$ 872,869	\$ 4,757,617
Community Colleges	39,384	336,879	137,151	765,243
UNC Systems	227,429	1,475,472	392,874	2,487,069
Total - Education	\$ 453,073	\$ 2,830,124	\$ 1,402,894	\$ 8,009,929
Economic Development				
Commerce	\$ 7,012	\$ 37,243	\$ 9,770	\$ 60,874
Commerce-State Aid	-	-	6,284	37,283
Total - Economic Development	\$ 7,012	\$ 37,243	\$ 16,054	\$ 98,157
Environment & Natural Resources				
Environment and Natural Resources	\$ 4,151	\$ 39,142	\$ 7,167	\$ 94,299
Environ. and Nat. Resources-St. Aid	-	-	1,047	6,060
Wildlife Resources	-	-	2,872	8,838
Total - Environ. & Natural Resources	\$ 4,151	\$ 39,142	\$ 11,086	\$ 109,197
General Government				
General Assembly	\$ 77	\$ 13,450	\$ 3,904	\$ 24,769
Governor	30,733	153,339	31,269	156,198
Budget, Planning & Management	83	1,125	560	3,903
Housing Finance Authority	-	-	806	4,837
Governor	-	-	500	550
Lt. Governor	-	-	67	418
Secretary of State	119	708	970	5,675
State Auditor	671	2,492	1,306	7,668
State Treasurer-Administration	2,088	15,124	2,592	19,122
State Treasurer-Retirement	-	-	3,169	11,239
Administration	2,213	24,038	8,178	48,511
State Controller	138	809	5,185	15,240
Revenue	2,026	10,411	8,171	49,437
Cultural Resources	639	4,949	5,542	37,971
Cultural Resources-Roanoke Island	-	-	165	931
Board of Elections	4	1,379	322	3,470
Administrative Hearings	72	1,300	619	3,274
Reserve-Contingency/Emergency	-	-	-	-
Reserve-JDIG	-	-	1,100	6,400
Reserve-Disaster Expenditure	-	-	-	-
Reserve-Severance	-	-	10,000	10,000
Reserve-IT Fund	-	-	-	1,920
Reserve-Reverting Funds	-	-	-	-

**GENERAL FUND UNRESERVED CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING DECEMBER 31, 2011 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Receipts		Disbursements	
	Month	Year-To-Date	Month	Year-To-Date
Reserve-Statewide Adm Sup Red	-	-	-	-
Reserve-Convert Contract Emp to Stat	-	-	-	-
Reserve-Automated Fraud Det Dev	-	-	-	1,000
Reserve-Controller Fraud Det Dev	-	-	-	500
Reserve-Escheat Repayment	-	-	-	17,500
Other	-	-	-	-
Total - General Government	\$ 38,863	\$ 229,124	\$ 84,425	\$ 430,533
Health and Human Services				
Juvenile Justice	\$ 492	\$ 4,242	\$ 14,298	\$ 69,269
HHS-Administration	11,595	45,984	12,545	67,888
Aging	2,991	23,242	8,347	42,847
Child Development	27,846	172,269	54,970	305,831
Education Services	1	204	(3)	204
Health Services	51,597	308,020	64,215	381,638
Social Services	78,659	437,042	88,466	525,008
Medical Assistance	681,625	4,104,265	976,302	6,085,565
NC Health Choice	16,307	114,316	21,891	150,494
Blind Services	1,596	10,787	2,282	13,680
Mental Health	39,680	393,878	97,101	735,493
Facility Services	5,559	24,606	5,247	29,137
Vocational Rehabilitation Services	7,564	56,186	12,375	70,124
Total - Health and Human Services	\$ 925,512	\$ 5,695,041	\$ 1,358,036	\$ 8,477,178
Public Safety, Correction, and Regulation				
Judicial	\$ 137	\$ 1,257	\$ 36,790	\$ 222,347
Judicial-Indigent Defense	608	4,769	10,375	70,416
Justice	2,130	18,654	10,311	59,032
Labor	1,678	9,334	2,562	15,015
Insurance	1,026	5,994	2,953	20,435
Insurance-RICO	-	-	-	2,294
Correction	2,994	30,985	109,733	653,131
Crime Control & Public Safety	18,849	82,029	37,306	192,502
Total - Public Safety, Correction and Regulation	\$ 27,422	\$ 153,022	\$ 210,030	\$ 1,235,172
Capital Improvement				
Funded by General Fund	\$ -	\$ -	\$ -	\$ -
Total - Capital Improvement	\$ -	\$ -	\$ -	\$ -
Tax Codes				
Inheritance	\$ 4,116	\$ 24,951	\$ 8	\$ 726
License Schedule B	1,267	30,464	213	1,137
Tobacco	23,381	150,294	1,857	12,082
Franchise	64,104	320,528	60,190	107,313
Individual Income	1,044,292	5,507,504	31,788	325,210
Sales & Use	706,854	4,253,428	267,077	1,595,198
Beverage	25,976	160,052	(54)	18,155
Gift	2	22	1	7
Freight Car	1	4	-	-

**GENERAL FUND UNRESERVED CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING DECEMBER 31, 2011 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Receipts		Disbursements	
	Month	Year-To-Date	Month	Year-To-Date
Insurance	702	160,381	279	4,107
Piped Natural Gas	5,975	15,657	1,909	5,386
Corporate Income	227,652	599,590	18,413	148,868
Real Estate	2,256	17,604	2,600	15,349
White Goods	376	2,337	15	1,262
Scrap Tire	1,272	8,854	7	4,563
Manufacturing	3,102	18,847	26	267
Solid Waste	11	9,692	2	4,876
Processed Refunds Pending	-	-	n/a	n/a
Miscellaneous	-	-	-	-
Total - Tax Codes	\$ 2,111,339	\$ 11,280,209	\$ 384,331	\$ 2,244,506
Nontax Codes				
Insurance-Nontax	\$ -	\$ 9,098	\$ -	\$ -
Secretary of State-Nontax	28,078	40,297	23	201
License & Fees-Nontax	1,364	7,089	26	132
Gas & Oil Inspection	210	659	-	-
Deed Mortgage Registration Fee	539	1,621	868	868
Board of Elections	34	45	44	44
DHHS	143	1,718	-	-
Disproportionate Share	95,000	95,000	-	-
ABC Board	282	2,232	52	528
Master Settlement Agreement	-	-	-	-
Treasurer Investment	503	10,091	-	13
Fees & Penalties	254	2,066	363	1,819
Highway Trust Transfer	-	38,360	-	-
CI Appropriation	-	-	-	-
Judicial	19,743	123,972	-	3
Sales & Use	934	5,041	-	-
Intra State Transfer	(327)	166,561	-	-
Highway Transfer	-	10,118	-	-
Probation Supervision Fees	1,109	6,965	-	-
DWI Restoration Fees	45	299	-	-
DWI Service Fees	626	3,899	-	-
Sales Tax Refund	931	2,096	-	-
Miscellaneous	1	12	-	-
Parole Supervision Fees	65	375	-	-
Butner Fire & Police	-	-	-	-
Banking & Investment Fees	513	3,174	-	-
Total - Nontax Codes	\$ 150,047	\$ 530,788	\$ 1,376	\$ 3,608
Total Reverting	\$ 3,726,868	\$ 20,824,463	\$ 3,507,952	\$ 20,864,882
Beginning Unreserved Cash	\$ 582,450			
Year-To-Date Receipts	20,824,463			
Year-To-Date Disbursements	20,864,882			
Ending Unreserved Cash	\$ 542,031			

**GENERAL FUND NON-REVERTING DEPARTMENTAL CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING DECEMBER 31, 2011 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Beginning Cash	Receipts		Disbursements		Year-To-Date Ending Cash
		Month	Year-To-Date	Month	Year-To-Date	
Agriculture						
Agriculture and Consumer Services	\$ 9,496	\$ 6,024	\$ 18,377	\$ 4,387	\$ 8,813	\$ 19,060
Total Agriculture	\$ 9,496	\$ 6,024	\$ 18,377	\$ 4,387	\$ 8,813	\$ 19,060
Debt Service						
State Treasurer-Bond Refund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Treasurer-Retirement	114	16,473	121,971	16,480	122,030	55
Total - Debt Service	\$ 114	\$ 16,473	\$ 121,971	\$ 16,480	\$ 122,030	\$ 55
Education						
Public Instruction-Special Revenue	\$ 34,923	\$ 32,412	\$ 158,602	\$ 31,943	\$ 186,698	\$ 6,827
Public Instruction-School Technology	11,560	8,549	19,671	1,329	9,096	22,135
Public Instruction-IT Projects	12,269	-	-	34	2,034	10,235
Public Instruction-Public School Bldg Fund	184,932	212	28,083	1,900	39,099	173,916
Public Instruction-Trust	15,534	4,391	25,313	10,098	19,375	21,472
Public Instruction-Local Payroll	4	4,421	27,135	4,451	26,275	864
Public Instruction-Internal Service	48,464	349	59,352	5,860	50,214	57,602
Community Colleges-Special Revenue	5,763	1,063	4,153	1,233	4,074	5,842
Community Colleges-IT Projects	2,536	-	1,250	5	206	3,580
Community Colleges-Trust	5,692	7	11,565	882	8,670	8,587
Total - Education	\$ 321,677	\$ 51,404	\$ 335,124	\$ 57,735	\$ 345,741	\$ 311,060
Economic Development						
Commerce-Floyd Relief	\$ 687	\$ 119	\$ 734	\$ 2	\$ 30	\$ 1,391
Commerce-Special Revenue	76,203	3,430	24,993	4,558	28,062	73,134
Commerce-IT Projects	2,482	-	1,346	124	559	3,269
Commerce-Trust	199	26	55	5	17	237
Commerce-CDBG	13,666	11	373	-	10	14,029
Total - Economic Development	\$ 93,237	\$ 3,586	\$ 27,501	\$ 4,689	\$ 28,678	\$ 92,060
Environment and Natural Resources						
Environ. and Nat. Resources-Disaster	\$ 2,102	\$ (3,707)	\$ -	\$ (926)	\$ 1,320	\$ 782
ENR-Loans for Water & Wastewater	825	-	-	-	-	825
ENR-Clean Water Mgmt Trust Fund	96,743	1,123	7,456	4,535	28,853	75,346
Environment and Natural Resources	10,776	(885)	900	(1,301)	8,628	3,048
Total - Environment and Natural Resources	\$ 110,446	\$ (3,469)	\$ 8,356	\$ 2,308	\$ 38,801	\$ 80,001

**GENERAL FUND NON-REVERTING DEPARTMENTAL CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING DECEMBER 31, 2011 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Beginning Cash	Receipts		Disbursements		Year-To-Date Ending Cash
		Month	Year-To-Date	Month	Year-To-Date	
General Government						
Governor's Office	\$ 8,143	\$ 15	\$ 114,963	\$ 466	\$ 117,673	\$ 5,433
Governor's Office-Disaster Relief	-	6,663	11,457	6,663	11,457	-
Payroll Imprest Fund	-	656,141	3,491,624	656,141	3,491,624	-
General Assembly	12	-	-	-	-	12
State Auditor	-	-	-	-	-	-
State Treasurer	171	50	1,735	-	21	1,885
State Treasurer-Blount St. Properties	5,366	3	25	-	-	5,391
Administration	18,129	1,145	10,234	1,650	9,691	18,672
State Controller	31,731	2,132	9,461	756	9,219	31,973
Revenue-Project Collect	21,744	2,209	13,493	1,418	7,238	27,999
Revenue-Tax Distribution	-	280,121	1,361,537	280,123	1,361,536	1
Revenue-Lee Act Credits	285	7	100	-	42	343
Revenue-Tax Transfer Fees	1,186	60	434	42	320	1,300
Revenue-IT Project	35,059	-	15,618	1,893	13,801	36,876
Cultural Resources	269	10	123	39	262	130
Cultural Resources-Interest Bearing	45	3	32	1	40	37
Board of Elections	6,244	4	63	-	33	6,274
NC Infrastructure Finance Corporation	-	3,825	62,937	3,825	62,937	-
Information Technology	1,482	1	2,313	593	3,467	328
State Treasurer-Basis Swap	-	-	2,231	-	2,231	-
Administrative Hearings	446	-	-	-	202	244
Total - General Government	\$ 130,312	\$ 952,389	\$ 5,098,380	\$ 953,610	\$ 5,091,794	\$ 136,898
Health and Human Services						
Health Services	\$ 522	\$ 17,437	\$ 103,259	\$ 14,912	\$ 100,604	\$ 3,177
Social Services	4,006	1,719	3,858	298	1,539	6,325
Medical Assistance	\$ 171,039	\$ 72,417	\$ 382,597	\$ 142,722	\$ 365,325	\$ 188,311
Child Development	-	-	-	-	-	-
Facility Services	11,657	64	2,325	457	1,647	12,335
Major Medical	-	-	-	-	-	-
DHHS-Administration	35,561	5,120	69,859	11,810	80,294	25,126
Aging	-	-	73	-	73	-
Blind Services	6	2	11	2	11	6
Total - Health and Human Services	\$ 222,791	\$ 96,759	\$ 561,982	\$ 170,201	\$ 549,493	\$ 235,280
Public Safety, Correction, and Regulation						
Office of the Courts	\$ 100	\$ 20	\$ 126	\$ -	\$ -	\$ 226
Corrections	4	1,876	7,431	202	611	6,824
Corrections-Interest Bearing Funds	310	14	109	-	1	418
Juvenile Justice	25,395	16	8,252	1,069	8,612	25,035
Crime Control and Public Safety	\$ 33,689	\$ 14,094	\$ 41,088	\$ 8,357	\$ 38,853	\$ 35,924
Total - Public Safety, Correction and Regulation	\$ 59,498	\$ 16,020	\$ 57,006	\$ 9,628	\$ 48,077	\$ 68,427
Total Nonreverting	\$ 947,571	\$ 1,139,186	\$ 6,228,697	\$ 1,219,038	\$ 6,233,427	\$ 942,841

GLOSSARY

Appropriation Expenditures – The net of expenditures and receipts of reverting funds.

Beverage Taxes Payable (Chapter 105, Article 2C) – Excise taxes collected on the sale of beer and wine that are payable annually to counties and cities within 60 days after March 31 of each year.

Budget (Appropriation Expenditures) – Total appropriation expenditures as enacted by legislation and detail adjustments by the Office of State Budget and Management.

Budget (Revenues) – Total revenues as enacted by legislation and forecasted detail by the Office of State Budget and Management.

Disaster Relief Reserve (Senate Bill 7, Session Law 2005-1) – Funds appropriated to provide necessary and appropriate relief and assistance from the effects of natural disasters.

Disbursements – Funds withdrawn from an agency budget code as recorded in cash management control system.

Disproportionate Share Reserve (House Bill 1473, Section 10.39, Session Law 2007-323) – Federal share of disproportionate share payments received from state hospitals not appropriated by the General Assembly.

GASB Statement No. 54 – Effective for the year ending June 30, 2011, state and local governments were required to implement GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. A primary objective of GASB Statement No. 54 was to enhance the usefulness of fund balance information by clarifying the existing governmental fund type definitions. Visit <http://www.gasb.org/st/index.html> for more information.

Job Development Incentive Grants Reserve (G.S. 143C-9-6) – Annually appropriated funds to meet anticipated cash requirements for each fiscal year of the Job Development Investment Grant Program. This Program is established to foster job creation and investment in the economy of N.C. by providing grants to businesses.

Non-reverting – Represents General Fund activities for which unexpended appropriations do not lapse at fiscal year-end and generally are not re-appropriated for a different purpose, function or activity.

One NC Fund Reserve (House Bill 1473, Section 13.1, Session Law 2007-323) – Established by the Office of State Budget and Management to satisfy obligations of the One North Carolina Fund as they become due during fiscal year 2003-04. Moneys in the One NC Fund may be allocated only to local governments for use in connection with securing commitments for the recruitment, expansion, or retention of new and exiting businesses.

Receipts – Funds deposited to an agency budget code as certified in the cash management control system.

Repairs and Renovations Reserve Account (G.S. 143C-4-3) – Established as a reserve in the General Fund which can be used only for the repair and renovation of State facilities and related infrastructure that are supported from the General Fund.

Reserved – Designates the portion of fund balance which has been set aside by the legislature for a specific purpose and is generally unavailable to finance appropriation expenditures.

Reverting – Designates General Fund activities for which unexpended appropriations lapse at fiscal year-end and may be re-appropriated for the same or a different purpose, function or activity.

Sales and Use Taxes Payable (Chapter 105, Article 5) – Taxes collected and payable to cities and counties for taxes on telecommunication and video programming services and the sales of modular homes (monthly).

Savings Reserve Account (G.S. 143C-4-2) – Established as a reserve in the General Fund and is a component of the unappropriated General Fund balance. Account established to maintain sufficient reserves to address unanticipated events and circumstances such as natural disaster, economic downturns, threats to public safety, health and welfare, and other emergencies. Account also established with a goal to maintain a balance equal to or greater than eight percent of the prior year's General Fund operating budget.

Scrap Tire Disposal Taxes Payable (Chapter 105, Article 5B) – Additional sales and use taxes collected on new tire sales payable quarterly to counties (70%), the state Scrap Tire Disposal Account (22%), and the state Solid Waste Management Trust Fund (8%).

Senate Bill 109 Reserve (Senate Bill 109, Session Law 2011-15) – Requires the governor to cut spending for the current fiscal year by taking all actions necessary to reduce General Fund expenditures for the remainder of the 2010-2011 fiscal year and by identifying available funds in non-General Fund accounts for transfer to the General Fund on June 30, 2011. The Director of the Budget shall increase General Fund availability by the sum of \$537.7 million.

Tax and Non-Tax Revenues – presented in this report net of refunds to taxpayers and various distributions to state and local entities.

Unreserved – Resources available to finance appropriation expenditures.

White Goods Disposal Taxes Payable (Chapter 105, Article 5C) – Additional sales and uses taxes collected on sales of new large appliances such as refrigerators, ranges, water heaters, etc, that are payable quarterly to counties (72%), the state White Goods Management Account (20%), and the state Solid Waste Management Trust Fund (8%).